

7IM INVESTMENT FUNDS

Interim unaudited Report and Financial Statements
for the period ended 31 May 2017

7IM Cautious Fund
7IM Moderately Cautious Fund
7IM Balanced Fund
7IM Moderately Adventurous Fund
7IM Adventurous Fund
7IM Sustainable Balance Fund
7IM AAP Income Fund
7IM AAP Moderately Cautious Fund
7IM AAP Balanced Fund
7IM AAP Moderately Adventurous Fund
7IM AAP Adventurous Fund

7IM INVESTMENT FUNDS

DIRECTORY

Authorised Corporate Director ('ACD')

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London EC2N 3AS
(Authorised and regulated by the Financial Conduct Authority)

Address for correspondence:

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Management Committee of the ACD

P. Bungey	S. Sanderson
D. Carroll	T. Sheridan
C. Darbyshire	V. Smith
R. Poulten	C. Sparrow
J. Routledge	J. Urquhart Stewart

Sub-Investment Manager

Sarasin & Partners LLP is the sub-investment manager providing investment advisory services for the 7IM Sustainable Balance Fund.

Ibbotson Associates Inc is the sub-investment manager providing investment advisory services for the following sub-funds:

7IM Cautious Fund	7IM AAP Moderately Cautious Fund
7IM Moderately Cautious Fund	7IM AAP Balanced Fund
7IM Balanced Fund	7IM AAP Moderately Adventurous Fund
7IM Moderately Adventurous Fund	7IM AAP Adventurous Fund
7IM Adventurous Fund	

Depository

Northern Trust Global Services Limited
50 Bank Street
London E14 5NT
(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority)

Registrar & Administrator

Northern Trust Global Services Limited
50 Bank Street
London E14 5NT
(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority)

7IM INVESTMENT FUNDS

DIRECTORY (continued)

Independent Auditor
KPMG LLP
15 Canada Square
London E14 5GL

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7IM INVESTMENT FUNDS

AUTHORISED STATUS

7IM Investment Funds ('the Company') is an Open-Ended Investment Company with variable capital incorporated in England and Wales under registered number IC000278 and authorised by the Financial Conduct Authority with effect from 28 November 2003. The Company has an unlimited duration.

The Company is a UCITS Scheme.

Shareholders are not liable for the debts of the Company. Shareholders are not liable to make any further payment to the Company after they have paid the price on purchase of the shares.

SUB-FUND CROSS-HOLDINGS

No sub-fund held shares in any other sub-fund within the ICVC during the current or prior period.

DIRECTOR'S STATEMENT

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority.

C. Sparrow

On behalf of Seven Investment Management LLP,

ACD of 7IM Investment Funds

27 July 2017

7IM CAUTIOUS FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM Cautious Fund (the 'Sub-fund') aims to provide a long-term total return, by way of income with some capital appreciation. There may be moderate risk to capital, but the Sub-fund will be managed with the intention of limiting volatility to relatively low levels in normal circumstances. As a consequence, long-term return expectations may be lower than for higher risk portfolios. There is no guarantee that a positive return will be delivered.

The Sub-fund will seek to achieve its objective through direct or indirect investment in a range of asset classes, which may include government and corporate bonds, cash, near cash and equities as well as in alternative asset classes (such as real estate, private equity and close ended funds). Investment in these alternative asset classes would be largely (and in the case of real estate, only) achieved indirectly through investing in collective investment schemes, certificates and derivatives.

While bonds, cash and near cash and other income generating assets are likely to represent the main part of the Sub-fund's investment exposure, this may also include assets with scope for capital growth in real terms, and assets with scope for greater volatility.

The Sub-fund may use derivatives for investment purposes as well as for Efficient Portfolio Management.

There is no guarantee that a positive return will be delivered.

7IM CAUTIOUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 2.29%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 7IM Cautious C Acc shares, NAV return Source: NTRS

7IM CAUTIOUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have benefited from the long period of low interest rates, but with rate rises expected fairly soon, we felt it was prudent to cut exposure here and we also cut exposure to convertibles where performance had been strong. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling – a relatively low probability currently but potentially expensive if it happened. We also trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and cut exposure to US financials equity which had performed well all of which reduced risk in the portfolio.

While we felt traditional real estate markets were unattractive, infrastructure investments offer long-term, government backed, inflation linked cashflows from PFI (private finance initiative) contracts and regulated assets and we applied for shares in placings in a number of infrastructure companies this being a good way of buying shares at less than the current share price albeit more than the current net asset value. Depending on the company we found our allocations scaled back as these placings were very popular.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere. We also sold the holding of EuroStoxx 2018 dividend futures which we had bought earlier in the year and where the structural discount had disappeared.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced Trump risk following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

7IM CAUTIOUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Towards the end of the period we completed building the position in risk premia products. We reduced exposure to the inflation protection certificate having seen some good performance but lately expectations of inflation in the US had been pared back so we felt it prudent to take some profits there. The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM CAUTIOUS FUND

FUND INFORMATION

Performance Record

Class C Income	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2015 ¹	101.96	93.13	0.1422
2016	100.54	91.05	1.1642
2017 ²	101.51	99.78	1.5223

Class C Accumulation	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2015 ¹	101.02	93.27	0.1424
2016	102.07	91.79	1.1789
2017 ²	103.82	102.04	1.5509

Class S Income	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2015 ¹	100.15	93.21	-
2016	100.89	91.26	1.1432
2017 ²	101.94	100.17	1.5285

Class S Accumulation	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2015 ¹	100.15	93.28	-
2016	102.32	91.86	0.7718
2017 ²	104.10	102.30	1.5506

¹ From 24 April 2015 to 31 December 2015.

² To 31 May 2017.

7IM CAUTIOUS FUND

FUND INFORMATION (continued)

Net Asset Value

		Net Asset Value £	Shares in Issue	Net Asset Value pence per share
Date	Share Class			
30.11.15 ¹	Class C Income	22,730,288	23,911,839	95.06
	Class C Accumulation	7,431,344	7,754,536	95.83
	Class S Income	40,824	42,864	95.24
	Class S Accumulation	1,224,865	1,277,635	95.87
30.11.16	Class C Income	21,288,094	21,614,651	98.49
	Class C Accumulation	12,487,534	12,392,356	100.77
	Class S Income	160,436	162,284	98.86
	Class S Accumulation	2,079,587	2,059,042	101.00
31.05.17	Class C Income	22,032,762	21,995,355	100.17
	Class C Accumulation	13,819,471	13,407,860	103.07
	Class S Income	280,811	279,000	100.65
	Class S Accumulation	4,455,622	4,308,773	103.41

¹ The Sub-fund launched 24 April 2015.

7IM CAUTIOUS FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class C	Class S
ACD's periodic charge	0.50%	0.25%
Other expenses	0.21%	0.21%
	<hr/>	<hr/>
Collective investment scheme costs	0.71%	0.46%
	0.14%	0.14%
	<hr/>	<hr/>
Ongoing Charges Figure	0.85%	0.60%

As at 30 November 2016

	Class C	Class S
ACD's periodic charge	0.50%	0.25%
Other expenses	0.26%	0.26%
	<hr/>	<hr/>
Collective investment scheme costs	0.76%	0.51%
	0.15%	0.15%
	<hr/>	<hr/>
Ongoing Charges Figure	0.91%	0.66%

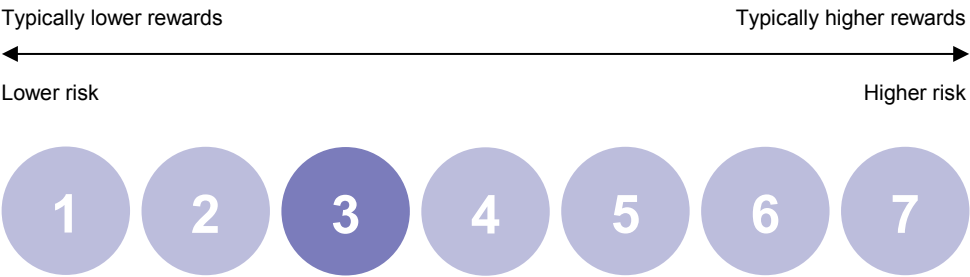
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM CAUTIOUS FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 3.

Fund performance to 31 May 2017 (%)

	1 year
7IM Cautious Fund ¹	7.66

¹ Sub-fund launched 24 April 2015.

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 23.

7IM CAUTIOUS FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 12.50% (12.19%)		
	UK Equity 5.25% (3.38%)		
946,632	7IM UK Equity Value Fund 'Z' Inc ^{1 2}	1,014,032	2.50
15	AON	1,527	-
138,336	BBGI	199,204	0.49
5	FTSE 100 Index Futures Jun 2017 ³	10,858	0.03
148,141	HIICL Infrastructure	252,877	0.62
135,369	International Public Partnerships	218,079	0.54
14	LIFFE FTSE 100 Index Futures Jun 2017 ³	12,684	0.03
400,000	LXI REIT	423,000	1.04
		2,132,261	5.25
	North American Equity 3.86% (5.49%)		
1,159	7IM US Equity Value Fund 'Z' Inc ^{1 2}	1,398	-
216	Aetna	24,491	0.06
19	Alphabet 'C'	14,440	0.04
46	American International Group	2,297	0.01
278	Amgen	33,305	0.08
63	Annaly Capital Management	579	-
74	Apple	8,857	0.02
64	Applied Materials	2,271	0.01
631	Baker Hughes	27,061	0.07
548	Best Buy	25,303	0.06
161	Biogen	30,906	0.08
158	Boeing	22,996	0.06
201	Cadence Design Systems	5,469	0.01
480	Capital One Financial	29,267	0.07
1,421	Cisco Systems	35,053	0.09
671	Citigroup	32,206	0.08
49	Citizens Financial Group	1,307	-
32	Colony NorthStar	349	-
1,085	Comcast 'A'	34,734	0.09
50	ConocoPhillips	1,744	-
149	Cummins	18,262	0.04
11	Delta Air Lines	420	-
12	Discover Financial Services	550	-
936	Ebay	25,233	0.06
22	Electronic Arts	1,933	-
79	Eli Lilly & Company	4,820	0.01
26	EOG Resources	1,815	-
163	Estee Lauder	11,933	0.03
55	Exelon	1,545	-
107	Exxon Mobil	6,759	0.02
11	F5 Networks	1,097	-
14	FNF	459	-
3,540	Ford Motor	30,551	0.08
653	Gilead Sciences	32,791	0.08
225	HCP	5,471	0.01
4	Humana	718	-

7IM CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
11	Illinois Tool Works	1,209	-
1,338	Intel	37,685	0.09
184	JM Smucker	18,308	0.05
81	Kimco Realty	1,103	-
83	Kinder Morgan	1,191	-
7,437	KLS Zebra Global Equity Beta Neutral Fund 'SI' Acc ²	579,717	1.43
27	Las Vegas Sands	1,234	-
291	Liberty Property Trust	9,284	0.02
52	Lowe's Cos	3,215	0.01
22	LyondellBasell Industries	1,380	-
31	Marsh & McLennan	1,869	-
19	Maxim Integrated Products	706	-
162	Merck & Co	8,185	0.02
1,016	Michael Kors Holdings	28,695	0.07
357	Monsanto	32,492	0.08
8	Moody's	728	-
9	Motorola Solutions	581	-
5	MSCI	390	-
975	NetApp	30,727	0.08
32	Newmont Mining	847	-
193	NextEra Energy	21,144	0.05
32	NVIDIA	3,610	0.01
653	Occidental Petroleum	30,574	0.08
182	Oracle	6,436	0.02
6	Palo Alto Networks	547	-
80	PepsiCo	7,354	0.02
364	Pfizer	9,110	0.02
339	PNC Financial Services Group	31,382	0.08
86	Prudential Financial	7,023	0.02
746	Qualcomm	33,318	0.08
83	Regions Financial	903	-
21	RenaissanceRe	2,305	0.01
161	Rockwell Automation	19,983	0.05
10	Russell 2000 Mini Futures Jun 2017 ³	(423)	-
(15)	S&P 500 Index Put Options 1525 Jun 2017 ³	(58)	-
15	S&P 500 Index Put Options 2050 Jun 2017 ³	117	-
56	S&P Global	6,142	0.02
679	Southwest Airlines	31,468	0.08
56	Sprint	369	-
50	Synchrony Financial	1,054	-
500	Synopsys	29,088	0.07
197	Target	8,429	0.02
206	TD Ameritrade	5,995	0.01
42	Texas Instruments	2,681	0.01
253	T-Mobile	13,213	0.03
141	Union Pacific	12,170	0.03
5	United Rentals	431	-
767	Vereit	4,923	0.01
119	Walgreens Boots Alliance	7,430	0.03

7IM CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
597	Wal-Mart Stores	36,340	0.09
122	WestRock	5,231	0.01
		1,576,225	3.86
European Equity 3.30% (3.37%)			
669,891	7IM European (ex UK) Equity Value Fund 'Z' Inc ^{1 2}	747,397	1.84
79	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	18,430	0.05
23	Eaton	1,392	-
38	EURO STOXX 50 Equity Index Futures Jun 2017 ³	43,185	0.11
600	Goldman Sachs International Euro Stoxx 50 Index Warrants 15/12/2017	526,695	1.30
7,742	Societe Generale 10 Year Swap USD Warrants 01/09/2017	60	-
		1,337,159	3.30
Japanese Equity 0.04% (0.00%)			
0.45	CF Morant Wright Nippon Yield ²	2	-
8	TOPIX Index Futures Jun 2017 ³	14,906	0.04
		14,908	0.04
Far East Equity 0.00% (-0.05%)			
Emerging Markets Equity 0.05% (0.00%)			
20	Mini MSCI Emerging Markets Index Futures Jun 2017 ³	19,125	0.05
BONDS 34.52% (31.84%)			
Global Corporate Bonds 3.87% (2.05%)			
224,199	BlackRock Overseas Corporate Bond Tracker ²	329,349	0.81
507,047	Fair Oaks Income 2017	408,766	1.01
614	Kempen (Lux) Global Sovereign Fundamental Index ²	677,145	1.67
£150,000	Landeskreditbank 1.125% 2021	152,954	0.38
		1,568,214	3.87
Global High Yield Bonds 5.60% (9.66%)			
5,610	BMO Barclays Global High Yield GBP Hedged UCITS - ETF	591,014	1.46
520	Fair Oaks Dynamic Credit Fund 'M' Acc ²	537,670	1.32
295,508	M&G Global Floating Rate High Yield 'IH' Acc ²	323,966	0.80
491,648	NB Global Floating Rate Income	476,161	1.17
3,686	Robeco Quant High Yield ²	343,557	0.85
		2,272,368	5.60
Global Convertible Bonds 2.94% (4.85%)			
10,432	NN (L) Global Convertible Opportunities Acc ²	1,195,064	2.94

7IM CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Global Inflation Linked Bonds 7.30% (2.88%)			
US\$520,000	US Treasury Notes 1.625% 2026	386,315	0.95
US\$1,090,000	US Treasury Notes 2.25% 2025	854,016	2.10
US\$2,212,200	US Treasury Notes 2.25% 2027	1,726,869	4.25
		2,967,200	7.30
Gilts & Other Public Securities 2.61% (4.35%)			
£200,000	European Investment Bank 4.25% 2021	231,565	0.57
£250,000	Kingdom of Belgium 1.125% 2018	252,505	0.62
£200,000	Reseau Ferre de France 5.5% 2021	240,237	0.59
£300,000	Treasury 3.75% 2020	335,531	0.83
		1,059,838	2.61
Emerging Markets Bonds 6.05% (3.75%)			
89,822	ETFS Lombard Odier IM Emerging Market Local Government Bond Fundamental GO UCITS	757,873	1.87
16,190	iShares Emerging Markets Local Government Bond UCITS ETF	827,502	2.04
1,329,566	Legal & General Emerging Markets Government Bond Local Currency Index Fund Acc ²	868,340	2.14
		2,453,715	6.05
Sterling Corporate Bonds 6.15% (4.30%)			
22,323	PFS Twentyfour Monument Bond ²	2,494,900	6.15
PRIVATE EQUITY 0.00% (2.19%)			
REAL ESTATE 0.00% (2.02%)			
HEDGE FUNDS & OTHER STRATEGIES 11.33% (9.85%)			
6,087	AQR Managed Futures UCITS Fund 'G' ²	452,685	1.12
2,038,524	F&C Global Equity Market Neutral 3 Acc ²	1,149,523	2.83
123,379	iShares Physical Gold ETC ⁴	2,393,150	5.90
46,800	Neuberger Berman Multi Asset Risk Premia Fund 'I4' Acc ²	356,873	0.88
257,493	UK Mortgages	243,975	0.60
		4,596,206	11.33
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS 42.30% (43.43%)			
£876,062	Alcentra European Floating Rate	882,632	2.17
£250,000	ASB Finance FRN 2018	250,706	0.62
£250,000	Barclays Bank FRN 2018	250,214	0.62
£100,000	Bayerische Landesbank 1.25% 2021	101,370	0.25
US\$600,000	BNP Paribas Arbitrage 0% 2021	478,000	1.18
US\$1,500,000	Credit Suisse 0.11% 2018	1,197,336	2.95
US\$640,000	Credit Suisse International 0% 2050	496,108	1.22

7IM CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS (continued)			
£250,000	Danske Bank FRN 2018	250,786	0.62
£250,000	Deutsche Bahn Finance 2.75% 2022	273,296	0.67
3,000,000	Deutsche Global Liquidity Managed Sterling Fund Platinum ²	3,000,000	7.39
£300,000	Dexia Credit Local 1.875% 2017	300,530	0.74
£400,000	FMS Wertmanagement 0.875% 2022	404,382	1.00
£250,000	GE Capital UK Funding FRN 2018	250,291	0.62
2,505,788	Goldman Sachs Sterling Liquid Reserves ²	2,505,787	6.17
£250,000	International Bank for Reconstruction & Development 5.4% 2021	298,841	0.74
£275,000	Kommunalbanken 1.125% 2017	276,101	0.68
£250,000	Landwirtschaftlich 1.5% 2019	256,809	0.63
£100,000	Leeds Building Society 4.875% 2020	114,720	0.28
£300,000	National Australia Bank 5.125% 2021	354,887	0.87
£150,000	Nationwide Building Society 5.625% 2019	166,300	0.41
£300,000	Nederlandse Waterschapsbank 1.00% 2019	303,124	0.75
£225,000	Network Rail Infrastructure Finance 4.625% 2020	254,771	0.63
3,136,000	Northern Trust Global Sterling Fund ²	3,136,000	7.73
£250,000	Shell International Finance 2% 2019	258,430	0.64
£300,000	Svenska Handelsbanken 4% 2019	316,047	0.78
£300,000	Swedbank FRN 2019	300,930	0.74
£200,000	Tennessee Valley Authority 5.35% 2021	233,718	0.58
£250,000	Westpac Securities FRN 2017	250,322	0.62
		17,162,438	42.30
FORWARD FX CURRENCY CONTRACTS			
-0.24% (0.20%)			
¥(21,000,000)	Vs £150,704 Expiry 16.06.2017	3,022	0.01
US\$(8,965,000)	Vs £6,965,325 Expiry 21.07.2017	(6,530)	(0.02)
US\$(1,800,000)	Vs £1,400,615 Expiry 21.07.2017	800	-
€(690,000)	Vs £GBP 592,976 Expiry 18.08.2017	(10,759)	(0.03)
US\$(5,750,000)	Vs £4,404,983 Expiry 21.07.2017	(66,648)	(0.16)
¥53,000,000	Vs £383,006 Expiry 16.06.2017	(10,285)	(0.03)
US\$1,500,000	Vs £1,170,759 Expiry 21.07.2017	(4,247)	(0.01)
US\$320,000	Vs £249,850 Expiry 21.07.2017	(994)	-
		(95,641)	(0.24)

7IM CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

	Value £	31.05.17 %
Portfolio of investment	40,753,980	100.41
Net other liabilities	(165,314)	(0.41)
Net assets	40,588,666	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Related party holding.

² Collective investment scheme.

³ Derivative contract.

⁴ Structured product.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	23.04	19.93
Non-rated debt securities	5.35	6.07
Other investments	72.02	75.71
Net other liabilities	(0.41)	(1.71)
	100.00	100.00

7IM CAUTIOUS FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		693,242		(144,995)
Revenue	309,320		246,197	
Expenses	(127,159)		(112,721)	
Interest payable and similar charges	(869)		(1,585)	
Net revenue before taxation	181,292		131,891	
Taxation	(21,773)		(10,771)	
Net revenue after taxation for the period		159,519		121,120
Total return before distributions		852,761		(23,875)
Distributions		(234,944)		(182,498)
Change in net assets attributable to shareholders from investment activities		617,817		(206,373)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		36,015,651		31,427,321
Amounts received on creation of shares	12,609,247		7,725,553	
Amounts paid on cancellation of shares	(8,764,860)		(6,220,772)	
		3,844,387		1,504,781
Change in net assets attributable to shareholders from investment activities		617,817		(206,373)
Retained distribution on accumulation shares		110,811		62,380
Closing net assets attributable to shareholders		40,588,666		32,788,109

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM CAUTIOUS FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	40,853,924	36,724,143
Current assets:		
Debtors	413,824	323,320
Cash and bank balances	293,854	308,387
Total assets	41,561,602	37,355,850
LIABILITIES		
Investment liabilities	(99,944)	(91,777)
Creditors:		
Cash and bank overdrafts	(400,776)	(469,230)
Distribution payable	(136,059)	(198,502)
Other creditors	(336,157)	(580,690)
Total liabilities	(972,936)	(1,340,199)
Net assets attributable to shareholders	40,588,666	36,015,651

7IM CAUTIOUS FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM CAUTIOUS FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6108	-	0.6108	0.5342
Group 2	0.2022	0.4086	0.6108	0.5342
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6251	-	0.6251	0.5393
Group 2	0.2102	0.4149	0.6251	0.5393
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6135	-	0.6135	0.5354
Group 2	0.1474	0.4661	0.6135	0.5354
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6266	-	0.6266	0.5412
Group 2	0.3901	0.2365	0.6266	0.5412

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM MODERATELY CAUTIOUS FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM Moderately Cautious Fund (the 'Sub-fund') aims to provide a total return, substantially by way of income though with some capital appreciation. There may be a moderate risk to capital. The Sub-fund invests predominantly in a range of collective investment vehicles and securities managed by selected fund managers. While income-generating assets are likely to represent a significant part of the portfolio, the portfolio may also include assets with scope for capital growth in real terms. The Sub-fund may use different asset classes, with a substantial proportion in fixed interest.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company.

There is no guarantee that a positive return will be delivered.

7IM MODERATELY CAUTIOUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 3.43%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 7IM Moderately Cautious C Acc shares, NAV return Source: NTRS

7IM MODERATELY CAUTIOUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have benefited from the long period of low interest rates, but with rate rises expected fairly soon, we felt it was prudent to cut exposure here and we also cut exposure to convertibles where performance had been strong. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling – a relatively low probability currently but potentially expensive if it happened. We also trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and cut exposure to US financials equity which had performed well all of which reduced risk in the portfolio.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere. We also sold the holding of EuroStoxx 2018 dividend futures which we had bought earlier in the year and where the structural discount had disappeared.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

Towards the end of the year we completed building the position in risk premia products. We reduced exposure to the inflation protection certificate having seen some good performance but lately expectations of inflation in the US had been pared back so we felt it prudent to take some profits there. The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

7IM MODERATELY CAUTIOUS FUND

ACD'S REPORT (continued)
for the period ended 31 May 2017

Investment Manager's Report (continued)

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM MODERATELY CAUTIOUS FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	126.70	120.80	2.6131
2013	136.23	125.77	2.9913
2014	137.94	129.74	2.5460
2015	144.82	129.78	3.0976
2016	139.22	123.59	2.6663
2017 ¹	139.88	137.02	2.3856

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	149.36	139.57	3.0085
2013	161.28	148.90	3.5232
2014	168.34	157.01	3.0756
2015	178.78	162.75	3.7346
2016	178.62	157.10	3.3644
2017 ¹	181.27	177.56	3.0821

Class B Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	152.49	142.21	3.0641
2013	164.81	152.02	3.6038
2014	172.58	160.70	3.1418
2015	183.41	167.13	3.7994
2016	183.81	161.44	3.3586
2017 ¹	186.67	182.80	3.0732

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	132.36	125.73	2.7203
2013	142.61	131.44	3.1355
2014	145.27	136.20	2.6771
2015	152.80	137.91	3.1801
2016	149.07	131.92	2.7302
2017 ¹	150.04	146.89	2.4666

¹ To 31 May 2017.

7IM MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Performance Record

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	155.56	144.79	3.1176
2013	168.27	155.09	3.6786
2014	176.74	164.30	3.2088
2015	187.98	171.45	3.8903
2016	188.97	165.74	3.4189
2017 ¹	192.04	188.01	3.1401

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	127.78	121.82	2.6212
2013	137.41	126.84	3.0178
2014	139.12	130.87	2.5751
2015	146.11	131.60	3.0712
2016	141.51	125.59	2.6695
2017 ¹	142.19	139.28	2.4277

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	149.09	139.31	2.9994
2013	161.01	148.63	3.5237
2014	168.09	156.77	3.0655
2015	178.51	162.51	3.7305
2016	178.34	156.86	3.3614
2017 ¹	180.99	177.29	3.0714

Class O Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	125.87	120.33	2.7312
2013	135.09	124.80	2.9805
2014 ²	138.50	128.29	—

¹ To 31 May 2017.

² Closed on 30 November 2014.

7IM MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Performance Record

Class O Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	147.33	138.21	3.0921
2013	158.85	135.11	3.4808
2014 ¹	138.29	136.54	1.4480

Class S Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	105.65	99.51	0.3505
2015	111.26	100.51	2.2701
2016	108.88	96.22	1.8648
2017 ³	109.67	107.34	1.8018

Class S Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	106.01	99.50	0.3505
2015	112.84	103.01	2.2974
2016	113.78	99.65	1.9363
2017 ³	115.71	113.25	1.8908

¹ Closed on 24 January 2014.

² From 26 February 2014 to 31 December 2014.

³ To 31 May 2017.

7IM MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	70,110	51,454	136.26
	Class A Accumulation	4,706,024	2,797,652	168.21
	Class B Accumulation	81,864,111	47,470,815	172.45
	Class C Income	10,688,743	7,445,560	143.56
	Class C Accumulation	91,652,861	51,894,856	176.61
	Class D Income	3,860,753	2,808,408	137.47
	Class D Accumulation	38,510,428	22,928,317	167.96
	Class O Income ¹	-	-	-
	Class O Accumulation ²	-	-	-
	Class S Income ³	1,394,745	1,335,277	104.45
30.11.15	Class S Accumulation ³	37,181,823	35,099,350	105.93
	Class A Income	65,942	49,541	133.11
	Class A Accumulation	3,776,398	2,249,101	167.91
	Class B Accumulation	69,880,916	40,515,235	172.48
	Class C Income	85,980,097	61,026,025	140.89
	Class C Accumulation	141,251,019	79,802,720	177.00
	Class D Income	1,865,236	1,388,999	134.29
	Class D Accumulation	21,811,991	13,010,545	167.65
	Class S Income	1,840,796	1,791,993	102.72
	Class S Accumulation	35,174,265	33,064,232	106.38
30.11.16	Class A Income	65,590	48,565	135.05
	Class A Accumulation	2,509,721	1,434,139	175.00
	Class B Accumulation	58,828,813	32,660,217	180.12
	Class C Income	76,947,770	53,171,094	144.72
	Class C Accumulation	146,498,383	79,096,648	185.21
	Class D Income	647,810	471,894	137.28
	Class D Accumulation	12,137,351	6,946,470	174.73
	Class S Income	1,679,265	1,588,333	105.72
	Class S Accumulation	31,587,419	28,318,980	111.54
31.05.17	Class A Income	67,203	48,565	138.38
	Class A Accumulation	2,764,557	1,530,187	180.67
	Class B Accumulation	55,693,440	29,920,161	186.14
	Class C Income	74,423,804	50,078,975	148.61
	Class C Accumulation	148,875,125	77,704,254	191.59
	Class D Income	590,510	419,835	140.65
	Class D Accumulation	13,013,034	7,214,107	180.38
	Class S Income	1,600,618	1,472,770	108.68
	Class S Accumulation	30,672,911	26,557,252	115.50

¹ The 'O' Income closed on 30 November 2014.

² The 'O' Accumulation closed on 24 January 2014.

³ The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

7IM MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.08%	0.08%	0.08%	0.08%	0.08%
	1.48%	1.23%	0.98%	1.48%	0.73%
Collective investment scheme costs	0.31%	0.31%	0.31%	0.31%	0.31%
Ongoing Charges Figure	1.79%	1.54%	1.29%	1.79%	1.04%

As at 30 November 2016

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.09%	0.09%	0.09%	0.09%	0.09%
	1.49%	1.24%	0.99%	1.49%	0.74%
Collective investment scheme costs	0.30%	0.30%	0.30%	0.30%	0.30%
Ongoing Charges Figure	1.79%	1.54%	1.29%	1.79%	1.04%

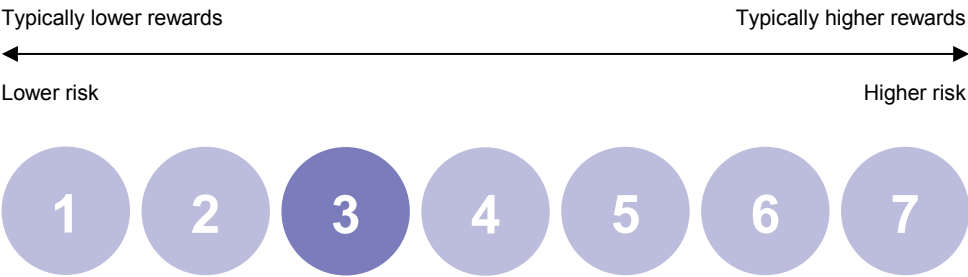
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 3.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM Moderately Cautious Fund	9.08	12.39	30.41

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 45.

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 20.80% (19.25%)		
	UK Equity 4.72% (5.01%)		
10,781	Aberdeen Asset Management	31,491	0.01
9,001	Anglo American	93,655	0.03
156	AON	15,883	-
2,728	AstraZeneca	142,893	0.04
12,459	Auto Trader Group	51,456	0.02
30,280	Aviva	159,273	0.05
9,101	Barratt Developments	55,289	0.02
29,638	BP	140,188	0.04
1,722	British American Tobacco	95,588	0.03
2,032	British Land	13,045	-
946	Burberry	17,019	0.01
740	Capita	4,351	-
406	Carnival	20,259	0.01
36,831	Centrica	74,067	0.02
3,607	Compass	60,453	0.02
1,197	Diageo	28,153	0.01
3,138	Direct Line Insurance Group	10,892	-
304	Easyjet	4,314	-
8,883	Experian	144,349	0.04
1,244	GKN	4,370	-
6,892	GlaxoSmithKline	116,509	0.04
32,102	Glencore	92,117	0.03
297	Hikma Pharmaceuticals	4,993	-
38,009	HSBC Holdings	259,069	0.09
2,171	Imperial Tobacco Group	78,742	0.02
406	InterContinental Hotels Group	17,754	0.01
333	Intertek Group	14,292	-
1,974	Intu Properties	5,395	-
13,386	Investec	82,190	0.03
3,535	J Sainsbury	9,947	-
2,588	Johnson Matthey	80,590	0.02
1,289,677	Jupiter UK Growth Income Fund 'I' Acc ¹	4,901,288	1.51
3,022	Kingfisher	9,843	-
1,638	Land Securities	17,756	0.01
16,118	Legal & General Group	40,779	0.01
85	LIFFE FTSE 100 Index Futures Jun 2017 ²	(2,455)	-
3,426,461	Majedie UK Focus ¹	6,742,932	2.07
3,365	Marks & Spencer	12,982	-
13,579	Meggitt	68,642	0.02
7,189	National Grid	78,427	0.02
26,205	Old Mutual	50,366	0.02
5,561	Persimmon	136,467	0.04
1,024	Petrofac	3,949	-
186	Randgold Resources	13,392	-
1,027	Reckitt Benckiser Group	82,828	0.03
1,931	RELX	32,286	0.01
2,765	Rio Tinto	86,434	0.03
7,420	Royal Bank of Scotland Group	19,596	0.01

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
UK Equity (continued)			
3,715	Royal Dutch Shell 'A'	78,628	0.02
7,797	Royal Dutch Shell 'B'	168,727	0.05
16,734	Royal Mail	73,847	0.02
2,126	Shire	96,212	0.03
9,023	Smith & Nephew	122,171	0.04
317	Smiths	5,078	-
10,833	Standard Life	41,891	0.01
2,613	Tate & Lyle	19,232	0.01
84,140	Tesco	154,776	0.05
749	Unilever UK	32,619	0.01
66,919	Vodafone Group	155,184	0.05
1,279	Weir Group (The)	23,431	0.01
7,818	William Hill	22,273	0.01
54,368	WM Morrison Supermarkets	134,289	0.04
3,908	Worldpay	12,263	-
754	WPP	13,180	-
		15,377,899	4.72
North American Equity 5.07% (5.09%)			
2,159	Aetna	244,799	0.07
181	Alphabet 'C'	137,559	0.04
459	American International Group	22,917	0.01
2,790	Amgen	334,252	0.10
633	Annaly Capital Management	5,813	-
745	Apple	89,173	0.03
648	Applied Materials	22,991	0.01
6,315	Baker Hughes	270,829	0.08
5,489	Best Buy	253,447	0.08
1,613	Biogen	309,634	0.09
1,587	Boeing	230,982	0.07
2,021	Cadence Design Systems	54,986	0.02
4,807	Capital One Financial	293,097	0.09
14,215	Cisco Systems	350,655	0.11
6,718	Citigroup	322,439	0.10
500	Citizens Financial Group	13,339	-
321	Colony NorthStar	3,498	-
10,856	Comcast 'A'	347,534	0.11
508	ConocoPhillips	17,723	0.01
1,488	Cummins	182,371	0.06
112	Delta Air Lines	4,280	-
124	Discover Financial Services	5,685	-
9,367	Ebay	252,515	0.08
226	Electronic Arts	19,862	0.01
790	Eli Lilly & Company	48,199	0.01
264	EOG Resources	18,429	0.01
1,627	Estee Lauder	119,112	0.04
555	Exelon	15,593	-
1,073	Exxon Mobil	67,781	0.02
110	F5 Networks	10,966	-

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
148	FNF	4,854	-
35,423	Ford Motor	305,711	0.09
6,530	Gilead Sciences	327,911	0.10
2,256	HCP	54,860	0.02
40	Humana	7,178	-
115	Illinois Tool Works	12,641	-
13,393	Intel	377,218	0.12
1,842	JM Smucker	183,275	0.06
811	Kimco Realty	11,042	-
834	Kinder Morgan	11,966	-
84,331	KLS Zebra Global Equity Beta Neutral Fund 'SI' Acc ¹	6,573,893	2.01
274	Las Vegas Sands	12,528	0.01
2,918	Liberty Property Trust	93,096	0.03
517	Lowe's Cos	31,966	0.01
215	LyondellBasell Industries	13,489	-
312	Marsh & McLennan	18,807	0.01
193	Maxim Integrated Products	7,169	-
1,615	Merck & Co	81,602	0.02
10,164	Michael Kors Holdings	287,064	0.09
3,575	Monsanto	325,380	0.10
77	Moody's	7,002	-
91	Motorola Solutions	5,870	-
56	MSCI	4,364	-
9,758	NetApp	307,519	0.09
321	Newmont Mining	8,494	-
1,932	NextEra Energy	211,657	0.06
323	NVIDIA	36,440	0.01
6,527	Occidental Petroleum	305,595	0.09
1,822	Oracle	64,430	0.02
52	Palo Alto Networks	4,738	-
805	PepsiCo	74,001	0.02
3,643	Pfizer	91,171	0.03
3,386	PNC Financial Services Group	313,453	0.10
864	Prudential Financial	70,562	0.02
7,472	Qualcomm	333,718	0.10
834	Regions Financial	9,075	-
212	RenaissanceRe	23,272	0.01
1,615	Rockwell Automation	200,452	0.06
58	Russell 2000 Mini Futures Jun 2017 ²	77,010	0.02
(125)	S&P 500 Index Put Options 1525 Jun 2017 ²	(487)	-
125	S&P 500 Index Put Options 2050 Jun 2017 ²	974	-
566	S&P Global	62,082	0.02
6,791	Southwest Airlines	314,729	0.10
567	Sprint	3,732	-
509	Synchrony Financial	10,732	-
5,009	Synopsys	291,406	0.09
1,966	Target	84,116	0.03
2,066	TD Ameritrade	60,121	0.02
424	Texas Instruments	27,067	0.01

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
2,523	T-Mobile	131,766	0.04
1,414	Union Pacific	122,043	0.04
50	United Rentals	4,310	-
7,679	Vereit	49,285	0.02
1,193	Walgreens Boots Alliance	74,487	0.02
5,972	Wal-Mart Stores	363,525	0.11
1,213	WestRock	52,012	0.02
		16,612,833	5.07
European Equity 6.28% (4.86%)			
622	ABB	12,162	-
103	Actelion	22,696	0.01
12,280	Aegon	47,279	0.01
558	AerCap	19,102	0.01
483	Ageas	15,172	-
364	Amadeus IT Holding	16,281	-
2	AP Moeller - Maersk 'A'	2,853	-
26	AP Moeller - Maersk 'B'	38,920	0.01
365	ASML Holding	37,730	0.01
48	BASF	3,559	-
121	Bayer	12,365	-
74	Bayerische Motoren Werke 'A'	5,427	-
135	BNP Paribas	7,523	-
813	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	189,669	0.06
4,127	Coca-Cola HBC	92,858	0.03
1,939	Commerzbank	16,067	-
194	Compagnie De St-Gobain	8,474	-
228	Covestro	13,273	-
1,294	Danske Bank	37,936	0.01
2,810	Deutsche Lufthansa	42,227	0.01
232	Eaton	14,039	-
8,802	Engie	103,710	0.03
7,328	Eni	90,695	0.03
4,358	Ericsson 'B'	24,971	0.01
85	EURO STOXX 50 Equity Index Futures Jun 2017 ²	22,529	0.01
6,031	Fiat Chrysler Automobiles	49,674	0.02
677	Fraport AG Frankfurt Airport Services Worldwide	42,793	0.01
5,900	Goldman Sachs International Euro Stoxx 50 Index Warrants 15/12/2017	5,179,164	1.59
3,096,176	Henderson European Focus Fund 'I' Acc ¹	6,799,202	2.08
1,301	Holcim	61,039	0.02
3,644	Iberdrola	22,572	0.01
79	Inditex	2,511	-
709	International Consolidated Airlines Group	4,337	-
144	Investor 'B'	5,173	-
1,550	Kinnevik	34,168	0.01

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
76	Kone	2,927	-
73	Linde	10,740	-
686	Muenchener Rueckversicherungs	104,645	0.03
2,078	Nestle	138,242	0.04
948	NN Group	26,558	0.01
8,546	Norsk Hydro	36,088	0.01
837	Novartis	52,930	0.02
594	Novo Nordisk	19,625	0.01
121	NXP Semiconductors	10,189	-
347,132	Old Mutual European (Ex UK) Smaller Acc ¹	6,346,692	1.95
2,464	Orange	33,810	0.01
1,052	Pernod Ricard	111,134	0.03
2,477	Peugeot	38,445	0.01
65	Porsche Automobil	2,904	-
676	Renault	49,420	0.02
3,646	Repsol	47,800	0.01
151	Roche Holding	32,395	0.01
423	Safran	29,442	0.01
1,085	Sanofi	83,727	0.03
345	SAP	28,801	0.01
987	Societe Generale	40,858	0.01
70,928	Societe Generale 10 Year Swap USD Warrants		
	01/09/2017	552	-
48	Swiss Life	12,450	-
1,472	Swiss Re	103,889	0.03
1,760	TeliaSonera 'A'	6,277	-
504	Unilever Netherlands	22,385	0.01
1,982	UPM-Kymmene	43,659	0.01
588	Vestas Wind Systems	40,972	0.01
210	Vinci	14,241	-
13	Volkswagen	1,593	-
663	Volkswagen non-voting preference shares	78,292	0.02
47	Zurich Insurance Group	10,739	-
		20,680,571	6.28
Japanese Equity 0.09% (4.29%)			
120	TOPIX Index Futures Jun 2017 ²	271,254	0.09
Emerging Markets Equity 4.64% (4.29%)			
747,501	BlackRock Global Funds - Asian Growth Leaders ¹	7,767,005	2.38
214,907	Goldman Sachs India Equity Portfolio I Acc ¹	3,652,512	1.11
3,172,497	Lazard Emerging Markets ¹	3,762,582	1.15
		15,182,099	4.64
BONDS 37.62% (35.13%)			
Global Corporate Bonds 7.16% (5.76%)			
4,368,706	Fair Oaks Income 2017	3,521,915	1.07

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Global Corporate Bonds (continued)			
78,850	Legg Mason Western Assets Macro Opportunities Bond USD Acc ¹	7,780,266	2.38
49,068	PFS TwentyFour Dynamic Bond ¹	5,562,975	1.70
604,709	PIMCO Global Investors Income Fund ¹	6,537,646	2.01
		23,402,802	7.16
Gilts & Other Public Securities 3.01% (4.34%)			
£500,000	European Investment Bank 4.125% 2017	509,780	0.16
£750,000	European Investment Bank 4.25% 2021	868,367	0.26
£1,000,000	Kingdom of Belgium 1.125% 2018	1,010,021	0.31
£3,002,000	Kingdom of Belgium 5% 2018	3,120,009	0.95
£2,000,000	Reseau Ferre de France 5.5% 2021	2,402,380	0.73
£1,900,000	Treasury 5% 2018	1,970,954	0.60
		9,881,511	3.01
Sterling Corporate Bonds 2.10% (2.08%)			
61,708	PFS Twentyfour Monument Bond ¹	6,896,768	2.10
1,802	Royal London Duration Hedged Credit 'Z' Acc ¹	2,119	-
		6,898,887	2.10
Global High Yield Bonds 6.30% (8.10%)			
104,660	Babson Capital US High Yield Bond ¹	10,111,807	3.10
2,240,730	Blackstone GSO Loan Financing (Jersey)	1,996,258	0.61
5,652,431	Carador Income	3,147,944	0.96
1,699,576	CVC Credit Partners European Opportunities GBP	1,907,774	0.58
2,760,660	M&G Global Floating Rate High Yield 'EH' Acc ¹	3,046,664	0.93
358,678	M&G Global Floating Rate High Yield 'IH' Acc ¹	393,218	0.12
		20,603,665	6.30
Global Convertible Bonds 3.08% (5.09%)			
6,094	M&G Global Convertibles ¹	11,085	-
88,143	NN (L) Global Convertible Opportunities Acc ¹	10,097,138	3.08
		10,108,223	3.08
Emerging Markets Bonds 8.09% (5.89%)			
145,497	Babson Capital Emerging Markets Local Debt ¹	11,651,326	3.56
290,190	iShares Emerging Markets Local Government Bond UCITS ETF	14,832,159	4.53
		26,483,485	8.09
Global Inflation Linked Bonds 7.88% (3.87%)			
US\$3,970,000	US Treasury Notes 1.625% 2026	2,949,365	0.90
US\$12,251,000	US Treasury Notes 2.25% 2025	9,598,673	2.93
US\$17,000,000	US Treasury Notes 2.25% 2027	13,270,394	4.05
		25,818,432	7.88

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	REAL ESTATE 0.00% (1.86%)		
	HEDGE FUNDS & OTHER STRATEGIES 11.67% (7.13%)		
42,587	AQR Managed Futures UCITS Fund 'G' ¹	3,167,217	0.97
2,391,773	Dexion Absolute EUR [†]	-	-
11,521,137	F&C Global Equity Market Neutral 3 Acc ¹	6,496,769	1.98
543,640	iShares Physical Gold ETC ³	10,544,842	3.22
257,750	Neuberger Berman Global Bond Absolute Return ¹	2,649,670	0.81
825,300	Neuberger Berman Multi Asset Risk Premia Fund 'I4' Acc ¹	6,293,326	1.92
60,995	Source Physical Gold P-ETC ³	5,870,742	1.79
3,402,581	UK Mortgages	3,223,946	0.98
		38,246,512	11.67
	CASH, MONEY MARKETS & SHORT TERM STERLING BONDS 30.66% (36.06%)		
£500,000	Asian Development Bank 1.5% 2017	503,147	0.15
£2,620,000	Bank Nederlandse Gemeenten 1.00% 2022	2,645,870	0.81
£1,500,000	Bank Nederlandse Gemeenten 3.25% 2017	1,520,762	0.46
£1,930,000	Bank Nederlandse Gemeenten 5.75% 2019	2,093,896	0.64
£2,200,000	Bayerische Landesbank 1.25% 2021	2,230,140	0.68
US\$5,000,000	BNP Paribas Arbitrage 0% 2021	3,983,331	1.22
£650,000	Coventry Building Society FRN 2020	651,600	0.20
US\$12,500,000	Credit Suisse 0.11% 2018	9,977,801	3.04
£130,000	Danske Bank FRN 2017	130,072	0.04
£1,400,000	Dexia Credit Local 1.875% 2017	1,402,477	0.43
£2,000,000	Export Development Canada 1.875% 2018	2,044,420	0.62
£100,000	FMS Wertmanagement 0.75% 2017	100,224	0.03
£3,000,000	FMS Wertmanagement 0.875% 2022	3,032,862	0.93
£240,000	GE Capital UK Funding 4.125% 2017	242,658	0.07
£1,800,000	GE Capital UK Funding FRN 2018	1,802,093	0.55
20,000,000	Goldman Sachs Sterling Liquid Reserves ¹	20,000,000	6.10
£702,000	ING Bank FRN 2017	702,959	0.21
£1,500,000	Inter-American Development 1.625% 2017	1,507,194	0.46
£3,000,000	Lloyds Bank 1.75% 2022	3,115,260	0.95
£2,500,000	National Australia Bank 5.125% 2021	2,957,398	0.90
£160,000	National Bank of Australia 3.625% 2017	162,068	0.05
£500,000	Nederlandse Water 0.875% 2018	501,688	0.15
£2,000,000	Network Rail Infrastructure Finance 1% 2017	2,006,940	0.61
£2,000,000	Nordic Investment Bank 5.25% 2019	2,238,076	0.68
21,437,000	Northern Trust Global Sterling Fund ¹	21,437,000	6.54
£100,000	NRW Bank 0.875% 2017	100,253	0.03
£2,700,000	Rabobank Nederland 2.25% 2022	2,844,026	0.87
£2,000,000	Shell International Finance 2% 2019	2,067,436	0.63
£1,600,000	Svenska Handelsbanken 1.875% 2017	1,605,237	0.49
£2,000,000	Tennessee Valley Authority 5.35% 2021	2,337,182	0.71
£2,000,000	Transport for London 1.25% 2017	2,006,987	0.61
£1,312,000	Westpac Securities NZ 2.50% 2021	1,385,252	0.42

7IM MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	CASH, MONEY MARKETS & SHORT TERM STERLING BONDS (continued)		
£1,202,000	Yorkshire Building Society 4.75% 2018	1,245,536	0.38
		100,581,845	30.66
	PRIVATE EQUITY 0.00% (2.01%)		
	FORWARD FX CURRENCY CONTRACTS -0.27% (0.15%)		
US\$(118,500,000)	Vs £92,068,154 Expiry 21.07.2017	(86,318)	(0.03)
US\$(12,000,000)	Vs £9,337,431 Expiry 21.07.2017	5,333	-
€(8,550,000)	Vs £7,347,742 Expiry 18.08.2017	(133,315)	(0.04)
US\$(42,000,000)	Vs £32,175,525 Expiry 21.07.2017	(486,819)	(0.15)
¥640,000,000	Vs £(4,624,979) Expiry 16.06.2017	(124,195)	(0.04)
US\$12,500,000	Vs £(9,756,326) Expiry 21.07.2017	(35,390)	(0.01)
		(860,704)	(0.27)
	Portfolio of investment	329,289,314	100.48
	Net other liabilities	(1,588,112)	(0.48)
	Net assets	327,701,202	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Collective investment scheme.

² Derivative contract.

³ Structured product.

⁴ Delisted security.

Credit Quality	%	%
Investment grade debt securities	24.65	16.63
Non-rated debt securities	4.26	7.70
Other investments	71.57	77.26
Net other liabilities	(0.48)	(1.59)
	100.00	100.00

7IM MODERATELY CAUTIOUS FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		10,104,637		(4,838,037)
Revenue	2,913,813		3,732,033	
Expenses	(1,682,482)		(1,817,968)	
Interest payable and similar charges	(18,483)		(19,298)	
Net revenue before taxation	1,212,848		1,894,767	
Taxation	(103,703)		(139,333)	
Net revenue after taxation for the period		1,109,145		1,755,434
Total return before distributions		11,213,782		(3,082,603)
Distributions		(2,425,412)		(3,136,498)
Change in net assets attributable to shareholders from investment activities		8,788,370		(6,219,101)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		330,902,122		361,646,660
Amounts received on creation of shares	30,546,061		31,774,473	
Amounts paid on cancellation of shares	(44,347,843)		(49,596,126)	
		(13,801,782)		(17,821,653)
Stamp duty reserve tax		-		13,402
Change in net assets attributable to shareholders from investment activities		8,788,370		(6,219,101)
Retained distribution on accumulation shares		1,812,492		2,311,967
Closing net assets attributable to shareholders		327,701,202		339,931,275

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM MODERATELY CAUTIOUS FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	330,158,293	337,793,966
Current assets:		
Debtors	1,783,244	3,517,581
Cash and bank balances	3,007,944	3,599,138
Total assets	<u>334,949,481</u>	<u>344,910,685</u>
LIABILITIES		
Investment liabilities	(868,979)	(1,623,963)
Creditors:		
Cash and bank overdrafts	(3,196,171)	(4,872,903)
Distribution payable	(556,213)	(761,755)
Other creditors	(2,626,916)	(6,749,942)
Total liabilities	<u>(7,248,279)</u>	<u>(14,008,563)</u>
Net assets attributable to shareholders	<u>327,701,202</u>	<u>330,902,122</u>

7IM MODERATELY CAUTIOUS FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM MODERATELY CAUTIOUS FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0415	-	1.0415	1.2086
Group 2	1.0415	-	1.0415	1.2086
Class A Accumulation	Net Revenue	Equalisation	Allocated	Allocated
			31.07.17	31.07.16
Group 1	1.3573	-	1.3573	1.5348
Group 2	0.5850	0.7723	1.3573	1.5348
Class B Accumulation	Net Revenue	Equalisation	Allocated	Allocated
			31.07.17	31.07.16
Group 1	1.3433	-	1.3433	1.5351
Group 2	0.6795	0.6638	1.3433	1.5351
Class C Income	Net Revenue	Equalisation	Payable	Paid
			31.07.17	31.07.16
Group 1	1.0776	-	1.0776	1.2488
Group 2	0.4394	0.6382	1.0776	1.2488
Class C Accumulation	Net Revenue	Equalisation	Allocated	Allocated
			31.07.17	31.07.16
Group 1	1.3793	-	1.3793	1.5797
Group 2	0.4787	0.9006	1.3793	1.5797
Class D Income	Net Revenue	Equalisation	Payable	Paid
			31.07.17	31.07.16
Group 1	1.0612	-	1.0612	1.1900
Group 2	0.4566	0.6046	1.0612	1.1900
Class D Accumulation	Net Revenue	Equalisation	Allocated	Allocated
			31.07.17	31.07.16
Group 1	1.3493	-	1.3493	1.5335
Group 2	0.6755	0.6738	1.3493	1.5335
Class S Income	Net Revenue	Equalisation	Payable	Paid
			31.07.17	31.07.16
Group 1	0.7877	-	0.7877	0.9118
Group 2	0.2376	0.5501	0.7877	0.9118
Class S Accumulation	Net Revenue	Equalisation	Allocated	Allocated
			31.07.17	31.07.16
Group 1	0.8310	-	0.8310	0.9425
Group 2	0.3090	0.5220	0.8310	0.9425

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM BALANCED FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM Balanced Fund (the 'Sub-fund') aims to provide a balance of income and capital appreciation. There may be some risk to capital. The Sub-fund invests predominantly in a range of collective investment vehicles and securities managed by selected fund Investment Manager. The Sub-fund will comprise a mixture of income-generating assets and assets with scope for capital growth in real terms. The Sub-fund may use different asset classes, with investment primarily in equities and fixed interest with no long-term preponderance to either class.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that is permitted in the stated investment and borrowing powers of the Company.

There is no guarantee that a positive return will be delivered.

71M BALANCED FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 4.92%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 71M Balanced C Acc shares, NAV return Source: NTRS

7IM BALANCED FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have benefited from the long period of low interest rates, but with rate rises expected fairly soon, we felt it was prudent to cut exposure here and we also cut exposure to convertibles where performance had been strong. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling – a relatively low probability currently but potentially expensive if it happened. We also trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and trimmed exposure to US financials equity which had performed well all of which reduced risk in the portfolio.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere. We also sold the holding of EuroStoxx 2018 dividend futures which we had bought earlier in the year and where the structural discount had disappeared.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

Towards the end of the year we completed building the position in risk premia products. We reduced exposure to the inflation protection certificate having seen some good performance but lately expectations of inflation in the US had been pared back so we felt it prudent to take some profits there. The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

7IM BALANCED FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM BALANCED FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	140.59	130.77	1.6765
2013	157.24	140.55	2.2593
2014	164.19	150.55	1.8108
2015	176.94	153.43	2.4533
2016	173.80	145.19	1.6012
2017 ¹	177.44	172.40	1.8116

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	154.89	141.65	1.8113
2013	173.24	154.84	2.4204
2014	184.24	168.24	2.0255
2015	200.15	174.70	2.8363
2016	199.95	166.26	1.8681
2017 ¹	205.49	199.65	2.0871

Class B Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	158.23	144.54	1.9657
2013	177.15	158.19	2.6239
2014	189.03	172.36	2.2747
2015	205.54	179.62	2.9983
2016	206.13	171.10	2.1101
2017 ¹	212.04	205.92	2.3656

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	143.82	133.65	1.9566
2013	161.15	143.78	2.5239
2014	168.87	154.52	2.2077
2015	182.17	158.18	2.8257
2016	179.78	149.82	2.0282
2017 ¹	183.71	178.33	2.2340

¹To 31 May 2017.

7IM BALANCED FUND

FUND INFORMATION (continued)

Performance Record

Class C Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	161.68	147.52	2.1610
2013	181.27	161.64	2.8191
2014	193.90	176.53	2.5049
2015	211.03	184.63	3.2596
2016	212.46	176.04	2.3768
2017 ¹	218.75	212.34	2.6480

Class D Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	141.09	131.24	1.6767
2013	157.84	141.05	2.2326
2014	164.88	151.18	1.8531
2015	177.62	154.01	2.5307
2016	174.44	145.74	1.6318
2017 ¹	178.10	173.04	1.8164

Class D Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	154.93	141.69	1.8174
2013	173.32	154.88	2.4479
2014	184.38	168.37	2.0535
2015	200.30	174.84	2.8349
2016	200.09	166.38	1.8528
2017 ¹	205.63	199.79	2.0894

Class O Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	139.77	130.18	1.4635
2013	156.12	139.73	1.9935
2014 ²	156.82	149.37	1.4740

¹ To 31 May 2017.

² Closed on 30 November 2014.

7IM BALANCED FUND

FUND INFORMATION (continued)

Performance Record

Class O Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	152.65	139.95	1.5652
2013	170.51	121.02	2.1755
2014 ¹	122.83	121.14	1.1320

Class S Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	106.87	98.83	0.1899
2015	115.33	100.21	1.8985
2016	114.07	94.95	1.3987
2017 ³	116.64	113.13	1.5402

Class S Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	107.07	98.83	0.1899
2015	116.62	102.15	1.9045
2016	117.86	97.48	1.4257
2017 ³	121.50	117.85	1.5967

¹ Closed on 24 January 2014.

² From 26 February 2014 to 31 December 2014.

³ To 31 May 2017.

7IM BALANCED FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	186,581	114,650	162.74
	Class A Accumulation	13,185,293	7,161,763	184.11
	Class B Accumulation	137,258,204	72,663,173	188.90
	Class C Income	27,770,634	16,604,475	167.25
	Class C Accumulation	324,653,383	167,544,439	193.77
	Class D Income	5,549,339	3,397,038	163.36
	Class D Accumulation	61,913,807	33,603,258	184.25
	Class O Income ¹	-	-	-
	Class O Accumulation ²	-	-	-
	Class S Income ³	4,635,511	4,381,659	105.79
	Class S Accumulation ³	92,897,328	86,822,026	107.00
30.11.15	Class A Income	136,369	84,945	160.54
	Class A Accumulation	11,864,958	6,454,463	183.83
	Class B Accumulation	127,072,814	67,206,449	189.08
	Class C Income	107,617,994	65,028,615	165.49
	Class C Accumulation	422,397,185	217,233,443	194.44
	Class D Income	3,859,703	2,395,126	161.15
	Class D Accumulation	36,213,050	19,685,808	183.96
	Class S Income	11,677,907	11,140,375	104.83
	Class S Accumulation	87,321,432	81,138,385	107.62
30.11.16	Class A Income	23,593	13,952	169.10
	Class A Accumulation	9,890,148	5,050,400	195.83
	Class B Accumulation	112,453,079	55,689,540	201.93
	Class C Income	97,621,623	55,834,894	174.84
	Class C Accumulation	465,085,980	223,404,762	208.18
	Class D Income	2,101,653	1,238,217	169.73
	Class D Accumulation	19,364,145	9,881,581	195.96
	Class S Income	11,674,327	10,527,344	110.90
	Class S Accumulation	76,685,053	66,386,884	115.51
31.05.17	Class A Income	24,584	13,952	176.21
	Class A Accumulation	9,769,078	4,768,558	204.86
	Class B Accumulation	110,695,431	52,335,787	211.51
	Class C Income	96,302,115	52,784,288	182.44
	Class C Accumulation	482,872,748	221,165,512	218.33
	Class D Income	2,116,314	1,196,624	176.86
	Class D Accumulation	18,920,444	9,229,286	205.00
	Class S Income	11,210,505	9,680,394	115.81
	Class S Accumulation	73,637,361	60,708,852	121.30

¹ The 'O' Income closed on 30 November 2014.

² The 'O' Accumulation closed on 24 January 2014.

³ The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

7IM BALANCED FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.07%	0.07%	0.07%	0.07%	0.07%
	1.47%	1.22%	0.97%	1.47%	0.72%
Collective investment scheme costs	0.35%	0.35%	0.35%	0.35%	0.35%
Ongoing Charges Figure	1.82%	1.57%	1.32%	1.82%	1.07%

As at 30 November 2016

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.07%	0.07%	0.07%	0.07%	0.07%
	1.47%	1.22%	0.97%	1.47%	0.72%
Collective investment scheme costs	0.37%	0.37%	0.37%	0.37%	0.37%
Ongoing Charges Figure	1.84%	1.59%	1.34%	1.84%	1.09%

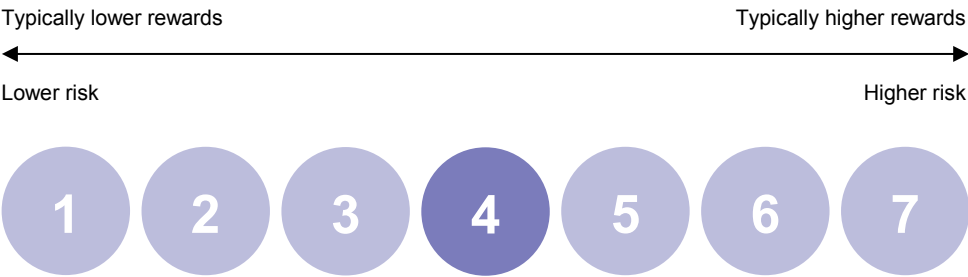
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM BALANCED FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 4.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM Balanced Fund	15.16	17.65	46.03

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 68.

7IM BALANCED FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 37.64% (37.11%)		
	UK Equity 7.97% (7.27%)		
71,922	Aberdeen Asset Management	210,084	0.03
60,043	Anglo American	624,747	0.08
944	AON	96,110	0.01
18,203	AstraZeneca	953,473	0.12
83,117	Auto Trader Group	343,273	0.04
202,009	Aviva	1,062,567	0.13
60,717	Barratt Developments	368,856	0.05
197,723	BP	935,230	0.12
11,486	British American Tobacco	637,588	0.08
13,552	British Land	87,004	0.01
6,309	Burberry	113,499	0.01
4,933	Capita	29,006	-
2,705	Carnival	134,980	0.02
245,708	Centrica	494,119	0.06
24,059	Compass	403,229	0.05
7,986	Diageo	187,831	0.02
20,934	Direct Line Insurance Group	72,662	0.01
2,023	Easyjet	28,706	-
59,261	Experian	962,991	0.12
282	FTSE 100 Index Futures Jun 2017 ¹	612,363	0.08
8,305	GKN	29,175	-
45,974	GlaxoSmithKline	777,191	0.10
214,165	Glencore	614,546	0.08
1,977	Hikma Pharmaceuticals	33,233	-
253,567	HSBC Holdings	1,728,313	0.21
14,486	Imperial Tobacco Group	525,407	0.07
2,713	InterContinental Hotels Group	118,640	0.02
2,217	Intertek Group	95,154	0.01
13,168	Intu Properties	35,988	-
89,305	Investec	548,333	0.07
23,585	J Sainsbury	66,368	0.01
17,267	Johnson Matthey	537,694	0.07
3,464,961	Jupiter UK Growth Income Fund 'I' Acc ²	13,168,237	1.63
20,166	Kingfisher	65,681	0.01
10,922	Land Securities	118,395	0.01
107,526	Legal & General Group	272,041	0.03
266	LIFFE FTSE 100 Index Futures Jun 2017 ¹	240,966	0.03
10,156,638	Majedie UK Focus ²	19,987,247	2.48
22,445	Marks & Spencer	86,593	0.01
90,590	Meggitt	457,932	0.06
47,955	National Grid	523,194	0.07
174,827	Old Mutual	336,018	0.04
435,024	Pershing Square Holdings	5,262,237	0.65
37,099	Persimmon	910,409	0.11
6,829	Petrofac	26,333	-
1,240	Randgold Resources	89,280	0.01
6,849	Reckitt Benckiser Group	552,372	0.07
12,877	RELX	215,303	0.03

7IM BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
UK Equity (continued)			
18,446	Rio Tinto	576,622	0.07
49,502	Royal Bank of Scotland Group	130,735	0.02
24,788	Royal Dutch Shell 'A'	524,638	0.07
52,017	Royal Dutch Shell 'B'	1,125,648	0.14
111,642	Royal Mail	492,676	0.06
14,188	Shire	642,078	0.08
60,192	Smith & Nephew	815,000	0.10
2,117	Smiths	33,914	-
72,267	Standard Life	279,457	0.03
17,428	Tate & Lyle	128,270	0.02
561,331	Tesco	1,032,568	0.13
5,830	Unilever	258,932	0.03
446,439	Vodafone Group	1,035,292	0.13
8,533	Weir Group (The)	156,325	0.02
52,159	William Hill	148,601	0.02
362,704	WM Morrison Supermarkets	895,879	0.11
26,068	Worldpay	81,801	0.01
5,026	WPP	87,855	0.01
		64,226,889	7.97
North American Equity 8.96% (8.90%)			
13,060	Aetna	1,480,815	0.18
1,098	Alphabet 'C'	834,475	0.10
2,778	American International Group	138,700	0.02
16,880	Amgen	2,022,287	0.25
3,832	Annaly Capital Management	35,191	-
4,506	Apple	539,344	0.07
3,925	Applied Materials	139,256	0.02
38,199	Baker Hughes	1,638,226	0.20
33,209	Best Buy	1,533,380	0.19
9,759	Biogen	1,873,354	0.23
9,604	Boeing	1,397,830	0.17
12,228	Cadence Design Systems	332,690	0.04
29,083	Capital One Financial	1,773,274	0.22
85,992	Cisco Systems	2,121,250	0.26
40,645	Citigroup	1,950,808	0.24
3,024	Citizens Financial Group	80,673	0.01
1,946	Colony NorthStar	21,205	-
65,670	Comcast 'A'	2,102,299	0.26
3,075	ConocoPhillips	107,278	0.01
9,001	Cummins	1,103,172	0.14
680	Delta Air Lines	25,985	-
755	Discover Financial Services	34,614	-
56,666	Ebay	1,527,601	0.19
1,373	Electronic Arts	120,665	0.02
4,785	Eli Lilly & Company	291,941	0.04
1,602	EOG Resources	111,829	0.01
9,841	Estee Lauder	720,455	0.09
3,360	Exelon	94,400	0.01

7IM BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
6,491	Exxon Mobil	410,032	0.05
668	F5 Networks	66,595	0.01
896	FNF	29,389	-
214,289	Ford Motor	1,849,377	0.23
39,499	Gilead Sciences	1,983,488	0.25
13,648	HCP	331,885	0.04
243	Humana	43,607	0.01
700	Illinois Tool Works	76,944	0.01
81,024	Intel	2,282,064	0.28
11,145	JM Smucker	1,108,901	0.14
4,907	Kimco Realty	66,810	0.01
5,050	Kinder Morgan	72,455	0.01
153,081	KLS Zebra Global Equity Beta Neutral Fund 'SI' Acc ²	11,933,152	1.48
1,661	Las Vegas Sands	75,944	0.01
17,656	Liberty Property Trust	563,298	0.07
3,124	Lowe's Cos	193,156	0.02
1,297	LyondellBasell Industries	81,375	0.01
1,890	Marsh & McLennan	113,929	0.01
1,166	Maxim Integrated Products	43,312	0.01
9,765	Merck & Co	493,403	0.06
61,488	Michael Kors Holdings	1,736,616	0.22
21,631	Monsanto	1,968,752	0.24
461	Moody's	41,922	0.01
553	Motorola Solutions	35,674	-
342	MSCI	26,652	-
59,036	NetApp	1,860,495	0.23
1,942	Newmont Mining	51,384	0.01
11,684	NextEra Energy	1,280,021	0.16
1,957	NVIDIA	220,783	0.03
39,481	Occidental Petroleum	1,848,505	0.23
11,028	Oracle	389,976	0.05
312	Palo Alto Networks	28,431	-
4,873	PepsiCo	447,958	0.06
22,043	Pfizer	551,654	0.07
20,481	PNC Financial Services Group	1,895,990	0.24
5,227	Prudential Financial	426,881	0.05
45,208	Qualcomm	2,019,104	0.25
5,048	Regions Financial	54,929	0.01
1,286	RenaissanceRe	141,166	0.02
9,772	Rockwell Automation	1,212,890	0.15
119	Russell 2000 Mini Futures Jun 2017 ¹	(5,037)	-
(243)	S&P 500 Index Put Options 1525 Jun 2017 ¹	(946)	-
243	S&P 500 Index Put Options 2050 Jun 2017 ¹	1,893	-
3,427	S&P Global	375,893	0.05
41,079	Southwest Airlines	1,903,805	0.24
3,435	Sprint	22,608	-
3,083	Synchrony Financial	65,005	0.01
30,305	Synopsys	1,763,041	0.22
11,889	Target	508,675	0.06

7IM BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
12,503	TD Ameritrade	363,837	0.05
2,567	Texas Instruments	163,875	0.02
15,259	T-Mobile	796,912	0.10
8,554	Union Pacific	738,302	0.09
298	United Rentals	25,686	-
46,458	Vereit	298,177	0.04
7,219	Walgreens Boots Alliance	450,734	0.06
36,128	Wal-Mart Stores	2,199,169	0.27
7,336	WestRock	314,559	0.04
		72,198,084	8.96
European Equity 8.80% (6.92%)			
7,199	ABB	140,761	0.02
1,189	Actelion	261,997	0.03
142,105	Aegon	547,114	0.07
6,464	AerCap	221,282	0.03
5,599	Ageas	175,880	0.02
4,206	Amadeus IT Holding	188,127	0.02
19	AP Moeller - Maersk 'A'	27,103	-
298	AP Moeller - Maersk 'B'	446,088	0.06
4,230	ASML Holding	437,256	0.05
552	BASF	40,923	0.01
1,406	Bayer	143,681	0.02
860	Bayerische Motoren Werke 'A'	63,074	0.01
1,572	BNP Paribas	87,599	0.01
2,316	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	540,311	0.07
27,537	Coca-Cola HBC	619,583	0.08
22,429	Commerzbank	185,851	0.02
2,246	Compagnie De St-Gobain	98,106	0.01
2,639	Covestro	153,627	0.02
14,978	Danske Bank	439,103	0.05
32,519	Deutsche Lufthansa	488,674	0.06
1,405	Eaton	85,021	0.01
101,855	Engie	1,200,110	0.15
84,794	Eni	1,049,450	0.13
50,425	Ericsson 'B'	288,926	0.04
457	EURO STOXX 50 Equity Index Futures Jun 2017 ¹	121,125	0.01
69,800	Fiat Chrysler Automobiles	574,902	0.07
7,829	Fraport AG Frankfurt Airport Services Worldwide	494,871	0.06
8,973,831	Henderson European Focus Fund 'I' Acc ²	19,706,533	2.45
15,059	Holcim	706,527	0.09
42,172	Iberdrola	261,228	0.03
922	Inditex	29,309	-
8,195	International Consolidated Airlines Group	50,126	0.01
1,677	Investor 'B'	60,245	0.01
17,935	Kinnevik	395,358	0.05

7IM BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
884	Kone	34,042	-
844	Linde	124,177	0.02
7,949	Muenchener Rueckversicherungs	1,212,573	0.15
24,047	Nestle	1,599,758	0.20
10,965	NN Group	307,187	0.04
98,903	Norsk Hydro	417,649	0.05
9,679	Novartis	612,081	0.08
6,866	Novo Nordisk	226,841	0.03
1,405	NXP Semiconductors	118,312	0.01
1,031,888	Old Mutual European (Ex UK) Smaller Acc ²	18,866,210	2.34
28,520	Orange	391,339	0.05
12,172	Pernod Ricard	1,285,863	0.16
28,667	Peugeot	444,935	0.05
744	Porsche Automobil	33,239	-
7,815	Renault	571,323	0.07
42,183	Repsol	553,025	0.07
1,743	Roche Holding	373,937	0.05
4,899	Safran	340,987	0.04
12,555	Sanofi	968,836	0.12
3,993	SAP	333,344	0.04
9,383	SG Issuer Bucket of Underlyings		
	Warrants 15/12/2017	7,441,643	0.92
11,425	Societe Generale	472,950	0.06
170,105	Societe Generale 10 Year Swap USD		
	Warrants 01/09/2017	1,325	-
545	Swiss Life	141,356	0.02
17,034	Swiss Re	1,202,199	0.15
20,358	TeliaSonera 'A'	72,607	0.01
4,997	Unilever Netherlands	217,619	0.03
22,926	UPM-Kymmene	505,010	0.06
6,802	Vestas Wind Systems	473,970	0.06
2,431	Vinci	164,853	0.02
150	Volkswagen	18,381	-
7,681	Volkswagen non-voting preference shares	907,029	0.11
549	Zurich Insurance Group	125,442	0.02
		70,889,913	8.80
Japanese Equity 3.49% (3.32%)			
1,164,614	CF Morant Wright Nippon Yield ²	4,764,785	0.59
13,187,329	GLG Japan CoreAlpha ²	22,589,894	2.81
254	OSE TOPIX Futures Jun 2017 ¹	731,448	0.09
		28,086,127	3.49
Emerging Markets Equity 5.67% (6.70%)			
1,797,549	BlackRock Global Funds - Asian Growth Leaders ²	18,677,651	2.32
789,642	Goldman Sachs India Equity Portfolio I Acc ²	13,420,566	1.66

7IM BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	Emerging Markets Equity (continued)		
11,466,492	Lazard Emerging Markets ²	13,599,260	1.69
		45,697,477	5.67
	Far East Equity 2.75% (4.00%)		
5,926,438	Hermes Asia Ex-Japan Equity 'F' ²	14,176,632	1.76
848,941	Mirae Asset Asia Great Consumer Equity 'I' ²	9,435,987	1.17
(550)	MSCI All Countries Asia ex Japan Index Futures Jun 2017 ¹	(1,461,783)	(0.18)
		22,150,836	2.75
	BONDS 26.17% (26.40%)		
	Global Corporate Bonds 2.13% (1.57%)		
5,160,000	Fair Oaks Income 2017	4,159,832	0.52
72,257	PFS TwentyFour Dynamic Bond ²	8,192,057	1.02
440,945	PIMCO Global Investors Income Fund ²	4,767,154	0.59
		17,119,043	2.13
	Gilts & Other Public Securities 0.51% (0.85%)		
£1,202,000	European Investment Bank 4.125% 2017	1,225,511	0.15
£1,397,000	European Investment Bank 4.75% 2018	1,480,423	0.18
£1,200,000	Reseau Ferre de France 5.5% 2021	1,441,428	0.18
		4,147,362	0.51
	Sterling Corporate Bonds 1.55% (1.63%)		
111,738	PFS Twentyfour Monument Bond ²	12,488,399	1.55
	Global High Yield Bonds 5.34% (9.34%)		
231,740	Babson Capital US High Yield Bond ²	22,389,744	2.78
6,009,444	Blackstone GSO Loan Financing (Jersey)	5,353,790	0.66
20,235,328	Carador Income	11,269,431	1.40
3,596,589	CVC Credit Partners European Opportunities GBP	4,037,171	0.50
		43,050,136	5.34
	Global Convertible Bonds 2.03% (3.33%)		
20,418	M&G Global Convertibles ²	37,141	-
142,626	NN (L) Global Convertible Opportunities Acc ²	16,338,316	2.03
		16,375,457	2.03
	Emerging Markets Bonds 9.57% (7.28%)		
382,761	Babson Capital Emerging Markets Local Debt ²	30,651,251	3.81
908,595	iShares Emerging Markets Local Government Bond UCITS ETF	46,440,008	5.76
		77,091,259	9.57

7IM BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Global Inflation Linked Bonds 5.04% (2.40%)			
US\$19,000,000	US Treasury Notes 1.625% 2026	14,115,349	1.75
US\$5,872,000	US Treasury Notes 2.25% 2025	4,600,719	0.57
US\$28,000,000	US Treasury Notes 2.25% 2027	21,857,120	2.72
		40,573,188	5.04
PRIVATE EQUITY 3.39% (3.43%)			
47,225	HarbourVest Global Private Equity	614,870	0.08
89,843	NB Private Equity Partners	965,812	0.12
639,124	Pantheon International Participation	11,427,537	1.42
74,188	Partners Group Listed Private Equity ²	14,298,292	1.77
		27,306,511	3.39
REAL ESTATE 0.00% (1.96%)			
HEDGE FUNDS & OTHER STRATEGIES 11.41% (5.42%)			
102,825	AQR Managed Futures UCITS Fund 'G' ²	7,647,112	0.95
7,270,085	Dexion Absolute EUR ³	-	-
27,720,028	F&C Global Equity Market Neutral 3 Acc ²	15,631,324	1.94
1,362,449	iShares Physical Gold ETC ⁴	26,427,064	3.28
585,400	Neuberger Berman Global Bond Absolute Return ²	6,017,912	0.75
966,200	Neuberger Berman Multi Asset Risk Premia Fund 'I4' Acc ²	7,367,759	0.91
1,695	NN (L) Multi Asset Factor Opportunities 'I' ²	7,717,584	0.96
144,800	Source Physical Gold P-ETC ⁴	13,936,937	1.73
7,540,855	UK Mortgages	7,144,960	0.89
		91,890,652	11.41
CASH, MONEY MARKETS & SHORT TERM STERLING BONDS 21.21% (25.77%)			
£3,000,000	Abbey National Treasury Services FRN 2018	3,004,083	0.37
£2,125,000	Bank Nederlandse Gemeenten 3.25% 2017	2,154,412	0.27
£4,810,000	Bank Nederlandse Gemeenten 5.75% 2019	5,218,465	0.65
£6,000,000	Bank of Montreal FRN 2018	6,004,524	0.75
US\$11,400,000	BNP Paribas Arbitrage 0% 2021	9,081,996	1.13
£1,500,000	Coventry Building Society FRN 2020	1,503,692	0.19
US\$28,200,000	Credit Suisse 0.11% 2018	22,509,919	2.79
£310,000	Danske Bank FRN 2017	310,171	0.04
£3,700,000	Dexia Credit Local 1.875% 2017	3,706,545	0.46
£3,000,000	DNB Boligkreditt FRN 2020	3,005,835	0.37
£1,600,000	Export Development Canada 1.875% 2018	1,635,536	0.20
£400,000	FMS Wertmanagement 0.75% 2017	400,896	0.05
£4,800,000	FMS Wertmanagement 1.25% 2019	4,868,510	0.60
£550,000	GE Capital UK Funding 4.125% 2017	556,092	0.07
£3,898,000	GE Capital UK Funding 6.75% 2018	4,170,030	0.52
£702,000	ING Bank FRN 2017	702,959	0.09
£3,000,000	Inter-American Development 1.625% 2017	3,014,388	0.37

7IM BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS (continued)			
£8,000,000	International Bank for Reconstruction & Development 1.25% 2017	8,025,760	1.00
£8,000,000	Lloyds Bank FRN 2017	8,031,624	1.00
£370,000	National Bank of Australia 3.625% 2017	374,783	0.05
£2,000,000	Nederlandse Water 0.875% 2018	2,006,752	0.25
£2,550,000	Nederlandse Waterschapsbank 2% Senior Notes 2018	2,609,818	0.32
£3,000,000	Nestle Holdings 1.625% 2017	3,018,507	0.37
£2,800,000	Network Rail Infrastructure Finance 1% 2017	2,809,716	0.35
£2,000,000	Nordic Investment Bank 5.25% 2019	2,238,076	0.28
56,905,000	Northern Trust Global Sterling Fund ²	56,905,000	7.06
£200,000	NRW Bank 0.875% 2017	200,506	0.03
£3,000,000	Royal Bank of Canada FRN 2018	3,007,059	0.37
£5,000,000	Royal Bank of Canada FRN 2019	5,015,000	0.62
£1,600,000	Svenska Handelsbanken 1.875% 2017	1,605,237	0.20
£2,300,000	Transport for London 1.25% 2017	2,308,036	0.29
£800,000	Yorkshire Building Society 4.75% 2018	828,976	0.10
		170,832,903	21.21
FORWARD FX CURRENCY CONTRACTS			
-0.25% (0.10%)			
¥(3,980,000,000)	Vs £28,561,997 Expiry 16.06.17	572,747	0.07
US\$(279,300,000)	Vs £217,001,142 Expiry 21.07.17	(203,448)	(0.02)
US\$(44,850,000)	Vs £34,898,650 Expiry 21.07.17	19,932	-
€(31,350,000)	Vs £26,941,720 Expiry 18.08.17	(488,823)	(0.06)
US\$(108,000,000)	Vs £82,737,065 Expiry 21.07.17	(1,251,821)	(0.16)
¥3,000,000,000	Vs £(21,679,590) Expiry 16.06.17	(582,166)	(0.07)
US\$30,400,000	Vs £(23,727,385) Expiry 21.07.17	(86,069)	(0.01)
		(2,019,648)	(0.25)
Portfolio of investment		802,104,588	99.57
Net other assets		3,443,992	0.43
Net assets		805,548,580	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Derivative contract.

² Collective investment scheme.

³ Delisted security.

⁴ Structured Product.

71M BALANCED FUND

PORTFOLIO STATEMENT (continued) as at 31 May 2017

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	15.78	13.88
Non-rated debt securities	3.92	3.70
Other investments	79.87	82.61
Net other assets/(liabilities)	0.43	(0.19)
	100.00	100.00

7IM BALANCED FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		36,057,640		(22,961,228)
Revenue	6,394,033		6,897,992	
Expenses	(3,976,271)		(3,904,774)	
Interest payable and similar charges	(42,745)		(60,745)	
Net revenue before taxation	2,375,017		2,932,473	
Taxation	(153,451)		(168,973)	
Net revenue after taxation for the period		2,221,566		2,763,500
Total return before distributions		38,279,206		(20,197,728)
Distributions		(4,031,301)		(4,399,583)
Change in net assets attributable to shareholders from investment activities		34,247,905		(24,597,311)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		794,899,601		808,161,412
Amounts received on creation of shares	68,021,301		91,011,449	
Amounts paid on cancellation of shares	(95,037,444)		(111,614,573)	
		(27,016,143)		(20,603,124)
Stamp duty reserve tax		-		(9,498)
Change in net assets attributable to shareholders from investment activities		34,247,905		(24,597,311)
Retained distribution on accumulation shares		3,417,217		3,713,184
Closing net assets attributable to shareholders		805,548,580		766,664,663

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM BALANCED FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	806,184,681	801,477,503
Current assets:		
Debtors	3,844,765	3,884,633
Cash and bank balances	7,153,903	4,722,455
Total assets	817,183,349	810,084,591
LIABILITIES		
Investment liabilities	(4,080,093)	(5,035,570)
Creditors:		
Cash and bank overdrafts	(3,561,944)	(6,861,163)
Distribution payable	(551,993)	(846,708)
Other creditors	(3,440,739)	(2,441,549)
Total liabilities	(11,634,769)	(15,184,990)
Net assets attributable to shareholders	805,548,580	794,899,601

7IM BALANCED FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM BALANCED FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6990	-	0.6990	0.7054
Group 2	0.6990	-	0.6990	0.7054
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.8088	-	0.8088	0.8453
Group 2	0.4977	0.3111	0.8088	0.8453
			Allocated	Allocated
Class B Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9494	-	0.9494	0.9596
Group 2	0.4949	0.4545	0.9494	0.9596
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9127	-	0.9127	0.9234
Group 2	0.3840	0.5287	0.9127	0.9234
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0869	-	1.0869	1.0912
Group 2	0.4017	0.6852	1.0869	1.0912
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7013	-	0.7013	0.7332
Group 2	0.2704	0.4309	0.7013	0.7332
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.8100	-	0.8100	0.8349
Group 2	0.4212	0.3888	0.8100	0.8349
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6378	-	0.6378	0.6471
Group 2	0.2719	0.3659	0.6378	0.6471
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6641	-	0.6641	0.6597
Group 2	0.3021	0.3620	0.6641	0.6597

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM MODERATELY ADVENTUROUS FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM Moderately Adventurous Fund (the 'Sub-fund') aims to provide a total return primarily by way of growth in capital. There is a risk of fluctuations in capital values. The Sub-fund invests predominantly in a range of collective investment vehicles and securities managed by selected fund Investment Managers. While assets with scope for capital growth in real terms are likely to represent a significant part of the portfolio, the portfolio may also include other assets held primarily for income generation. The Sub-fund may use different asset classes, with a substantial proportion in equities.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company.

There is no guarantee that a positive return will be delivered.

7IM MODERATELY ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 7.46%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected at the announcement of the election, the actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there was now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using CF 7IM Moderately Adventurous C Acc shares, NAV return Source: NTRS

7IM MODERATELY ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have benefited from the long period of low interest rates, but with rate rises expected fairly soon, we felt it was prudent to cut exposure here. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling – a relatively low probability currently but potentially expensive if it happened. We also trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and trimmed exposure to US financials equity which had performed well all of which reduced risk in the portfolio.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere. We also sold the holding of EuroStoxx 2018 dividend futures which we had bought earlier in the year and where the structural discount had disappeared.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

Towards the end of the year we completed building the position in risk premia products. We reduced exposure to the inflation protection certificate having seen some good performance but lately expectations of inflation in the US had been pared back so we felt it prudent to take some profits there. The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

7IM MODERATELY ADVENTUROUS FUND

ACD'S REPORT (continued)
for the period ended 31 May 2017

Investment Manager's Report (continued)

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM MODERATELY ADVENTUROUS FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	157.61	143.76	0.3293
2013	184.34	157.63	0.8624
2014	196.25	176.46	0.6234
2015	217.15	184.89	0.9097
2016	218.19	173.79	0.4601
2017 ¹	228.17	218.11	0.9864

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	161.07	145.87	0.3342
2013	188.35	161.09	0.8785
2014	201.36	181.07	0.6680
2015	223.49	190.55	0.8969
2016	226.15	179.45	0.4764
2017 ¹	236.59	226.07	0.9796

Class B Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	164.66	148.91	0.6952
2013	193.09	164.69	1.2864
2014	206.94	185.72	1.1305
2015	229.91	196.25	1.6984
2016	233.63	184.98	1.0109
2017 ¹	244.68	233.56	1.5744

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	159.17	145.24	1.0641
2013	186.46	159.20	1.6471
2014	198.73	178.17	1.5453
2015	219.53	186.90	2.1352
2016	220.39	175.62	1.4787
2017 ¹	230.96	220.33	2.0316

¹To 31 May 2017.

7IM MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	168.34	152.00	1.1431
2013	197.77	168.37	1.7327
2014	212.54	190.34	1.6411
2015	236.35	201.99	2.2912
2016	241.21	190.57	1.6094
2017 ¹	252.89	241.14	2.2211

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	157.43	143.60	0.3250
2013	184.16	157.45	0.8336
2014	195.92	176.19	0.8550
2015	216.86	184.65	0.8361
2016	218.53	173.54	0.2607
2017 ¹	228.53	218.45	0.5496

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	161.04	145.86	0.3513
2013	188.51	161.07	0.8767
2014	201.50	181.20	0.8773
2015	223.65	190.70	0.8772
2016	226.30	179.57	0.2664
2017 ¹	236.75	226.21	0.9038

Class O Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	156.18	142.19	-
2013	182.15	156.19	0.3336
2014 ²	183.69	168.56	0.1253

¹ To 31 May 2017.

² Closed on 30 November 2014.

7IM MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class O Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	158.66	144.13	-
2013	185.02	158.66	0.3362
2014 ¹	195.89	177.55	0.1294

Class S Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	107.58	98.44	0.1564
2015	118.81	101.15	1.4238
2016	119.19	95.01	1.0707
2017 ³	125.02	119.16	1.4125

Class S Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	107.76	98.45	0.1564
2015	119.95	102.62	1.4282
2016	122.94	96.91	1.0831
2017 ³	128.99	122.91	1.4322

¹ Closed on 30 November 2014.

² From 26 February 2014 to 31 December 2014.

³ To 31 May 2017.

7IM MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	26,281	13,441	195.52
	Class A Accumulation	2,686,129	1,334,747	201.25
	Class B Accumulation	35,752,430	17,286,382	206.82
	Class C Income	6,556,130	3,323,055	197.29
	Class C Accumulation	189,416,585	89,169,720	212.42
	Class D Income	1,363,566	698,334	195.26
	Class D Accumulation	30,458,870	15,124,748	201.38
	Class O Income ¹	-	-	-
	Class O Accumulation ¹	-	-	-
	Class S Income ²	4,438,259	4,160,454	106.68
	Class S Accumulation ²	42,596,464	39,549,550	107.70
30.11.15	Class A Income	26,438	13,441	196.69
	Class A Accumulation	1,901,481	936,611	203.02
	Class B Accumulation	30,987,777	14,814,214	209.18
	Class C Income	45,621,188	22,981,815	198.51
	Class C Accumulation	250,462,884	116,288,358	215.38
	Class D Income	979,181	498,413	196.46
	Class D Accumulation	19,566,775	9,631,132	203.16
	Class S Income	5,826,616	5,428,152	107.34
	Class S Accumulation	70,274,623	64,191,735	109.48
30.11.16	Class A Income	28,592	13,441	212.72
	Class A Accumulation	1,484,128	672,845	220.58
	Class B Accumulation	25,958,927	11,393,973	227.83
	Class C Income	47,345,973	22,043,318	214.79
	Class C Accumulation	269,028,489	114,397,035	235.17
	Class D Income	480,497	225,529	213.05
	Class D Accumulation	12,688,966	5,748,911	220.72
	Class S Income	4,552,657	3,920,024	116.14
	Class S Accumulation	64,003,990	53,408,943	119.84
31.05.17	Class A Income	30,592	13,441	227.60
	Class A Accumulation	1,636,274	692,414	236.31
	Class B Accumulation	25,737,286	10,531,131	244.39
	Class C Income	45,909,245	19,976,378	229.82
	Class C Accumulation	284,164,243	112,497,989	252.59
	Class D Income	490,909	215,356	227.95
	Class D Accumulation	13,911,734	5,883,050	236.47
	Class S Income	3,760,757	3,026,915	124.24
	Class S Accumulation	63,547,718	49,320,910	128.85

¹ The 'O' Income and 'O' Accumulation share classes closed on 30 November 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

7IM MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.08%	0.08%	0.08%	0.08%	0.08%
	1.48%	1.23%	0.98%	1.48%	0.73%
Collective investment scheme costs	0.37%	0.37%	0.37%	0.37%	0.37%
Ongoing Charges Figure	1.85%	1.60%	1.35%	1.85%	1.10%

As at 30 November 2016

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.08%	0.08%	0.08%	0.08%	0.08%
	1.48%	1.23%	0.98%	1.48%	0.73%
Collective investment scheme costs	0.44%	0.44%	0.44%	0.44%	0.44%
Ongoing Charges Figure	1.92%	1.67%	1.42%	1.92%	1.17%

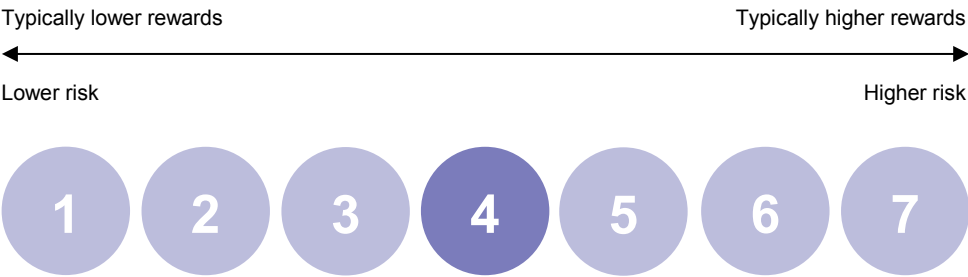
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 4.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM Moderately Adventurous Fund	21.10	24.71	64.75

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 90.

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 42.30% (52.50%)		
	UK Equity 9.35% (8.99%)		
42,525	Aberdeen Asset Management	124,216	0.03
35,501	Anglo American	369,388	0.08
351	AON	35,736	0.01
10,762	AstraZeneca	563,714	0.13
49,144	Auto Trader Group	202,965	0.05
119,439	Aviva	628,249	0.14
35,900	Barratt Developments	218,093	0.05
116,906	BP	552,965	0.13
6,791	British American Tobacco	376,968	0.09
8,013	British Land	51,443	0.01
3,730	Burberry	67,103	0.02
2,917	Capita	17,152	-
1,600	Carnival	79,840	0.02
145,277	Centrica	292,152	0.07
14,225	Compass	238,411	0.05
4,722	Diageo	111,061	0.03
12,377	Direct Line Insurance Group	42,961	0.01
1,196	Easyjet	16,971	-
35,039	Experian	569,384	0.13
98	FTSE 100 Index Futures Jun 2017 ¹	212,807	0.05
4,910	GKN	17,249	-
27,183	GlaxoSmithKline	459,529	0.10
126,627	Glencore	363,356	0.08
1,169	Hikma Pharmaceuticals	19,651	-
149,924	HSBC Holdings	1,021,882	0.23
8,565	Imperial Tobacco Group	310,653	0.07
1,604	InterContinental Hotels Group	70,143	0.02
1,311	Intertek Group	56,268	0.01
7,786	Intu Properties	21,279	-
52,802	Investec	324,204	0.07
13,945	J Sainsbury	39,241	0.01
10,209	Johnson Matthey	317,908	0.07
2,450,025	Jupiter UK Growth Income Fund 'I' Acc ²	9,311,076	2.12
11,923	Kingfisher	38,833	0.01
6,458	Land Securities	70,005	0.02
63,576	Legal & General Group	160,847	0.04
316	LIFFE FTSE 100 Index Futures Jun 2017 ¹	286,296	0.07
6,659,075	Majedie UK Focus ²	13,104,393	2.98
13,271	Marks & Spencer	51,200	0.01
53,562	Meggitt	270,756	0.06
28,354	National Grid	309,346	0.07
103,368	Old Mutual	198,673	0.05
283,636	Pershing Square Holdings	3,430,983	0.79
21,935	Persimmon	538,285	0.12
4,038	Petrofac	15,571	-
733	Randgold Resources	52,776	0.01
4,050	Reckitt Benckiser Group	326,633	0.07
7,614	RELX	127,306	0.03

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
UK Equity (continued)			
10,906	Rio Tinto	340,922	0.08
29,268	Royal Bank of Scotland Group	77,297	0.02
14,656	Royal Dutch Shell 'A'	310,194	0.07
30,756	Royal Dutch Shell 'B'	665,560	0.15
66,009	Royal Mail	291,298	0.07
8,388	Shire	379,599	0.09
35,589	Smith & Nephew	481,875	0.11
1,252	Smiths	20,057	-
42,729	Standard Life	165,233	0.04
10,305	Tate & Lyle	75,845	0.02
331,892	Tesco	610,515	0.14
2,955	Unilever UK	128,690	0.03
263,961	Vodafone Group	612,126	0.14
5,045	Weir Group (The)	92,424	0.02
30,839	William Hill	87,860	0.02
214,452	WM Morrison Supermarkets	529,696	0.12
15,413	Worldpay	48,366	0.01
2,972	WPP	51,951	0.01
		41,055,429	9.35
North American Equity 6.11% (15.20%)			
4,856	Aetna	550,600	0.13
409	Alphabet 'C'	310,838	0.07
1,032	American International Group	51,526	0.01
6,275	Amgen	751,768	0.17
1,424	Annaly Capital Management	13,077	-
1,675	Apple	200,489	0.05
1,459	Applied Materials	51,764	0.01
14,201	Baker Hughes	609,033	0.14
12,346	Best Buy	570,059	0.13
3,628	Biogen	696,437	0.16
3,570	Boeing	519,601	0.12
4,545	Cadence Design Systems	123,657	0.03
10,811	Capital One Financial	659,178	0.15
31,969	Cisco Systems	788,611	0.18
15,110	Citigroup	725,224	0.17
1,124	Citizens Financial Group	29,986	0.01
723	Colony NorthStar	7,878	-
24,414	Comcast 'A'	781,567	0.18
1,143	ConocoPhillips	39,876	0.01
3,347	Cummins	410,212	0.09
253	Delta Air Lines	9,668	-
280	Discover Financial Services	12,837	-
21,066	Ebay	567,897	0.13
510	Electronic Arts	44,821	0.01
1,778	Eli Lilly & Company	108,479	0.02
70	E-Mini S&P 500 Futures Jun 2017 ¹	146,355	0.03
595	EOG Resources	41,534	0.01
3,659	Estee Lauder	267,874	0.06

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
1,249	Exelon	35,091	0.01
2,413	Exxon Mobil	152,428	0.03
248	F5 Networks	24,724	0.01
333	FNF	10,922	-
79,664	Ford Motor	687,524	0.16
14,684	Gilead Sciences	737,374	0.17
5,073	HCP	123,363	0.03
90	Humana	16,151	-
260	Illinois Tool Works	28,579	0.01
30,121	Intel	848,367	0.19
4,143	JM Smucker	412,219	0.09
1,824	Kimco Realty	24,834	0.01
1,877	Kinder Morgan	26,930	0.01
54,088	KLS Zebra Global Equity Beta Neutral Fund 'SI' Acc ²	4,216,361	0.96
617	Las Vegas Sands	28,210	0.01
6,563	Liberty Property Trust	209,386	0.05
1,162	Lowe's Cos	71,846	0.02
482	LyondellBasell Industries	30,241	0.01
702	Marsh & McLennan	42,316	0.01
434	Maxim Integrated Products	16,121	-
3,630	Merck & Co	183,416	0.04
22,859	Michael Kors Holdings	645,611	0.15
8,041	Monsanto	731,854	0.17
172	Moody's	15,641	-
205	Motorola Solutions	13,224	-
127	MSCI	9,897	-
21,947	NetApp	691,651	0.16
722	Newmont Mining	19,104	-
4,344	NextEra Energy	475,900	0.11
727	NVIDIA	82,018	0.02
14,678	Occidental Petroleum	687,226	0.16
4,099	Oracle	144,950	0.03
116	Palo Alto Networks	10,570	-
1,811	PepsiCo	166,479	0.04
8,194	Pfizer	205,065	0.05
7,614	PNC Financial Services Group	704,852	0.16
1,943	Prudential Financial	158,682	0.04
16,806	Qualcomm	750,599	0.17
1,876	Regions Financial	20,413	-
478	RenaissanceRe	52,471	0.01
3,632	Rockwell Automation	450,800	0.10
342	Russell 2000 Mini Futures Jun 2017 ¹	(14,475)	-
(77)	S&P 500 Index Put Options 1525 Jun 2017	(300)	-
77	S&P 500 Index Put Options 2050 Jun 2017	600	-
1,274	S&P Global	139,740	0.03
15,272	Southwest Airlines	707,781	0.16
1,277	Sprint	8,405	-
1,146	Synchrony Financial	24,163	0.01
11,266	Synopsys	655,417	0.15

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
4,420	Target	189,111	0.04
4,648	TD Ameritrade	135,257	0.03
954	Texas Instruments	60,903	0.01
5,673	T-Mobile	296,277	0.07
3,180	Union Pacific	274,468	0.06
111	United Rentals	9,568	-
17,271	Vereit	110,849	0.03
2,684	Walgreens Boots Alliance	167,581	0.04
13,431	Wal-Mart Stores	817,566	0.19
2,727	WestRock	116,931	0.03
		26,754,098	6.11
European Equity 10.13% (8.47%)			
5,227	ABB	102,203	0.02
863	Actelion	190,163	0.04
103,174	Aegon	397,227	0.09
4,693	AerCap	160,655	0.04
4,065	Ageas	127,693	0.03
3,054	Amadeus IT Holding	136,600	0.03
14	AP Moeller - Maersk 'A'	19,971	-
216	AP Moeller - Maersk 'B'	323,339	0.07
3,071	ASML Holding	317,450	0.07
401	BASF	29,729	0.01
1,021	Bayer	104,337	0.02
624	Bayerische Motoren Werke 'A'	45,765	0.01
1,141	BNP Paribas	63,582	0.01
1,252	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	292,085	0.07
16,281	Coca-Cola HBC	366,323	0.08
16,284	Commerzbank	134,933	0.03
1,631	Compagnie De St-Gobain	71,242	0.02
1,916	Covestro	111,538	0.03
10,874	Danske Bank	318,788	0.07
23,610	Deutsche Lufthansa	354,795	0.08
522	Eaton	31,588	0.01
73,951	Engie	871,330	0.20
61,563	Eni	761,933	0.17
36,610	Ericsson 'B'	209,769	0.05
952	EURO STOXX 50 Equity Index Futures Jun 2017 ¹	950,750	0.22
50,677	Fiat Chrysler Automobiles	417,397	0.10
5,684	Fraport AG Frankfurt Airport Services Worldwide	359,285	0.08
5,949,305	Henderson European Focus Fund 'I' Acc ²	13,064,674	2.97
10,934	Holcim	512,994	0.12
30,618	Iberdrola	189,659	0.04
669	Inditex	21,266	-
5,950	International Consolidated Airlines Group	36,394	0.01
1,217	Investor 'B'	43,720	0.01

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
13,022	Kinnevik	287,056	0.07
641	Kone	24,685	0.01
613	Linde	90,190	0.02
5,771	Muenchener Rueckversicherungs	880,332	0.20
17,459	Nestle	1,161,483	0.26
7,961	NN Group	223,029	0.05
71,807	Norsk Hydro	303,228	0.07
7,028	Novartis	444,437	0.10
4,985	Novo Nordisk	164,696	0.04
1,020	NXP Semiconductors	85,892	0.02
699,379	Old Mutual European (Ex UK) Smaller Acc ²	12,786,885	2.91
20,706	Orange	284,118	0.06
8,837	Pernod Ricard	933,550	0.21
20,813	Peugeot	323,035	0.07
540	Porsche Automobil	24,125	0.01
5,674	Renault	414,803	0.09
30,626	Repsol	401,511	0.09
1,266	Roche Holding	271,603	0.06
3,557	Safran	247,579	0.06
9,116	Sanofi	703,457	0.16
2,899	SAP	242,015	0.06
8,295	Societe Generale	343,381	0.08
396	Swiss Life	102,710	0.02
12,367	Swiss Re	872,819	0.20
14,781	TeliaSonera 'A'	52,717	0.01
4,233	Unilever Netherlands	188,004	0.04
16,646	UPM-Kymmene	366,675	0.08
4,938	Vestas Wind Systems	344,085	0.08
1,765	Vinci	119,690	0.03
109	Volkswagen	13,357	-
5,577	Volkswagen non-voting preference shares	658,573	0.15
399	Zurich Insurance Group	91,168	0.02
		44,590,065	10.13
Japanese Equity 5.54% (4.41%)			
124,649	Baillie Gifford Japanese Smaller Companies Fund 'B' Acc ²	4,707,996	1.07
1,247,756	CF Morant Wright Nippon Yield ²	5,104,945	1.16
8,414,437	GLG Japan CoreAlpha ²	14,413,930	3.28
94	TOPIX Index Futures Jun 2017 ¹	111,378	0.03
		24,338,249	5.54
Far East Equity 4.15% (7.08%)			
4,410,964	Hermes Asia Ex-Japan Equity 'F' ²	10,551,467	2.40
690,988	Mirae Asset Asia Great Consumer Equity 'I' ²	7,680,333	1.75
		18,231,800	4.15

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Emerging Markets Equity 7.02% (8.35%)			
1,074,365	BlackRock Global Funds - Asian Growth Leaders ²	11,163,317	2.54
572,243	Goldman Sachs India Equity Portfolio I Acc ²	9,725,694	2.21
8,154,834	Lazard Emerging Markets ²	9,671,633	2.20
94	MSCI India Index Futures Mar 2018 ¹	324,097	0.07
		30,884,741	7.02
BONDS 18.20% (16.85%)			
Global Corporate Bonds 0.52% (1.64%)			
2,845,417	Fair Oaks Income 2017	2,293,887	0.52
Global High Yield Bonds 3.40% (6.95%)			
90,088	Babson Capital US High Yield Bond ²	8,703,935	1.98
1,265,967	Blackstone GSO Loan Financing (Jersey)	1,127,845	0.26
9,127,683	Carador Income	5,083,377	1.16
2,612	M&G Global Floating Rate High Yield 'IH' Acc ²	2,863	-
		14,918,020	3.40
Global Inflation Linked Bonds 3.00% (0.00%)			
US\$16,900,000	US Treasury Notes 2.25% 2027	13,192,333	3.00
Emerging Markets Bonds 10.34% (8.26%)			
209,195	Babson Capital Emerging Markets Local Debt ²	16,752,227	3.81
452,750	iShares Emerging Markets Local Government Bond UCITS ETF	23,140,907	5.27
31,324	RWC Global Emerging Markets ²	5,521,890	1.26
		45,415,024	10.34
UK Corporate Bonds 0.94% (0.00%)			
£4,000,000	KFW 1.625% 2020	4,144,336	0.94
PRIVATE EQUITY 6.17% (4.94%)			
334,030	HarbourVest Global Private Equity	4,349,071	0.99
721,346	Nb Private Equity Partners	7,754,470	1.77
402,037	Pantheon International Participation	7,188,422	1.64
14,275	Pareturn Barwon ²	3,691,748	0.84
21,242	Partners Group Listed Private Equity ²	4,093,982	0.93
		27,077,693	6.17
REAL ESTATE 0.00% (3.03%)			
HEDGE FUNDS & OTHER STRATEGIES 8.11% (5.10%)			
55,307	AQR Managed Futures UCITS Fund 'G' ²	4,113,212	0.94
2,001,656	Dexion Absolute EUR ³	-	-
17,200,000	F&C Global Equity Market Neutral 3 Acc ²	9,699,080	2.21
517,559	iShares Physical Gold ETC ⁴	10,038,954	2.29

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
HEDGE FUNDS & OTHER STRATEGIES (continued)			
546,800	Neuberger Berman Multi Asset Risk Premia Fund 'I4' Acc ²	4,169,624	0.95
913	NN (L) Multi Asset Factor Opportunities 'I' ²	4,154,607	0.95
35,230	Source Physical Gold P-ETC ⁴	3,390,872	0.77
		35,566,349	8.11
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS 24.82% (17.59%)			
£1,500,000	ASB Finance FRN 2018	1,504,236	0.34
£4,300,000	Bank Nederlandse Gemeenten 1.125% 2019	4,346,741	0.99
£3,000,000	Bank of Montreal FRN 2018	3,002,262	0.68
US\$6,100,000	BNP Paribas Arbitrage 0% 2021	4,859,664	1.11
£4,000,000	Canadian Imperial Bank of Commerce FRN 2022	4,021,400	0.92
£4,000,000	Commonwealth Bank of Australia 2.25% 07/12/2018	4,094,440	0.93
£1,296,000	Coventry Building Society 1.00% 2020	1,298,164	0.30
£750,000	Coventry Building Society FRN 2020	751,846	0.17
US\$15,200,000	Credit Suisse 0.11% 2018	12,133,005	2.76
£4,000,000	Deutsche Pfandbriefbank FRN 2020	4,000,372	0.91
£600,000	Dexia Credit Local 2.00% 2020	622,736	0.14
£1,500,000	DNB Boligkreditt FRN 2020	1,502,918	0.34
£3,956,000	Export Development Canada 1.375% 2019	4,049,385	0.92
£3,200,000	FMS Wertmanagement 0.625% 2020	3,216,512	0.73
£200,000	FMS Wertmanagement 0.75% 2017	200,448	0.05
£2,800,000	FMS Wertmanagement 1.25% 2019	2,839,964	0.65
£270,000	GE Capital UK Funding 4.125% 2017	272,991	0.06
£120,000	GE Capital UK Funding 4.375% 2019	129,315	0.03
£1,800,000	GE Capital UK Funding 5.625% 2019	1,964,711	0.45
£2,000,000	GE Capital UK Funding FRN 2018	2,002,326	0.46
£180,000	National Bank of Australia 3.625% 2017	182,327	0.04
£3,832,000	Nationwide Building Society 5.625% 2019	4,248,404	0.97
£4,000,000	Nederlandse Waterschapsbank 1.00% 2019	4,041,652	0.92
£2,000,000	Nestle Holdings 1.625% 2017	2,012,338	0.46
£2,033,000	Network Rail Infrastructure Finance 4.625% 2020	2,301,998	0.52
£2,278,000	Nordea Bank 2.125% 2019	2,356,097	0.54
£1,739,000	Nordea Bank FRN 2019	1,747,297	0.40
15,060,000	Northern Trust Global Sterling Fund ²	15,059,999	3.43
£1,500,000	Royal Bank of Canada FRN 2018	1,503,530	0.34
£2,500,000	Royal Bank of Canada FRN 2019	2,507,500	0.57
£2,540,000	Royal Bank of Scotland FRN 2020	2,545,611	0.58
£2,263,000	Santander UK FRN 2020	2,268,687	0.52
£3,800,000	Swedbank FRN 2019	3,811,780	0.87
£450,000	Transport for London 1.25% 2017	451,572	0.10
£2,576,000	UBS 6.625% 2018	2,707,041	0.62
£3,572,000	Westpac Banking 5.00% 2019	3,931,093	0.90
£400,000	Yorkshire Building Society 4.75% 2018	414,488	0.10
		108,904,850	24.82

7IM MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
FORWARD FX CURRENCY CONTRACTS			
-0.15% (0.18%)			
¥810,000,000	Vs £(5,853,489) Expiry 16.06.17	(157,185)	(0.04)
US\$16,500,000	Vs £(12,878,350) Expiry 21.07.17	(46,715)	(0.01)
€(10,150,000)	Vs £8,722,758 Expiry 18.08.17	(158,263)	(0.04)
¥(2,870,000)	Vs £20,596,214 Expiry 16.06.17	413,011	0.09
US\$(98,650,000)	Vs £76,645,767 Expiry 21.07.17	(71,859)	(0.02)
US\$(49,700,000)	Vs £38,074,371 Expiry 21.07.17	(576,069)	(0.13)
US\$(22,200,000)	Vs £17,274,248 Expiry 21.07.17	9,866	-
		(587,214)	(0.15)
Portfolio of investment		436,779,660	99.45
Net other assets		2,409,098	0.55
Net assets		439,188,758	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Derivative contract.

² Collective investment scheme.

³ Delisted security.

⁴ Structured product.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	21.46	4.91
Non-rated debt securities	3.87	8.41
Other investments	74.12	86.87
Net other assets/(liabilities)	0.55	(0.19)
	100.00	100.00

7IM MODERATELY ADVENTUROUS FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		29,421,291		(14,573,933)
Revenue	3,955,376		3,608,796	
Expenses	(2,098,301)		(1,935,837)	
Interest payable and similar charges	(36,820)		(90,385)	
Net revenue before taxation	1,820,255		1,582,574	
Taxation	(108,477)		(89,636)	
Net revenue after taxation for the period		1,711,778		1,492,938
Total return before distributions		31,133,069		(13,080,995)
Distributions		(1,718,537)		(1,483,173)
Change in net assets attributable to shareholders from investment activities		29,414,532		(14,564,168)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		425,572,219		425,646,963
Amounts received on creation of shares	34,689,937		46,572,305	
Amounts paid on cancellation of shares	(51,970,193)		(53,467,348)	
		(17,280,256)		(6,895,043)
Stamp duty reserve tax		-		(32,637)
Change in net assets attributable to shareholders from investment activities		29,414,532		(14,564,168)
Retained distribution on accumulation shares		1,482,263		1,292,235
Closing net assets attributable to shareholders		439,188,758		405,447,350

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM MODERATELY ADVENTUROUS FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	437,804,526	428,841,015
Current assets:		
Debtors	1,585,019	3,906,391
Cash and bank balances	3,802,026	1,492,483
Total assets	<u>443,191,571</u>	<u>434,239,889</u>
LIABILITIES		
Investment liabilities	(1,024,866)	(2,463,725)
Creditors:		
Cash and bank overdrafts	(998,571)	(1,979,888)
Distribution payable	(193,857)	(287,012)
Other creditors	(1,785,519)	(3,937,045)
Total liabilities	<u>(4,002,813)</u>	<u>(8,667,670)</u>
Net assets attributable to shareholders	<u>439,188,758</u>	<u>425,572,219</u>

7IM MODERATELY ADVENTUROUS FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM MODERATELY ADVENTUROUS FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.3045	-	0.3045	0.1862
Group 2	0.3045	-	0.3045	0.1862
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.3290	-	0.3290	0.1944
Group 2	0.3290	-	0.3290	0.1944
			Allocated	Allocated
Class B Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6254	-	0.6254	0.4575
Group 2	0.1947	0.4307	0.6254	0.4575
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.8705	-	0.8705	0.6933
Group 2	0.3321	0.5384	0.8705	0.6933
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9569	-	0.9569	0.7632
Group 2	0.3753	0.5816	0.9569	0.7632
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.3084	-	0.3084	-
Group 2	0.1427	0.1657	0.3084	-
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.3199	-	0.3199	-
Group 2	0.0571	0.2628	0.3199	-
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6362	-	0.6362	0.5086
Group 2	0.1994	0.4368	0.6362	0.5086
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6464	-	0.6464	0.5130
Group 2	0.2767	0.3697	0.6464	0.5130

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM ADVENTUROUS FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM Adventurous Fund (the 'Sub-fund') aims to provide capital growth. There is a risk of wide fluctuations in capital values. The Sub-fund invests predominantly in a range of collective investment vehicles and securities managed by selected Fund managers. Assets with scope for capital growth in real terms are likely to represent a major part of the portfolio. The Sub-fund may use different asset classes, with the comparison primarily in equities.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company.

7IM ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 8.83%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 7IM Adventurous C Acc shares, NAV return Source: NTRS

7IM ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have benefited from the long period of low interest rates, but with rate rises expected fairly soon, we felt it was prudent to cut exposure here. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling – a relatively low probability currently but potentially expensive if it happened. We also trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and trimmed exposure to US financials equity which had performed well all of which reduced risk in the portfolio.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere. We also sold the holding of EuroStoxx 2018 dividend futures which we had bought earlier in the year and where the structural discount had disappeared.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

Towards the end of the year we completed building the position in risk premia products. We reduced exposure to the inflation protection certificate having seen some good performance but lately expectations of inflation in the US had been pared back so we felt it prudent to take some profits there. The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

7IM ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM ADVENTUROUS FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	148.40	134.51	0.0141
2013	178.62	148.46	0.6204
2014	194.25	171.75	-
2015	218.49	184.64	-
2016 ¹	230.77	171.56	-

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	150.19	135.67	0.0142
2013	181.15	150.38	0.6255
2014	196.99	174.18	-
2015	221.58	187.27	-
2016	224.31	174.22	0.1306
2017 ²	237.56	224.41	0.6426

Class B Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	153.50	138.46	0.1959
2013	185.63	153.70	0.8206
2014	202.23	178.60	0.5880
2015	227.88	192.82	0.2479
2016	231.69	179.55	0.4682
2017 ²	245.64	231.80	1.2481

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	152.74	138.22	0.5282
2013	184.57	152.58	1.0876
2014	200.58	176.78	0.9405
2015	225.46	190.69	1.0191
2016	227.95	177.54	0.9430
2017 ²	241.71	228.07	1.7880

¹ Closed on 19 May 2016.

² To 31 May 2017.

7IM ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class C Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	156.92	141.36	0.5387
2013	190.16	157.14	1.1086
2014	207.95	183.09	0.9724
2015	234.31	198.48	1.1095
2016	239.26	185.01	0.9733
2017 ¹	253.93	239.38	1.8878

Class D Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	147.28	133.37	0.0016
2013	177.04	146.91	0.5934
2014	192.40	170.12	0.1169
2015	216.41	182.86	-
2016	218.83	169.95	-
2017 ¹	231.55	218.93	0.1798

Class D Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	150.05	135.55	0.0017
2013	181.06	150.24	0.6109
2014	196.90	174.09	0.1701
2015	221.47	187.18	-
2016	224.21	174.14	0.1764
2017 ¹	237.45	224.31	0.6645

Class O Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	146.67	132.80	-
2013	176.28	146.68	-
2014 ²	178.40	175.10	-

¹ To 31 May 2017.

² Closed on 24 January 2014.

7IM ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class O Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	147.87	133.88	-
2013	177.43	147.98	-
2014 ¹	177.61	174.32	-

Class S Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	108.98	98.47	0.1259
2015	122.42	103.54	0.8502
2016	123.69	96.36	0.7663
2017 ³	131.30	123.76	1.2744

Class S Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	109.23	98.47	0.1259
2015	123.19	104.47	0.8689
2016	126.32	97.47	0.7951
2017 ³	134.21	126.40	1.3016

¹ Closed on 24 January 2014.

² From 26 February 2014 to 31 December 2014.

³ To 31 May 2017.

7IM ADVENTUROUS FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	13,633	7,029	193.96
	Class A Accumulation	468,649	238,258	196.70
	Class B Accumulation	6,558,297	3,244,946	202.11
	Class C Income	969,412	485,307	199.75
	Class C Accumulation	48,724,297	23,468,415	207.62
	Class D Income	226,376	117,833	192.12
	Class D Accumulation	11,903,338	6,052,810	196.66
	Class O Income ¹	-	-	-
	Class O Accumulation ¹	-	-	-
	Class S Income ²	506,489	467,416	108.36
	Class S Accumulation ²	14,319,142	13,130,437	109.05
30.11.15	Class A Income	13,966	7,031	198.63
	Class A Accumulation	492,144	244,271	201.47
	Class B Accumulation	6,478,802	3,121,758	207.54
	Class C Income	25,713,035	12,535,757	205.12
	Class C Accumulation	71,844,906	33,613,568	213.74
	Class D Income	78,517	39,920	196.69
	Class D Accumulation	11,475,506	5,698,304	201.38
	Class S Income	193,350	173,751	111.28
	Class S Accumulation	16,388,356	14,561,064	112.55
30.11.16	Class A Income ³	-	-	-
	Class A Accumulation	446,345	204,124	218.66
	Class B Accumulation	6,178,391	2,736,117	225.81
	Class C Income	23,047,346	10,385,545	221.92
	Class C Accumulation	69,451,209	29,789,200	233.14
	Class D Income	27,672	12,972	213.32
	Class D Accumulation	10,395,819	4,756,413	218.56
	Class S Income	184,825	153,513	120.40
	Class S Accumulation	18,367,941	14,924,349	123.07
	Class A Accumulation	451,508	190,262	237.31
31.05.17	Class B Accumulation	6,493,847	2,646,532	245.37
	Class C Income	23,576,323	9,795,797	240.68
	Class C Accumulation	77,298,119	30,472,712	253.66
	Class D Income	29,982	12,972	231.12
	Class D Accumulation	11,713,354	4,938,178	237.20
	Class S Income	162,655	124,564	130.58
	Class S Accumulation	19,339,604	14,425,162	134.07

¹ The 'O' Income and 'O' Accumulation share classes closed on 24 January 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

³ The 'A' Income share class closed on 19 May 2016.

7IM ADVENTUROUS FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.13%	0.13%	0.13%	0.13%	0.13%
	1.53%	1.28%	1.03%	1.53%	0.78%
Collective investment scheme costs	0.45%	0.45%	0.45%	0.45%	0.45%
Ongoing Charges Figure	1.98%	1.73%	1.48%	1.98%	1.23%

As at 30 November 2016

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.40%	1.15%	0.90%	1.40%	0.65%
Other expenses	0.15%	0.15%	0.15%	0.15%	0.15%
	1.55%	1.30%	1.05%	1.55%	0.80%
Collective investment scheme costs	0.49%	0.49%	0.49%	0.49%	0.49%
Ongoing Charges Figure	2.04%	1.79%	1.54%	2.04%	1.29%

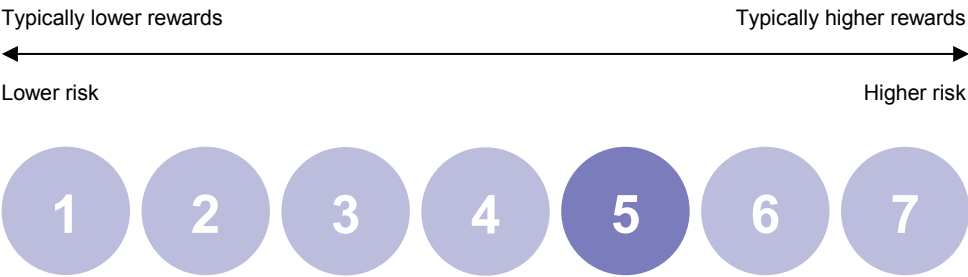
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM ADVENTUROUS FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 5.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM Adventurous Fund	23.64	29.34	77.80

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 112.

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 50.08% (62.30%)		
	UK Equity 15.30% (14.72%)		
21,268	Aberdeen Asset Management	62,124	0.04
17,755	Anglo American	184,741	0.13
30	AON	3,054	-
5,382	AstraZeneca	281,909	0.20
24,578	Auto Trader Group	101,507	0.07
59,735	Aviva	314,206	0.23
17,954	Barratt Developments	109,071	0.08
58,468	BP	276,554	0.20
3,397	British American Tobacco	188,567	0.14
4,008	British Land	25,731	0.02
1,866	Burberry	33,569	0.02
1,459	Capita	8,579	0.01
800	Carnival	39,920	0.03
72,657	Centrica	146,113	0.11
7,115	Compass	119,247	0.09
2,362	Diageo	55,554	0.04
6,191	Direct Line Insurance Group	21,489	0.02
598	Easyjet	8,486	0.01
17,524	Experian	284,765	0.20
9	FTSE 100 Index Futures Jun 2017 ¹	19,544	0.01
2,455	GKN	8,624	0.01
13,595	GlaxoSmithKline	229,823	0.17
63,329	Glencore	181,723	0.13
585	Hikma Pharmaceuticals	9,834	0.01
74,981	HSBC Holdings	511,071	0.37
4,283	Imperial Tobacco Group	155,344	0.11
801	InterContinental Hotels Group	35,028	0.03
656	Intertek Group	28,156	0.02
3,894	Intu Properties	10,642	0.01
26,407	Investec	162,139	0.12
616,236	IP Group	865,195	0.62
47,402	IP Group Stock Rights	190	-
6,974	J Sainsbury	19,625	0.01
5,106	Johnson Matthey	159,001	0.11
943,173	Jupiter UK Growth Income Fund 'I' Acc ²	3,584,434	2.58
5,963	Kingfisher	19,422	0.01
3,230	Land Securities	35,013	0.03
31,796	Legal & General Group	80,444	0.06
2,098,289	Majedie UK Focus ²	4,129,224	2.97
6,637	Marks & Spencer	25,606	0.02
26,788	Meggitt	135,413	0.10
14,181	National Grid	154,713	0.11
51,697	Old Mutual	99,362	0.07
78,341	Pershing Square Holdings	947,646	0.68
10,971	Persimmon	269,228	0.19
2,019	Petrofac	7,785	0.01
367	Randgold Resources	26,424	0.02
2,026	Reckitt Benckiser Group	163,397	0.12

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
UK Equity (continued)			
3,808	RELX	63,670	0.05
5,454	Rio Tinto	170,492	0.12
14,638	Royal Bank of Scotland Group	38,659	0.03
7,330	Royal Dutch Shell 'A'	155,139	0.11
15,382	Royal Dutch Shell 'B'	332,866	0.24
33,013	Royal Mail	145,686	0.10
4,195	Shire	189,845	0.14
17,800	Smith & Nephew	241,012	0.17
626	Smiths	10,029	0.01
21,370	Standard Life	82,638	0.06
5,154	Tate & Lyle	37,933	0.03
165,988	Tesco	305,335	0.22
1,478	Unilever UK	64,367	0.05
132,015	Vodafone Group	306,143	0.22
2,523	Weir Group (The)	46,221	0.03
15,423	William Hill	43,940	0.03
107,254	WM Morrison Supermarkets	264,917	0.19
3,082,281	Wood Street Microcap Investment Fund ²	4,337,386	3.12
7,709	Worldpay	24,191	0.02
1,487	WPP	25,993	0.02
		21,225,698	15.30
North American Equity 2.37% (14.19%)			
420	Aetna	47,622	0.03
36	Alphabet 'C'	27,360	0.02
89	American International Group	4,444	-
541	Amgen	64,814	0.05
123	Annaly Capital Management	1,130	-
145	Apple	17,356	0.01
126	Applied Materials	4,470	-
1,227	Baker Hughes	52,622	0.04
1,066	Best Buy	49,221	0.04
313	Biogen	60,084	0.04
308	Boeing	44,828	0.03
392	Cadence Design Systems	10,665	0.01
933	Capital One Financial	56,888	0.04
2,762	Cisco Systems	68,133	0.05
1,305	Citigroup	62,635	0.05
97	Citizens Financial Group	2,588	-
62	Colony NorthStar	676	-
2,109	Comcast 'A'	67,516	0.05
98	ConocoPhillips	3,419	-
289	Cummins	35,420	0.03
22	Delta Air Lines	841	-
24	Discover Financial Services	1,100	-
1,820	Ebay	49,063	0.04
44	Electronic Arts	3,867	-
153	Eli Lilly & Company	9,335	0.01
48	E-Mini S&P 500 Futures Jun 2017 ¹	99,229	0.07

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
51	EOG Resources	3,560	-
316	Estee Lauder	23,134	0.02
107	Exelon	3,006	-
208	Exxon Mobil	13,139	0.01
21	F5 Networks	2,094	-
28	FNF	918	-
6,881	Ford Motor	59,385	0.04
1,269	Gilead Sciences	63,724	0.05
438	HCP	10,651	0.01
8	Humana	1,436	-
22	Illinois Tool Works	2,418	-
2,601	Intel	73,258	0.05
357	JM Smucker	35,521	0.03
157	Kimco Realty	2,138	-
162	Kinder Morgan	2,324	-
16,540	KLS Zebra Global Equity Beta Neutral Fund 'SI' Acc ²	1,289,324	0.93
53	Las Vegas Sands	2,423	-
566	Liberty Property Trust	18,058	0.01
101	Lowe's Cos	6,245	-
42	LyondellBasell Industries	2,635	-
60	Marsh & McLennan	3,617	-
38	Maxim Integrated Products	1,412	-
314	Merck & Co	15,866	0.01
1,975	Michael Kors Holdings	55,780	0.04
694	Monsanto	63,165	0.05
15	Moody's	1,364	-
18	Motorola Solutions	1,161	-
10	MSCI	779	-
1,895	NetApp	59,720	0.04
62	Newmont Mining	1,640	-
376	NextEra Energy	41,192	0.03
62	NVIDIA	6,995	0.01
1,268	Occidental Petroleum	59,368	0.04
354	Oracle	12,518	0.01
10	Palo Alto Networks	911	-
156	PepsiCo	14,341	0.01
707	Pfizer	17,694	0.01
658	PNC Financial Services Group	60,913	0.04
167	Prudential Financial	13,639	0.01
1,451	Qualcomm	64,805	0.05
162	Regions Financial	1,763	-
41	RenaissanceRe	4,501	-
313	Rockwell Automation	38,849	0.03
128	Russell 2000 Mini Futures Jun 2017 ¹	(5,418)	-
110	S&P Global	12,065	0.01
1,319	Southwest Airlines	61,129	0.04
110	Sprint	724	-
99	Synchrony Financial	2,087	-
973	Synopsys	56,606	0.04

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
382	Target	16,344	0.01
401	TD Ameritrade	11,669	0.01
82	Texas Instruments	5,235	-
490	T-Mobile	25,591	0.02
274	Union Pacific	23,649	0.02
10	United Rentals	862	-
1	Vanguard US Discoveries Fund ²	264	-
1,491	Vereit	9,569	0.01
231	Walgreens Boots Alliance	14,423	0.01
1,160	Wal-Mart Stores	70,611	0.05
236	WestRock	10,119	0.01
		3,318,239	2.37
European Equity 10.97% (9.63%)			
1,632	ABB	31,910	0.02
270	Actelion	59,495	0.04
32,227	Aegon	124,076	0.09
1,465	AerCap	50,151	0.04
1,269	Ageas	39,863	0.03
954	Amadeus IT Holding	42,671	0.03
4	AP Moeller - Maersk 'A'	5,706	-
68	AP Moeller - Maersk 'B'	101,792	0.07
959	ASML Holding	99,132	0.07
125	BASF	9,267	0.01
318	Bayer	32,497	0.02
195	Bayerische Motoren Werke 'A'	14,302	0.01
356	BNP Paribas	19,838	0.01
380	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	88,652	0.06
8,142	Coca-Cola HBC	183,195	0.13
5,087	Commerzbank	42,152	0.03
509	Compagnie De St-Gobain	22,233	0.02
598	Covestro	34,812	0.03
3,396	Danske Bank	99,559	0.07
7,374	Deutsche Lufthansa	110,811	0.08
45	Eaton	2,723	-
23,099	Engie	272,165	0.20
19,230	Eni	237,999	0.17
11,436	Ericsson 'B'	65,526	0.05
342	EURO STOXX 50 Equity Index Futures Jun 2017 ¹	289,939	0.21
15,829	Fiat Chrysler Automobiles	130,374	0.09
1,776	Fraport AG Frankfurt Airport Services Worldwide	112,261	0.08
2,143,183	Henderson European Focus Fund 'I' Acc ²	4,706,431	3.38
3,415	Holcim	160,223	0.12
9,563	Iberdrola	59,237	0.04
209	Inditex	6,644	-
1,859	International Consolidated Airlines Group	11,371	0.01

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
380	Investor 'B'	13,651	0.01
4,068	Kinnevik	89,675	0.06
200	Kone	7,702	0.01
192	Linde	28,249	0.02
1,802	Muenchener Rueckversicherungs	274,884	0.20
5,454	Nestle	362,834	0.26
2,487	NN Group	69,674	0.05
22,429	Norsk Hydro	94,713	0.07
2,195	Novartis	138,808	0.10
1,558	Novo Nordisk	51,474	0.04
318	NXP Semiconductors	26,778	0.02
254,626	Old Mutual European (Ex UK) Smaller Acc ²	4,655,382	3.35
6,467	Orange	88,737	0.06
2,761	Pernod Ricard	291,675	0.21
6,501	Peugeot	100,901	0.07
169	Porsche Automobil	7,550	0.01
1,773	Renault	129,617	0.09
9,567	Repsol	125,425	0.09
396	Roche Holding	84,956	0.06
1,111	Safran	77,329	0.06
2,848	Sanofi	219,772	0.16
906	SAP	75,635	0.05
2,591	Societe Generale	107,257	0.08
124	Swiss Life	32,162	0.02
3,863	Swiss Re	272,637	0.20
4,617	TeliaSonera 'A'	16,467	0.01
1,323	Unilever Netherlands	58,759	0.04
5,200	UPM-Kymmene	114,545	0.08
1,543	Vestas Wind Systems	107,518	0.08
551	Vinci	37,365	0.03
34	Volkswagen	4,166	-
1,742	Volkswagen non-voting preference shares	205,708	0.15
124	Zurich Insurance Group	28,333	0.02
		15,267,345	10.97
Japanese Equity 6.38% (4.47%)			
75,800	Baillie Gifford Japanese Smaller Companies Fund 'B' Acc ²	2,862,970	2.06
381,948	CF Morant Wright Nippon Yield ²	1,562,663	1.12
2,562,370	GLG Japan CoreAlpha ²	4,389,339	3.16
17	TOPIX Index Futures Jun 2017 ¹	57,494	0.04
		8,872,466	6.38

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Far East Equity 5.09% (8.92%)			
1,682,748	Hermes Asia Ex-Japan Equity 'F' ²	4,025,301	2.89
275,222	Mirae Asset Asia Great Consumer Equity 'I' ²	3,059,097	2.20
		7,084,398	5.09
Emerging Markets Equity 9.97% (10.37%)			
400,375	BlackRock Global Funds - Asian Growth Leaders ²	4,160,142	2.99
279,030	Charlemagne Magna New Frontiers Fund 'G' Acc ²	3,524,584	2.53
187,710	Goldman Sachs India Equity Portfolio I Acc ²	3,190,275	2.29
2,505,322	Lazard Emerging Markets ²	2,971,312	2.14
28	MSCI India Index Futures Mar 2018 ¹	33,176	0.02
		13,879,489	9.97
BONDS 9.26% (10.01%)			
UK Corporate Bonds 0.75% (0.00%)			
£1,000,000	KFW 1.625% 2020	1,036,084	0.75
Emerging Markets Bonds 6.74% (5.97%)			
43,407	Babson Capital Emerging Markets Local Debt ²	3,475,990	2.50
67,100	iShares Emerging Markets Local Government Bond UCITS ETF	3,429,608	2.47
13,957	RWC Global Emerging Markets ²	2,460,331	1.77
		9,365,929	6.74
Global High Yield Bonds 1.77% (4.04%)			
4,410,551	Carador Income	2,456,318	1.77
PRIVATE EQUITY 9.77% (10.10%)			
200,694	HarbourVest Global Private Equity	2,613,036	1.88
236,150	NB Private Equity Partners	2,538,612	1.82
150,653	Pantheon International Participation	2,693,676	1.94
11,811	Pareturn Barwon ²	3,054,402	2.20
13,902	Partners Group Listed Private Equity ²	2,679,340	1.93
		13,579,066	9.77
REAL ESTATE 0.00% (4.04%)			
HEDGE FUNDS & OTHER STRATEGIES 7.72% (5.16%)			
16,831	AQR Managed Futures UCITS Fund 'G' ²	1,251,754	0.90
5,200,000	F&C Global Equity Market Neutral 3 Acc ²	2,932,280	2.11
208,870	iShares Physical Gold ETC ³	4,051,396	2.91
550	NN (L) Multi Asset Factor Opportunities 'I' ²	2,504,549	1.80
		10,739,979	7.72

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS 21.86% (8.48%)			
£600,000	ASB Finance FRN 2018	601,694	0.43
£750,000	ASB Finance FRN 2020	750,020	0.54
£1,300,000	Bank Nederlandse Gemeenten 1.125% 2019	1,314,131	0.94
US\$1,900,000	BNP Paribas Arbitrage 0% 2021	1,513,666	1.09
£939,000	Caisse d'Amortissement de la Dette Sociale 3.75% 2018	980,167	0.70
£1,000,000	Canadian Imperial Bank of Commerce FRN 2022	1,005,350	0.72
£1,000,000	Commonwealth Bank of Australia 2.25% 07/12/2018	1,023,610	0.74
£324,000	Coventry Building Society 1.00% 2020	324,541	0.23
£100,000	Coventry Building Society FRN 2020	100,246	0.07
£1,300,000	Deutsche Pfandbriefbank 1.875% 2019	1,332,735	0.96
£1,000,000	Deutsche Pfandbriefbank FRN 2020	1,000,093	0.72
£1,400,000	Dexia Credit Local 2.00% 2020	1,453,050	1.04
£940,000	DNB Boligkreditt FRN 2020	941,828	0.68
£1,231,000	Export Development Canada 1.375% 2019	1,260,059	0.91
£800,000	FMS Wertmanagement 0.625% 2020	804,128	0.58
£100,000	FMS Wertmanagement 0.75% 2017	100,224	0.07
£700,000	FMS Wertmanagement 1.25% 2019	709,991	0.51
£700,000	GE Capital UK Funding 4.375% 2019	754,336	0.53
£300,000	GE Capital UK Funding FRN 2018	300,349	0.22
£100,000	National Bank of Australia 3.625% 2017	101,293	0.07
£1,134,000	Nationwide Building Society 5.625% 2019	1,257,226	0.90
£1,000,000	Nederlandse Waterschapsbank 1.00% 2019	1,010,413	0.73
£500,000	Nestle Holdings 1.625% 2017	503,085	0.36
£634,000	Network Rail Infrastructure Finance 4.625% 2020	717,888	0.52
£989,000	Nordea Bank 2.125% 2019	1,022,906	0.74
3,282,000	Northern Trust Global Sterling Fund ²	3,282,000	2.36
£600,000	Royal Bank of Canada FRN 2018	601,412	0.43
£600,000	Royal Bank of Canada FRN 2019	601,800	0.43
£1,181,000	Royal Bank of Scotland FRN 2020	1,183,609	0.85
£684,000	Santander UK FRN 2020	685,719	0.49
£900,000	Swedbank FRN 2019	902,790	0.65
£120,000	Transport for London 1.25% 2017	120,419	0.09
£644,000	UBS 6.625% 2018	676,760	0.49
£1,347,000	Westpac Banking 5.00% 2019	1,482,414	1.07
		30,419,952	21.86
FORWARD FX CURRENCY CONTRACTS			
-0.20% (0.13%)			
¥56,500,000	Vs £(408,299) Expiry 16.06.2017	(10,964)	(0.01)
¥(849,500,000)	Vs £6,096,336 Expiry 16.06.2017	122,248	0.09
US\$3,500,000	Vs £(2,732,731) Expiry 21.07.2017	(10,869)	(0.01)
US\$5,900,000	Vs £(4,590,904) Expiry 21.07.2017	(2,622)	-
US\$(17,100,000)	Vs £13,285,784 Expiry 21.07.2017	(12,456)	(0.01)
US\$(23,700,000)	Vs £18,156,189 Expiry 21.07.2017	(274,705)	(0.20)
€(5,700,000)	Vs £4,898,495 Expiry 18.08.2017	(88,877)	(0.06)
		(278,245)	(0.20)

7IM ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

	Value £	31.05.17 %
Portfolio of investment	136,966,718	98.49
Net other assets	2,098,674	1.51
Net assets	139,065,392	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Derivative contract.

² Collective investment scheme.

³ Structured product.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	19.16	3.65
Non-rated debt securities	1.09	1.22
Other investments	78.24	95.35
Net other assets/(liabilities)	1.51	(0.22)
	100.00	100.00

7IM ADVENTUROUS FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		10,714,360		(5,703,821)
Revenue	1,168,085		1,048,751	
Expenses	(681,566)		(634,479)	
Interest payable and similar charges	(6,945)		(29,575)	
Net revenue before taxation	479,574		384,697	
Taxation	(27,470)		52,524	
Net revenue after taxation for the period		452,104		437,221
Total return before distributions		11,166,464		(5,266,600)
Distributions		(431,703)		(430,300)
Change in net assets attributable to shareholders from investment activities		10,734,761		(5,696,900)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		128,099,548		132,678,582
Amounts received on creation of shares	12,799,426		16,594,633	
Amounts paid on cancellation of shares	(12,925,264)		(20,387,864)	
		(125,838)		(3,793,231)
Stamp duty reserve tax		-		(4,433)
Change in net assets attributable to shareholders from investment activities		10,734,761		(5,696,900)
Retained distribution on accumulation shares		356,921		342,529
Closing net assets attributable to shareholders		139,065,392		123,526,547

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM ADVENTUROUS FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	137,372,629	129,199,190
Current assets:		
Debtors	1,663,288	551,222
Cash and bank balances	1,184,810	250,162
Total assets	<u>140,220,727</u>	<u>130,000,574</u>
LIABILITIES		
Investment liabilities	(405,911)	(811,870)
Creditors:		
Cash and bank overdrafts	(183,754)	(478,588)
Distribution payable	(76,227)	(106,735)
Other creditors	(489,443)	(503,833)
Total liabilities	<u>(1,155,335)</u>	<u>(1,901,026)</u>
Net assets attributable to shareholders	<u>139,065,392</u>	<u>128,099,548</u>

7IM ADVENTUROUS FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM ADVENTUROUS FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable 31.07.17	Paid 31.07.16
Class A Income	Net Revenue	Equalisation		
Group 1	-	-	-	-
Group 2	-	-	-	-
			Allocated 31.07.17	Allocated 31.07.16
Class A Accumulation	Net Revenue	Equalisation		
Group 1	0.1712	-	0.1712	0.1306
Group 2	0.1712	-	0.1712	0.1306
			Allocated 31.07.17	Allocated 31.07.16
Class B Accumulation	Net Revenue	Equalisation		
Group 1	0.4910	-	0.4910	0.4682
Group 2	0.3667	0.1243	0.4910	0.4682
			Payable 31.07.17	Paid 31.07.16
Class C Income	Net Revenue	Equalisation		
Group 1	0.7706	-	0.7706	0.7022
Group 2	0.5053	0.2653	0.7706	0.7022
			Allocated 31.07.17	Allocated 31.07.16
Class C Accumulation	Net Revenue	Equalisation		
Group 1	0.8162	-	0.8162	0.7276
Group 2	0.4726	0.3436	0.8162	0.7276
			Payable 31.07.17	Paid 31.07.16
Class D Income	Net Revenue	Equalisation		
Group 1	0.1798	-	0.1798	-
Group 2	0.1798	-	0.1798	-
			Allocated 31.07.17	Allocated 31.07.16
Class D Accumulation	Net Revenue	Equalisation		
Group 1	0.1956	-	0.1956	0.1764
Group 2	0.1250	0.0706	0.1956	0.1764
			Payable 31.07.17	Paid 31.07.16
Class S Income	Net Revenue	Equalisation		
Group 1	0.5757	-	0.5757	0.5107
Group 2	0.3494	0.2263	0.5757	0.5107
			Allocated 31.07.17	Allocated 31.07.16
Class S Accumulation	Net Revenue	Equalisation		
Group 1	0.5908	-	0.5908	0.5239
Group 2	0.3572	0.2336	0.5908	0.5239

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM SUSTAINABLE BALANCE FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM Sustainable Balance Fund (the 'Sub-fund') aims to provide a balance of income and capital appreciation. There may be some risk to capital. The Sub-fund invests predominantly in a range of securities and collective investment vehicles managed by selected fund managers.

The Sub-fund will only invest in individual securities where the underlying companies, countries and institutions score well on social and environmental criteria.

To measure these criteria, the industry from which an investment has been made and the position of the investment relative to its peer group are analysed. The social aspects of companies' relationships with suppliers, the general public, employees, clients and competitors are considered. The environmental aspects of pre-production sourcing, production processes, products and services, as well as the environmental strategy/policy and environmental management systems are also examined.

Certain products and manufacturing processes are so high-risk that they are not rated as being compatible with the criteria. Companies from certain industries or with significant exposure to certain activities are precluded, such as:

Tobacco industry

Armaments

Pornography

Nuclear power generation

Chlorine, agrochemicals and GMOs in agriculture

The Sub-fund may also invest in collective investment vehicles (including exchange traded funds and open or closed ended funds) that track recognised ethical or socially responsible indices or are managed with appropriate ethical, social or environmental criteria.

The Sub-fund will comprise a mixture of income-generating assets and assets with scope for capital growth in real terms. The Sub-fund may use different asset classes, with investment primarily in equities and fixed interest securities with no long term preponderance to either class. The Sub-fund may also invest in money market instruments, warrants, deposits, cash and near cash, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company.

There is no guarantee that a positive return will be delivered.

7IM SUSTAINABLE BALANCE FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 6.55%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 7IM Sustainable Balance C Acc shares, NAV return Source: NTRS

7IM SUSTAINABLE BALANCE FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US. The Sub-fund is already positioned with a relatively high exposure to US equity which benefited in the aftermath of the election. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda.

There have been particularly strong performance including Samsonite, Amazon, Priceline, ICICI Bank, Moody's, CSL, Varian Medical, Activision Blizzard and AmerisourceBergen. A number of these stocks are US listed and in tech sectors which has been a very strong theme in the last few months.

Bond proxies such as real estate have benefited from the long period of low interest rates, but with rate rises expected fairly soon, we felt it was prudent to cut exposure here and sold the global real estate fund. While we see traditional real estate as relatively unattractive, we added a holding in Civitas Social Housing, a social infrastructure company which invests in social housing backed by long-term, contractual cashflows and with significant inflation protection and public-sector backing which fit well, in our view, with the aims of this Sub-fund. The housing stock is usually ex social housing or local authority new build or refurbished low rise.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. Having felt there was a risk of a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep, we introduced another risk mitigation strategy, to add to the strategy we already hold that protects the portfolio in the event of a very sharp drop in US equity values. This new strategy is also put in place at a very low cost and this time protects the portfolio in the event of a sharp rally in sterling – a relatively low probability currently but potentially expensive if it happens.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we increased the short position in S&P500 futures which we had put in place earlier in the year as a means to reduce exposure to US equity without selling the underlying holdings in the portfolio.

In the autumn we added to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets equity, this asset class having been badly hit by the election of Trump and now looking good value. Towards the end of the year and with the result of the upcoming French elections still uncertain we reduced European equity exposure but with a positive result in the first round we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

Among alternatives we continues to build up exposure to renewable energy infrastructure companies which tend to lag equity markets when they are moving ahead strongly but have defensive properties when equity markets are less strong and they are relatively uncorrelated with equity returns. The wind and solar infrastructure companies have been active this year raising capital and this is a good way to get hold of stock as the price is at a discount to the pre announcement share price; albeit at a

7IM SUSTAINABLE BALANCE FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

premium to the net asset value. Solar and wind production has been problematic recently but the infrastructure companies have generally been able to make efficiency gains and so have seen their share prices generally rise throughout the period.

We reduced exposure to the inflation protection certificate having seen some good performance but lately expectations of inflation in the US had been pared back so we felt it prudent to take some profits there. The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, is the appropriate position for the Sub-fund at this time.

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM SUSTAINABLE BALANCE FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	94.88	88.91	2.1614
2013	104.79	94.51	2.2877
2014	107.69	99.49	1.9489
2015	114.64	102.69	2.3237
2016	117.18	99.58	1.7881
2017 ¹	120.32	114.43	2.4847

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	107.58	98.81	2.5240
2013	119.80	107.51	2.4628
2014	126.59	115.58	2.2440
2015	136.10	123.28	2.7594
2016	142.99	120.50	2.1916
2017 ¹	148.62	141.34	3.0476

Class B Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	108.29	99.36	2.5749
2013	120.73	108.23	2.4672
2014	127.73	116.51	2.2636
2015	137.38	124.49	2.7371
2016	144.51	121.74	2.1767
2017 ¹	150.25	142.85	3.0736

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	96.24	89.93	2.3477
2013	106.73	96.06	2.1976
2014	110.66	101.81	1.9849
2015	118.04	105.99	2.3619
2016	121.58	102.96	1.8469
2017 ¹	125.17	118.89	2.5762

¹To 31 May 2017.

7IM SUSTAINABLE BALANCE FUND

FUND INFORMATION (continued)

Performance Record

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	111.02	101.46	2.6222
2013	124.18	110.95	2.5291
2014	131.94	119.96	2.2956
2015	142.12	129.03	2.7950
2016	150.48	126.37	2.2493
2017 ¹	156.81	148.95	3.2042

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	93.70	87.95	2.2078
2013	103.51	93.39	2.1380
2014	106.34	98.30	1.9023
2015	113.16	101.32	2.2770
2016	115.53	98.21	1.7724
2017 ¹	118.58	112.79	2.4457

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	106.88	98.26	2.5472
2013	118.96	106.81	2.4350
2014	125.57	114.73	2.2331
2015	134.95	122.18	2.7263
2016	141.60	119.39	2.1730
2017 ¹	147.11	139.92	3.0152

Class O Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	93.38	88.05	2.2960
2013	103.06	93.12	1.8514
2014 ²	100.97	99.44	0.7160

¹ To 31 May 2017.

² Closed on 24 January 2014.

7IM SUSTAINABLE BALANCE FUND

FUND INFORMATION (continued)

Performance Record

Class O Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012	105.64	97.50	2.5292
2013	117.29	105.57	1.9449
2014 ¹	116.83	115.06	0.8226

Class S Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	106.10	98.86	0.7736
2015	113.28	101.83	2.2741
2016	117.13	99.01	1.7768
2017 ³	120.73	114.61	2.4821

Class S Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ²	106.91	98.86	0.7736
2015	115.28	104.78	2.2640
2016	122.52	102.71	1.8331
2017 ³	127.85	121.36	2.6108

¹ Closed on 24 January 2014.

² From 26 February 2014 to 31 December 2014.

³ To 31 May 2017.

7IM SUSTAINABLE BALANCE FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	176,629	165,761	106.56
	Class A Accumulation	377,956	299,121	126.36
	Class B Accumulation	94,080	73,792	127.49
	Class C Income	21,742,919	19,854,322	109.51
	Class C Accumulation	16,656,485	12,646,947	131.70
	Class D Income	310,475	295,076	105.22
	Class D Accumulation	2,092,508	1,669,479	125.34
	Class O Income ¹	-	-	-
	Class O Accumulation ¹	-	-	-
	Class S Income ²	480,177	457,315	105.00
	Class S Accumulation ²	5,834,661	5,466,907	106.73
30.11.15	Class A Income	97,399	89,870	108.38
	Class A Accumulation	384,259	292,955	131.17
	Class B Accumulation	100,179	75,615	132.49
	Class C Income	23,187,745	20,716,740	111.93
	Class C Accumulation	27,203,465	19,797,916	137.41
	Class D Income	177,157	165,717	106.90
	Class D Accumulation	872,198	671,013	129.98
	Class S Income	473,811	440,354	107.60
	Class S Accumulation	7,915,001	7,090,620	111.63
30.11.16	Class A Income	94,013	83,255	112.92
	Class A Accumulation	188,899	135,411	139.50
	Class B Accumulation	19,631	13,926	140.96
	Class C Income	24,455,910	20,862,335	117.23
	Class C Accumulation	34,839,252	23,719,467	146.88
	Class D Income	18,577	16,687	111.32
	Class D Accumulation	95,435	69,096	138.12
	Class S Income	609,689	539,758	112.96
	Class S Accumulation	8,678,708	7,255,299	119.62
31.05.17	Class A Income	99,110	83,255	119.04
	Class A Accumulation	172,492	116,244	148.39
	Class B Accumulation	21,923	14,614	150.01
	Class C Income	25,599,864	20,671,534	123.84
	Class C Accumulation	41,140,510	26,278,253	156.56
	Class D Income	23,546	20,070	117.32
	Class D Accumulation	99,107	67,476	146.88
	Class S Income	693,319	580,421	119.45
	Class S Accumulation	9,400,429	7,364,290	127.65

¹ The 'O' Income and 'O' Accumulation share classes closed on 24 January 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

7IM SUSTAINABLE BALANCE FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.75%	1.65%	1.25%	1.85%	1.00%
Other expenses	0.10%	0.10%	0.10%	0.10%	0.10%
	1.85%	1.75%	1.35%	1.95%	1.10%
Collective investment scheme costs	0.09%	0.09%	0.09%	0.09%	0.09%
Ongoing Charges Figure	1.94%	1.84%	1.44%	2.04%	1.19%

As at 30 November 2016

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.75%	1.65%	1.25%	1.85%	1.00%
Other expenses	0.13%	0.13%	0.13%	0.13%	0.13%
	1.88%	1.78%	1.38%	1.98%	1.13%
Collective investment scheme costs	0.11%	0.11%	0.11%	0.11%	0.11%
Ongoing Charges Figure	1.99%	1.89%	1.49%	2.09%	1.24%

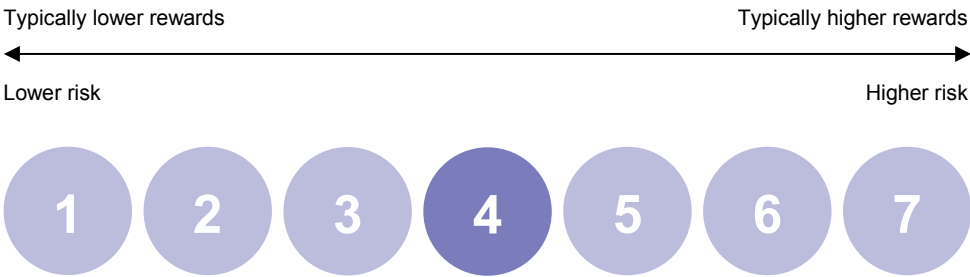
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM SUSTAINABLE BALANCE FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 4.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM Sustainable Balance Fund	15.12	25.26	50.50

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 131.

7IM SUSTAINABLE BALANCE FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
EQUITIES 37.01% (36.57%)			
UK Equity 4.20% (3.46%)			
31,194	Associated British Foods	941,435	1.22
5,370	Fresenius Medical Care	394,971	0.51
43,699	Just Eat	291,035	0.38
62,201	National Grid	678,617	0.88
25,009	Prudential	434,907	0.56
500,000	RM Secured Direct Lending	505,000	0.65
		3,245,965	4.20
North American Equity 19.27% (21.41%)			
4,670	3M	736,338	0.95
13,296	Activision Blizzard	606,571	0.79
5,115	Air Products & Chemicals	573,592	0.74
1,085	Alphabet 'C'	824,595	1.07
800	Amazon.com	620,864	0.80
10,184	AmerisourceBergen	721,848	0.93
6,622	Amgen	793,340	1.03
1,713	BlackRock	542,954	0.70
5,343	Canadian Pacific Railway	660,337	0.85
13,492	Carmax	667,743	0.86
1,600	Charter Communications	422,292	0.55
13,727	Colgate-Palmolive	813,452	1.05
3,034	Costco Wholesale	422,825	0.55
16,267	Criteo ADR	695,990	0.90
8,055	Ecolab	825,358	1.07
7,048	First Republic Bank	511,314	0.66
(30)	S&P500 EMI CME Futures June 2017 ¹	(60,190)	(0.08)
5,872	Home Depot	703,579	0.91
8,161	MasterCard	772,779	1.00
3,400	Moody's	309,187	0.40
358	Priceline	517,897	0.67
(20)	S&P 500 Index Put Options 1525 Jun 2017 ¹	(78)	-
20	S&P 500 Index Put Options 2050 Jun 2017 ¹	156	-
126,900	Samsonite International	397,083	0.51
21,439	Service International	533,199	0.69
25,998	Taiwan Semiconductor Manufacturing ADR	724,344	0.94
18,237	Zions Bancorporation	566,066	0.73
		14,903,435	19.27
European Equity 7.18% (5.89%)			
3,120	ASML Holding	322,515	0.42
15,724	Boskalis Westminster	424,992	0.55
202	Citigroup Global Markets Luxembourg GBP/USD Warrants 02/02/2018	47,126	0.06
3,962	Credicorp	517,527	0.67
7,877	Drillisch	387,550	0.50
3,107	Essilor International	321,985	0.42
8,210	Mobileye	395,392	0.51

7IM SUSTAINABLE BALANCE FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
907,832	NextEnergy Solar	1,041,737	1.35
2,237	Roche Holding	479,918	0.62
21,496	SES	410,989	0.53
14,825	Societe Generale 10 Year Swap USD Warrants 01/09/2017	115	-
15,804	Total	654,431	0.85
10,426	Umicore	543,103	0.70
		5,547,380	7.18
Japanese Equity 1.80% (2.46%)			
21,000	Mitsubishi Estate	304,904	0.39
2,900	Shimano	350,304	0.45
10,000	Shionogi	416,102	0.54
8,600	Sho-Bond Holdings	322,292	0.42
		1,393,602	1.80
Emerging Markets Equity 2.10% (1.98%)			
6,960	CSL	522,830	0.68
235,250	iShares Sustainable MSCI Emerging Markets SRI	1,097,206	1.42
		1,620,036	2.10
Far East Equity 2.46% (1.37%)			
129,000	AIA	711,876	0.92
45,000	ICICI Bank	341,746	0.44
31,700	Tencent Holdings	848,049	1.10
		1,901,671	2.46
BONDS 23.07% (21.33%)			
Gilts & Other Public Securities 6.11% (7.34%)			
US\$300,000	European Investment Bank 2.125% 2021	235,781	0.31
£200,000	Reseau Ferre de France 5.5% 2021	240,238	0.31
£650,000	Treasury 3.25% 2044	864,454	1.12
£205,000	Treasury 4.25% 2036	294,592	0.38
£200,000	Treasury 4.5% 2019	215,599	0.28
£765,000	Treasury 4.5% 2034	1,112,960	1.44
£200,000	Treasury 4.75% 2030	286,586	0.37
£250,000	Treasury 4.75% 2038	391,925	0.51
£400,000	Treasury 5% 2018	414,938	0.54
£430,000	Treasury 6% 2028	658,500	0.85
		4,715,573	6.11
Global Corporate Bonds 1.36% (0.00%)			
£150,000	BASF 1.75% 2025	153,114	0.20
£150,000	Digital Stout Holding 4.25% 2025	167,444	0.22
£200,000	Tennessee Valley Authority 5.625% 2032	282,864	0.37
£200,000	Wells Fargo 2.00% 2025	201,755	0.26

7IM SUSTAINABLE BALANCE FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Global Corporate Bonds (continued)			
£200,000	Welltower 4.50% 2034	236,063	0.31
		1,041,240	1.36
Global Inflation Linked Bonds 4.48% (0.00%)			
US\$1,500,000	US Treasury Notes 1.625% 2026	1,114,370	1.44
US\$1,500,000	US Treasury Notes 2.25% 2025	1,175,252	1.52
US\$1,500,000	US Treasury Notes 2.25% 2027	1,170,917	1.52
		3,460,539	4.48
Overseas Government Bonds, Agencies & Supras 0.21% (0.71%)			
£120,000	France Telecom 5.625% 2034	165,458	0.21
UK Corporate Bonds 10.91% (13.28%)			
£150,000	A2Dominion Housing 3.5% 2028	155,541	0.20
£250,000	Abbey National Treasury Services 5.75% 2027	335,976	0.43
£250,000	Affordable Housing 2.893% 2043	295,837	0.38
£150,000	Bupa Finance 2.00% 2024	151,661	0.20
£200,000	Cardiff University 3% 2055	240,998	0.31
£295,000	Dignity Finance 4.6956% 2049	374,861	0.49
£182,744	Greater Gabbard OFTO 4.137% 2032	215,077	0.28
£200,000	High Speed Rail Finance 4.375% 2038	258,995	0.34
£500,000	KFW 1.625% 2020	518,042	0.67
£150,000	Legal & General Group 5.375% 2045	167,593	0.22
£200,000	Lloyds TSB Bank 7.5% 2024	275,420	0.36
£200,000	National Grid Gas Finance 2.625% 2038	197,538	0.26
£150,000	Network Rail Infrastructure Finance 3% 2023	170,103	0.22
£150,000	Northumbrian Water Finance 1.625% 2026	147,380	0.19
£200,000	PRS Finance 1.75% 2026	206,601	0.27
£150,000	Scottish Widows 5.5% 2023	169,305	0.22
£235,000	Segro 5.5% 2018	246,244	0.32
2,670,292	Threadneedle UK Social Bond ²	3,035,321	3.93
£500,000	Transport for London 3.875% 2042	655,001	0.85
£191,881	UPP Bond 1 Issuer 4.9023% 2040	241,316	0.31
£250,000	Wellcome Trust Finance 4.625% 2036	355,340	0.46
		8,414,150	10.91
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS 10.03% (17.61%)			
£200,000	Bank Nederlandse Gemeenten 1.875% 2018	204,078	0.26
£405,000	Bank Nederlandse Gemeenten 5.375% 2021	480,025	0.62
US\$2200,000	Credit Suisse 0.11% 2018	1,756,093	2.27
£250,000	Dwr Cymru Financing 6.015% 2028	351,865	0.46
£2000,000	Goldman Sachs Sterling Liquid Reserves ²	2,000,000	2.59
£250,000	Intesa Sanpaolo 5.25% 2022	279,619	0.36
£175,000	Koninklijke 5.75% 2029	229,436	0.30
£150,000	Nationwide Building Society 5.625% 2019	166,300	0.22
£100,000	Nederlandse Water 5.375% 2032	145,615	0.19

7IM SUSTAINABLE BALANCE FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS (continued)			
1,698,000	Northern Trust Global Sterling Fund ²	1,698,000	2.20
£190,000	Thames Water Utilities Cayman Finance 3.5% 2028	216,586	0.28
£189,549	Wods Transmission 3.446% 2034	213,286	0.28
		7,740,903	10.03
PRIVATE EQUITY 0.00% (0.00%)			
337,642	Low Carbon Accelerator ³	-	-
REAL ESTATE 3.45% (5.34%)			
1,500,000	Civitas Social Housing	1,661,250	2.15
1,272	Equinix	435,850	0.56
4,727	Simon Property	570,620	0.74
		2,667,720	3.45
INFRASTRUCTURE 4.44% (4.07%)			
500,000	Bluefield Solar Income Fund	580,000	0.75
800,000	Foresight Solar Fund	894,000	1.16
991,800	Greencoat UK Wind	1,231,816	1.59
648,140	Renewables Infrastructure Group (The)	725,269	0.94
		3,431,085	4.44
EXCHANGE TRADED FUNDS 19.11% (11.96%)			
388,875	UBS (Irl) MSCI United Kingdom IMI Socially Responsible	6,424,215	8.32
48,640	UBS Emerging Markets Socially Responsible USD	494,912	0.64
36,450	UBS MSCI EMU Socially Responsible UCITS ETF	2,915,636	3.77
318,000	UBS MSCI Japan Socially Responsible UCITS ETF	4,932,180	6.38
		14,766,943	19.11
FORWARD FX CURRENCY CONTRACTS			
-0.19% (-0.03%)			
¥100,000,000	Vs £(730,850) Expiry 16.06.2017	(27,602)	(0.04)
US\$3,600,000	Vs £(2,809,822) Expiry 21.07.2017	(10,192)	(0.01)
€(5,200,000)	Vs £4,468,802 Expiry 18.08.2017	(81,081)	(0.10)
¥(615,000,000)	Vs £4,413,474 Expiry 16.06.2017	88,502	0.11
US\$(2,500,000)	Vs £1,942,366 Expiry 21.07.2017	(1,821)	-
US\$(5,000,000)	Vs £3,890,596 Expiry 21.07.2017	2,222	-
US\$(9,800,000)	Vs £7,507,623 Expiry 21.07.2017	(113,591)	(0.15)
		(143,563)	(0.19)

7IM SUSTAINABLE BALANCE FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

	Value £	31.05.17 %
Portfolio of investment	74,872,137	96.92
Net other assets	2,378,163	3.08
Net assets	77,250,300	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Derivative contract.

² Collective investment scheme.

³ Delisted security.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	22.11	17.27
Non-rated debt securities	2.27	17.41
Other investments	72.54	62.17
Net other assets	3.08	3.15
	100.00	100.00

7IM SUSTAINABLE BALANCE FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		4,387,339		(755,731)
Revenue	770,599		636,243	
Expenses	(478,066)		(410,660)	
Interest payable and similar charges	(891)		(3)	
Net revenue before taxation	291,642		225,580	
Taxation	(17,464)		(20,958)	
Net revenue after taxation for the period		274,178		204,622
Total return before distributions		4,661,517		(551,109)
Distributions		(668,907)		(511,022)
Change in net assets attributable to shareholders from investment activities		3,992,610		(1,062,131)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		69,000,115		60,411,214
Amounts received on creation of shares	9,514,021		7,722,765	
Amounts paid on cancellation of shares	(5,716,552)		(5,068,133)	
		3,797,469		2,654,632
Stamp duty reserve tax		(354)		
Change in net assets attributable to shareholders from investment activities		3,992,610		(1,062,131)
Retained distribution on accumulation shares		460,460		318,940
Closing net assets attributable to shareholders		77,250,300		62,322,655

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM SUSTAINABLE BALANCE FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	75,166,692	67,172,083
Current assets:		
Debtors	684,561	716,779
Cash and bank balances	2,422,269	2,073,401
Total assets	<u>78,273,522</u>	<u>69,962,263</u>
LIABILITIES		
Investment liabilities	(294,555)	(345,009)
Creditors:		
Cash and bank overdrafts	(113,157)	(124,484)
Distribution payable	(241,501)	(310,148)
Other creditors	(374,009)	(182,507)
Total liabilities	<u>(1,023,222)</u>	<u>(962,148)</u>
Net assets attributable to shareholders	<u>77,250,300</u>	<u>69,000,115</u>

7IM SUSTAINABLE BALANCE FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM SUSTAINABLE BALANCE FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0898	-	1.0898	0.8941
Group 2	1.0898	-	1.0898	0.8941
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.3453	-	1.3453	1.1187
Group 2	0.3453	1.000	1.3453	1.1187
			Allocated	Allocated
Class B Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.3575	-	1.3575	1.0934
Group 2	0.3747	0.9828	1.3575	1.0934
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.1322	-	1.1322	0.9252
Group 2	0.1857	0.9465	1.1322	0.9252
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.4183	-	1.4183	1.1268
Group 2	0.2551	1.1632	1.4183	1.1268
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0741	-	1.0741	0.8926
Group 2	0.1521	0.9220	1.0741	0.8926
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.3317	-	1.3317	1.1094
Group 2	1.3317	-	1.3317	1.1094
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0915	-	1.0915	0.8903
Group 2	0.5431	0.5484	1.0915	0.8903
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.1555	-	1.1555	0.9220
Group 2	0.0782	1.0773	1.1555	0.9220

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM AAP INCOME FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

7IM AAP (Asset Allocated Passives) Income Fund (the 'Sub-fund') aims to provide an above average level of income, while seeking to maintain capital over the longer term. There may be some risk to capital. The Sub-fund invests in a range of securities and collective investment vehicles using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). Such investments may be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

While income-generating assets are likely to represent a significant part of the portfolio, the portfolio may also include assets with scope for capital growth in real terms. The Sub-fund may use different asset classes, with the emphasis on fixed interest. A significant proportion of the Sub-fund may be maintained in or hedged back to sterling at any time. Forward foreign exchange transactions may be used to hedge currency risk.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company.

The Sub-fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

There is no guarantee that a positive return will be delivered.

71M AAP INCOME FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 5.12%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 71M AAP Income C Acc shares, NAV return Source: NTRS

7IM AAP INCOME FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have done well but with rate rises expected fairly soon, we felt it was prudent to cut exposure here and we also trimmed exposure to convertibles where performance had been strong. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling and added to the holding of gold also a tail risk hedge. Later on we trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and the overweight position was no longer justified and reduced exposure to US financials equity which had performed well - all of which reduced risk in the portfolio and sold the EuroStoxx 2018 dividend future bought this year and where the structural discount has disappeared.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros.

We completed building the position in risk premia products and increase exposure to the yen – reducing sterling exposure on concerns about sterling once Article 50 had been triggered. The inflation protection certificate which captured the upside from higher inflation in the US had performed well but the inflation prospects in the US looked to have lessened so we decided to reduce the exposure. We also initiated a position in listed infrastructure which offers exposure to long term government backed inflation linked cash flows from PFI contract and regulated assets and provides a good income.

7IM AAP INCOME FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, is the appropriate position for the Sub-fund at this time.

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM AAP INCOME FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	97.91	94.00	3.5021
2013	104.78	95.81	3.4646
2014	102.10	96.78	3.1512
2015	105.93	93.19	3.4921
2016	103.27	89.64	2.8786
2017 ¹	104.71	102.66	2.4097

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	134.53	124.86	4.6486
2013	145.16	134.15	4.6955
2014	148.74	137.86	4.4949
2015	156.94	140.57	5.1651
2016	160.66	135.94	4.4144
2017 ¹	165.00	160.69	3.7736

Class B Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	100.97	96.87	3.6138
2013	108.10	99.11	3.5123
2014	105.47	100.18	3.2651
2015	109.73	96.61	3.3555
2016 ²	106.06	93.00	2.9741

Class B Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	136.69	126.73	4.7317
2013	147.57	136.39	4.7715
2014	151.56	140.33	4.5853
2015	160.00	143.38	5.2056
2016	164.12	138.72	4.4625
2017 ¹	168.60	164.16	3.8430

¹ To 31 May 2017.

² Closed on 29 September 2016.

7IM AAP INCOME FUND

FUND INFORMATION (continued)

Performance Record

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	101.86	97.57	3.6294
2013	109.18	100.12	3.5443
2014	107.63	101.39	3.3084
2015	112.04	99.03	3.5603
2016	110.74	95.58	3.0440
2017 ¹	112.60	110.28	2.5736

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	140.27	129.69	4.8407
2013	151.60	140.15	4.9015
2014	156.84	144.45	4.7184
2015	165.99	149.23	5.2497
2016	172.30	144.75	4.6374
2017 ¹	177.37	172.36	4.0246

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	98.15	94.25	3.5124
2013	105.02	96.26	3.4130
2014	102.52	97.21	3.1704
2015	106.35	93.54	3.5122
2016	103.70	90.04	2.9883
2017 ¹	105.12	103.07	2.4219

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	133.74	124.21	4.6354
2013	144.28	133.33	4.6673
2014	147.83	137.05	4.4780
2015	155.97	139.66	5.1326
2016	159.55	135.05	4.4132
2017 ¹	163.85	159.58	3.7513

¹ To 31 May 2017.

7IM AAP INCOME FUND

FUND INFORMATION (continued)

Performance Record

Class O Income	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2012	97.25	93.55	3.4838
2013	103.88	86.00	3.3771
2014 ¹	87.99	86.90	1.3240

Class O Accumulation	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2012	132.15	123.14	4.5550
2013	142.35	128.19	5.1252
2014 ¹	134.45	132.80	1.3320

Class S Income	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2014 ²	104.79	99.40	1.6421
2015	109.16	96.59	3.4685
2016	108.23	93.28	2.9702
2017 ³	110.13	107.84	2.5167

Class S Accumulation	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2014 ²	106.48	99.40	1.6477
2015	112.77	101.48	3.5659
2016	117.47	98.51	3.1569
2017 ³	121.02	117.51	2.7443

¹ Closed on 24 January 2014.

² From 26 February 2014 to 31 December 2014.

³ To 31 May 2017.

7IM AAP INCOME FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	313,639	310,460	101.02
	Class A Accumulation	89,230	60,147	148.35
	Class B Income	21,555	20,608	104.60
	Class B Accumulation	11,167,931	7,387,296	151.18
	Class C Income	38,918,943	36,540,797	106.51
	Class C Accumulation	9,037,027	5,776,054	156.46
	Class D Income	5,225,943	5,151,619	101.44
	Class D Accumulation	2,642,017	1,791,790	147.45
	Class O Income ¹	-	-	-
	Class O Accumulation ¹	-	-	-
	Class S Income ²	16,280,613	15,699,306	103.70
	Class S Accumulation ²	2,903,275	2,733,333	106.22
30.11.15	Class A Income	280,498	293,443	95.59
	Class A Accumulation	232,295	160,266	144.94
	Class B Income	19,341	19,512	99.12
	Class B Accumulation	8,432,455	5,702,460	147.87
	Class C Income	44,755,385	43,992,253	101.73
	Class C Accumulation	16,238,379	10,538,545	154.09
	Class D Income	1,994,240	2,078,691	95.94
	Class D Accumulation	1,226,082	851,433	144.00
	Class S Income	19,880,580	20,029,370	99.26
	Class S Accumulation	4,102,294	3,913,650	104.82
30.11.16	Class A Income	276,760	276,049	100.26
	Class A Accumulation	179,579	114,406	156.97
	Class B Income ³	-	-	-
	Class B Accumulation	7,159,731	4,465,529	160.33
	Class C Income	43,434,944	40,366,016	107.60
	Class C Accumulation	16,029,456	9,529,415	168.21
	Class D Income	561,364	557,666	100.66
	Class D Accumulation	542,808	348,198	155.89
	Class S Income	17,142,551	16,296,734	105.19
	Class S Accumulation	3,360,339	2,930,932	114.65
31.05.17	Class A Income	230,695	223,232	103.34
	Class A Accumulation	182,339	110,922	164.38
	Class B Accumulation	7,010,429	4,172,600	168.01
	Class C Income	42,703,848	38,347,771	111.36
	Class C Accumulation	17,687,273	10,000,529	176.86
	Class D Income	573,489	552,806	103.74
	Class D Accumulation	824,137	504,899	163.23
	Class S Income	16,481,389	15,124,185	108.97
	Class S Accumulation	3,491,058	2,892,948	120.67

¹ The 'O' Income and 'O' Accumulation share classes closed on 24 January 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

³ The 'B' Income share class closed on 29 September 2016.

7IM AAP INCOME FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.50%	1.35%	0.50%	1.55%	0.25%
Other expenses	0.11%	0.11%	0.11%	0.11%	0.11%
	1.61%	1.46%	0.61%	1.66%	0.36%
Collective investment scheme costs	0.17%	0.17%	0.17%	0.17%	0.17%
Ongoing Charges Figure	1.78%	1.63%	0.78%	1.83%	0.53%

As at 30 November 2016

	Class A	Class B	Class C	Class D	Class S
ACD's periodic charge	1.50%	1.35%	0.50%	1.55%	0.25%
Other expenses	0.13%	0.13%	0.13%	0.13%	0.13%
	1.63%	1.48%	0.63%	1.68%	0.38%
Collective investment scheme costs	0.18%	0.18%	0.18%	0.18%	0.18%
Ongoing Charges Figure	1.81%	1.66%	0.81%	1.86%	0.56%

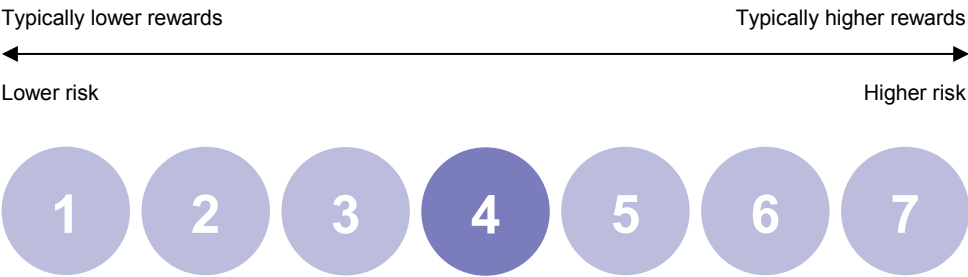
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM AAP INCOME FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 4.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM AAP Income Fund	15.54	16.83	34.64

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on pages 152 to 154.

7IM AAP INCOME FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 18.31% (17.17%)		
	UK Equity 7.43% (6.04%)		
30,230	3i Group	270,559	0.30
3,473,855	7IM UK Equity Value Fund 'Z'	3,721,194	4.17
3,062	Aberdeen Asset Management Inc ^{1 2}	8,944	0.01
2,556	Anglo American	26,595	0.03
774	AstraZeneca	40,542	0.05
3,538	Auto Trader Group	14,612	0.02
8,598	Aviva	45,225	0.05
2,584	Barratt Developments	15,698	0.02
288,199	BBGI	415,007	0.47
8,417	BP	39,812	0.04
489	British American Tobacco	27,144	0.03
577	British Land	3,704	-
269	Burberry	4,839	0.01
210	Capita	1,235	-
116	Carnival	5,788	0.01
10,459	Centrica	21,033	0.02
1,025	Compass	17,179	0.02
340	Diageo	7,997	0.01
892	Direct Line Insurance Group	3,096	-
87	Easyjet	1,235	-
2,523	Experian	40,999	0.05
9	FTSE 100 Index Futures Jun 2017 ³	19,544	0.02
353	GKN	1,240	-
1,957	GlaxoSmithKline	33,083	0.04
9,116	Glencore	26,158	0.03
333,319	HICL Infrastructure	568,976	0.64
85	Hikma Pharmaceuticals	1,429	-
10,794	HSBC Holdings	73,572	0.08
616	Imperial Tobacco Group	22,342	0.03
115	InterContinental Hotels Group	5,029	0.01
9,268	Intermediate Capital Group	81,512	0.09
293,298	International Public Partnerships	472,503	0.53
95	Intertek Group	4,077	-
561	Intu Properties	1,533	-
3,801	Investec	23,338	0.03
16,822	IP Group	23,618	0.03
1,294	IP Group Stock Rights	5	-
1,003	J Sainsbury	2,822	-
735	Johnson Matthey	22,888	0.03
858	Kingfisher	2,795	-
465	Land Securities	5,041	0.01
4,577	Legal & General Group	11,580	0.01
956	Marks & Spencer	3,688	-
3,857	Meggitt	19,497	0.02
2,041	National Grid	22,272	0.02
7,441	Old Mutual	14,302	0.02
1,580	Persimmon	38,773	0.04
291	Petrofac	1,122	-

7IM AAP INCOME FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
UK Equity (continued)			
53	Randgold Resources	3,816	-
292	Reckitt Benckiser Group	23,550	0.03
549	RELX	9,179	0.01
785	Rio Tinto	24,539	0.03
2,107	Royal Bank of Scotland Group	5,565	0.01
1,055	Royal Dutch Shell 'A'	22,329	0.03
2,215	Royal Dutch Shell 'B'	47,933	0.05
4,752	Royal Mail	20,971	0.02
603	Shire	27,289	0.03
2,563	Smith & Nephew	34,703	0.04
90	Smiths	1,442	-
3,077	Standard Life	11,899	0.01
742	Tate & Lyle	5,461	0.01
23,893	Tesco	43,951	0.05
213	Unilever UK	9,276	0.01
19,004	Vodafone Group	44,070	0.05
363	Weir Group (The)	6,650	0.01
2,220	William Hill	6,325	0.01
15,439	WM Morrison Supermarkets	38,134	0.04
1,110	Worldpay	3,483	-
214	WPP	3,741	-
		6,629,482	7.43
North American Equity 2.06% (3.18%)			
1,455,229	7IM US Equity Value Fund 'Z' Inc ^{1,2}	1,755,152	1.97
7,736	FS Investment	55,134	0.06
(17)	S&P 500 Index Put Options 1525 Jun 2017 ³	(66)	-
17	S&P 500 Index Put Options 2050 Jun 2017 ³	132	-
1,901	TPG Specialty Lending	30,665	0.03
		1,841,017	2.06
European Equity 4.46% (3.66%)			
1,024	ABB	20,022	0.02
170	Actelion	37,460	0.04
20,216	Aegon	77,833	0.09
919	AerCap	31,460	0.04
796	Ageas	25,005	0.03
599	Amadeus IT Holding	26,792	0.03
3	AP Moeller - Maersk 'A'	4,279	-
43	AP Moeller - Maersk 'B'	64,368	0.07
601	ASML Holding	62,125	0.07
968	Aurelius	44,599	0.05
78	BASF	5,783	0.01
200	Bayer	20,438	0.02
122	Bayerische Motoren Werke 'A'	8,948	0.01
223	BNP Paribas	12,427	0.01
16,226	Brait	80,106	0.09

7IM AAP INCOME FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	European Equity (continued)		
260	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	60,657	0.07
1,172	Coca-Cola HBC	26,370	0.03
3,191	Commerzbank	26,441	0.03
319	Compagnie De St-Gobain	13,934	0.02
375	Covestro	21,830	0.02
2,130	Danske Bank	62,444	0.07
4,626	Deutsche Lufthansa	69,516	0.08
14,490	Engie	170,729	0.19
12,063	Eni	149,297	0.17
7,174	Ericsson 'B'	41,106	0.05
11	EURO STOXX 50 Equity Index Futures Jun 2017 ³	2,915	-
9,929	Fiat Chrysler Automobiles	81,779	0.09
1,114	Fraport AG Frankfurt Airport Services Worldwide	70,416	0.08
2,142	Holcim	100,497	0.11
5,999	Iberdrola	37,160	0.04
131	Inditex	4,164	-
1,166	International Consolidated Airlines Group	7,132	0.01
238	Investor 'B'	8,550	0.01
2,552	Kinnevik	56,256	0.06
125	Kone	4,814	0.01
121	Linde	17,803	0.02
1,130	Muenchener Rueckversicherungs	172,375	0.19
3,421	Nestle	227,587	0.26
1,560	NN Group	43,704	0.05
14,069	Norsk Hydro	59,411	0.07
1,377	Novartis	87,079	0.10
977	Novo Nordisk	32,278	0.04
199	NXP Semiconductors	16,757	0.02
4,057	Orange	55,668	0.06
654	Partners Group	313,133	0.35
1,732	Pernod Ricard	182,970	0.21
4,078	Peugeot	63,294	0.07
106	Porsche Automobil	4,736	0.01
1,112	Renault	81,294	0.09
6,001	Repsol	78,674	0.09
248	Roche Holding	53,205	0.06
5,317	Rocket Internet	98,755	0.11
696	Safran	48,444	0.05
1,786	Sanofi	137,821	0.15
568	SAP	47,418	0.05
1,625	Societe Generale	67,269	0.08
19,105	Societe Generale 10 Year Swap USD Warrants 01/09/2017	149	-
78	Swiss Life	20,231	0.02
2,424	Swiss Re	171,077	0.19
2,896	TeliaSonera 'A'	10,329	0.01
830	Unilever Netherlands	36,863	0.04

7IM AAP INCOME FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
3,262	UPM-Kymmene	71,855	0.08
968	Vestas Wind Systems	67,451	0.08
345	Vinci	23,395	0.03
21	Volkswagen	2,573	-
1,092	Volkswagen non-voting preference shares	128,951	0.14
78	Zurich Insurance Group	17,822	0.02
		3,978,023	4.46
Japanese Equity 0.12% (0.04%)			
1,591	Jafco	47,487	0.05
16	TOPIX Index Futures Jun 2017 ³	61,588	0.07
		109,075	0.12
Far East Equity 1.04% (1.31%)			
47,921	iShares Asia Pacific Dividend UCITS ETF	1,097,870	1.23
(63)	MSCI All Countries Asia ex Japan Index Futures Jun 2017 ³	(167,440)	(0.19)
		930,430	1.04
Emerging Markets Equity 3.20% (2.94%)			
200,000	7IM Emerging Markets Equity Value Fund 'Z' Inc ^{1 2}	261,720	0.29
159,450	SSgA SPDR S&P Emerging Markets Dividend UCITS ETF	1,884,065	2.11
84,715	Wisdomtree Emerging Asia Equity Income UCITS ²	712,969	0.80
		2,858,754	3.20
BONDS 53.05% (41.53%)			
Global Corporate Bonds 8.77% (5.53%)			
1,111,609	BlackRock Overseas Corporate Bond Tracker ²	1,632,953	1.83
3,418,286	Fair Oaks Income 2017	2,755,716	3.09
30,304	PFS TwentyFour Dynamic Bond ²	3,435,668	3.85
		7,824,337	8.77
Global High Yield Bonds 11.45% (13.82%)			
10,000	Barings U.S. High Yield Bond Fund 'A' Inc ²	790,279	0.89
2,498,038	Blackstone GSO Loan Financing (Jersey)	2,225,492	2.50
5,089,626	Carador Income	2,834,508	3.18
794,000	CVC Credit Partners European Opportunities EUR	762,852	0.86
1,205,334	CVC Credit Partners European Opportunities GBP	1,352,987	1.52
773,505	NB Global Floating Rate Income	749,140	0.84
1,500,000	PFS TwentyFour Select Monthly Income Fund ²	1,477,500	1.66
		10,192,758	11.45

7IM AAP INCOME FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	Global Convertible Bonds 3.09% (4.13%)		
332	NN (L) Global Convertible Opportunities Dist ²	1,440,110	1.61
49,940	SSgA SPDR Thomson Reuters Global Convertible Bond UCITS ETF	1,319,830	1.48
		2,759,940	3.09
	Global Inflation-linked Bonds 7.07% (3.40%)		
US\$2,400,000	US Treasury Notes 1.625% 2026	1,782,991	2.00
US\$1,492,000	US Treasury Notes 2.25% 2025	1,168,984	1.31
US\$4,300,000	US Treasury Notes 2.25% 2027	3,356,629	3.76
		6,308,604	7.07
	Gilts & Other Public Securities 1.24% (2.05%)		
£620,000	Reseau Ferre de France 5.5% 2021	744,738	0.84
£350,000	Treasury 1.25% 2018	354,509	0.40
		1,099,247	1.24
	Emerging Market Bonds 16.06% (12.87%)		
487,357	ETFS Lombard Odier IM Emerging Market Local Government Bond Fundamental GO UCITS	4,112,075	4.61
114,970	iShares Emerging Markets Local Government Bond UCITS ETF	5,876,334	6.59
7,062,713	Legal & General Emerging Markets Government Bond Local Currency Index Fund Dist ²	4,334,387	4.86
		14,322,796	16.06
	Sterling Corporate Bonds 5.37% (5.26%)		
31,838	PFS Twentyfour Monument Bond ²	3,558,359	3.99
11,024	UBS Sterling Corporate Bond Indexed ²	1,229,730	1.38
		4,788,089	5.37
	PRIVATE EQUITY 3.99% (7.91%)		
6,013	Apollo Global Management	128,470	0.14
7,081	Apollo Investment Corporation	34,913	0.04
13,272	Ares Capital Corporation	173,259	0.19
10,167	Blackstone Group (The)	260,302	0.29
2,843	Carlyle Group (The)	39,306	0.04
1,995	Electra Private Equity	54,543	0.06
2,374	Eurazeo	132,325	0.15
806	GIMV	38,958	0.04
2,572	Hercules Technology Growth Capital	26,104	0.03
14,676	KKR & Company	212,507	0.24
1,702	Main Street Capital Corporation	50,907	0.06
181,289	NB Private Equity Partners	1,948,857	2.19
3,287	Onex Corporation	182,942	0.21
11,546	Prospect Capital Corporation	72,485	0.08
7,841	Ratos	29,849	0.03

7IM AAP INCOME FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
PRIVATE EQUITY (continued)			
1,472	Wendel	174,918	0.20
		3,560,645	3.99
REAL ESTATE 0.00% (2.84%)			
HEDGE FUNDS & OTHER STRATEGIES			
4.97% (2.97%)			
11,699	AQR Managed Futures UCITS Fund 'G' ²	870,037	0.98
139,470	iShares Physical Gold ETC ⁴	2,705,263	3.03
901,224	UK Mortgages	853,910	0.96
		4,429,210	4.97
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS 20.06% (22.21%)			
£881,750	Alcentra European Floating Rate	888,363	1.00
£350,000	Bank Nederlandse Gemeenten 1.875% 2018	357,137	0.40
US\$1,400,000	BNP Paribas Arbitrage 0% 2021	1,115,333	1.25
£350,000	Coventry Building Society 4.625% 2018	362,543	0.41
US\$3,400,000	Credit Suisse 0.11% 2018	2,713,962	3.04
US\$2,220,000	Credit Suisse International 0% 2050	1,720,874	1.93
£200,000	Dexia Credit Local 1.875% 2017	200,354	0.22
£360,000	DNB Boligkreditt FRN 2020	360,700	0.40
£750,000	KFW 1.375% 2021	774,122	0.87
£700,000	National Bank of Australia 1.875% 2020	720,958	0.81
£600,000	Nordea Bank 2.125% 2019	620,570	0.70
6,445,000	Northern Trust Global Sterling Fund ²	6,445,000	7.23
£700,000	Rabobank Nederland 4.625% 2021	792,555	0.89
£700,000	Svenska Handelsbanken 4% 2019	737,444	0.83
£70,000	Total Capital International FRN 2019	70,037	0.08
		17,879,952	20.06
FORWARD FX CURRENCY CONTRACTS			
-0.27% (0.25%)			
¥(27,000,000)	Vs £193,762 Expiry 16.06.2017	3,885	-
US\$(26,950,000)	Vs £20,938,707 Expiry 21.07.2017	(19,631)	(0.02)
US\$(7,000,000)	Vs £5,446,835 Expiry 21.07.2017	3,111	-
€(2,630,000)	Vs £2,260,183 Expiry 18.08.2017	(41,008)	(0.05)
US\$(12,000,000)	Vs £9,193,007 Expiry 21.07.2017	(139,091)	(0.16)
¥128,400,000	Vs £(927,886) Expiry 16.06.2017	(24,917)	(0.03)
US\$3,500,000	Vs £(2,731,771) Expiry 21.07.2017	(9,909)	(0.01)
		(227,560)	(0.27)

7IM AAP INCOME FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

	Value £	31.05.17 %
Portfolio of investment	89,284,799	100.11
Net other liabilities	(100,142)	(0.11)
Net assets	89,184,657	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Related party holding.

² Collective investment scheme.

³ Derivative contract.

⁴ Structured product.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	13.92	7.95
Non-rated debt securities	6.22	11.07
Other investments	79.97	81.39
Net other liabilities	(0.11)	(0.41)
	100.00	100.00

7IM AAP INCOME FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		3,292,955		(1,735,269)
Revenue	1,631,619		1,505,530	
Expenses	(275,387)		(295,764)	
Interest payable and similar charges	(3,766)		(20)	
Net revenue before taxation	1,352,466		1,209,746	
Taxation	(117,815)		(113,390)	
Net revenue after taxation for the period		1,234,651		1,096,356
Total return before distributions		4,527,606		(638,913)
Distributions		(1,455,957)		(1,333,531)
Change in net assets attributable to shareholders from investment activities		3,071,649		(1,972,444)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		88,687,532		97,161,549
Amounts received on creation of shares	11,127,891		6,030,045	
Amounts paid on cancellation of shares	(14,164,421)		(11,452,869)	
		(3,036,530)		(5,422,824)
Stamp Duty Reserve Tax		2,274		-
Change in net assets attributable to shareholders from investment activities		3,071,649		(1,972,444)
Retained distribution on accumulation shares		459,732		401,813
Closing net assets attributable to shareholders		89,184,657		90,168,094

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM AAP INCOME FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	89,686,861	89,279,882
Current assets:		
Debtors	812,460	734,567
Cash and bank balances	709,799	815,538
Total assets	<u>91,209,120</u>	<u>90,829,987</u>
LIABILITIES		
Investment liabilities	(402,062)	(228,075)
Creditors:		
Cash and bank overdrafts	(397,896)	(566,402)
Distribution payable	(378,544)	(443,664)
Other creditors	(845,961)	(904,314)
Total liabilities	<u>(2,024,463)</u>	<u>(2,142,455)</u>
Net assets attributable to shareholders	<u>89,184,657</u>	<u>88,687,532</u>

7IM AAP INCOME FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM AAP INCOME FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

First Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 28 February 2017

			Paid	Paid
Class A Income	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.0182	-	1.0182	0.6820
Group 2	1.0182	-	1.0182	0.6820
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.5938	-	1.5938	1.0571
Group 2	1.5938	-	1.5938	1.0571
			Paid	Paid
Class B Income	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	-	-	-	0.7162
Group 2	-	-	-	0.7162
			Allocated	Allocated
Class B Accumulation	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.6282	-	1.6282	1.0686
Group 2	1.2179	0.4103	1.6282	1.0686
			Paid	Paid
Class C Income	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.0938	-	1.0938	0.7099
Group 2	0.6264	0.4674	1.0938	0.7099
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.7095	-	1.7095	1.0764
Group 2	0.6089	1.1006	1.7095	1.0764
			Paid	Paid
Class D Income	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.0223	-	1.0223	0.7768
Group 2	0.0318	0.9905	1.0223	0.7768
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.5828	-	1.5828	1.0682
Group 2	0.7401	0.8427	1.5828	1.0682
			Paid	Paid
Class S Income	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.0695	-	1.0695	0.6914
Group 2	0.2263	0.8432	1.0695	0.6914
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	30.04.17	30.04.16
Group 1	1.1655	-	1.1655	0.7314
Group 2	0.5430	0.6225	1.1655	0.7314

7IM AAP INCOME FUND

DISTRIBUTION TABLES (continued)

for the period ended 31 May 2017

Second Interim - in pence per share

Group 1 – Shares purchased prior to 1 March 2017

Group 2 – Shares purchased on or after 1 March 2017 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6529	-	0.6529	0.6720
Group 2	0.6529	-	0.6529	0.6720
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0318	-	1.0318	1.0258
Group 2	1.0318	-	1.0318	1.0258
			Payable	Paid
Class B Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	-	-	-	0.6896
Group 2	-	-	-	0.6896
			Allocated	Allocated
Class B Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0544	-	1.0544	1.0360
Group 2	0.9515	0.1029	1.0544	1.0360
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7027	-	0.7027	0.7172
Group 2	0.2904	0.4123	0.7027	0.7172
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.1091	-	1.1091	1.0939
Group 2	0.5532	0.5559	1.1091	1.0939
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6553	-	0.6553	0.6763
Group 2	0.0435	0.6118	0.6553	0.6763
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0246	-	1.0246	1.0255
Group 2	0.6112	0.4134	1.0246	1.0255
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6876	-	0.6876	0.7002
Group 2	0.1682	0.5194	0.6876	0.7002
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7566	-	0.7566	0.7447
Group 2	0.2098	0.5468	0.7566	0.7447

7IM AAP INCOME FUND

DISTRIBUTION TABLES (continued) for the period ended 31 May 2017

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM AAP MODERATELY CAUTIOUS FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM AAP (Asset Allocated Passives) Moderately Cautious Fund (the 'Sub-fund') aims to provide a total return, substantially by way of income though with some capital appreciation. There may be a moderate risk to capital.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities. Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

While income-generating assets are likely to represent a significant part of the portfolio, the portfolio may also include assets with scope for capital growth in real terms. The Sub-fund may use different asset classes, with a substantial proportion in fixed interest, or instruments that track the returns of fixed interest.

Investment may also be made in equities, exchange traded funds, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company.

The Sub-fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

There is no guarantee that a positive return will be delivered.

7IM AAP MODERATELY CAUTIOUS FUND

ACD'S REPORT (continued)
for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 2.4%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 7IM AAP Moderately Cautious C Acc shares published prices. Source NTRS

7IM AAP MODERATELY CAUTIOUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have done well but with rate rises expected fairly soon, we felt it was prudent to cut exposure here and we also trimmed exposure to convertibles where performance had been strong. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling and added to the holding of gold also a tail risk hedge. Later on we trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and the overweight position was no longer justified and reduced exposure to US financials equity which had performed well - all of which reduced risk in the portfolio and sold the EuroStoxx 2018 dividend future bought this year and where the structural discount has disappeared.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros.

We completed building the position in risk premia products and increase exposure to the yen – reducing sterling exposure on concerns about sterling once Article 50 had been triggered. The inflation protection certificate which captured the upside from higher inflation in the US had performed well but the inflation prospects in the US looked to have lessened so we decided to reduce the exposure.

7IM AAP MODERATELY CAUTIOUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, is the appropriate position for the Sub-fund at this time.

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM AAP MODERATELY CAUTIOUS FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	106.34	101.48	2.3990
2013	113.99	105.33	2.4935
2014	114.62	107.61	2.2019
2015	120.48	107.81	2.3505
2016	118.32	105.65	1.5581
2017 ¹	118.75	116.44	1.7145

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	117.73	110.85	2.5934
2013	126.99	117.65	2.7612
2014	131.65	122.32	2.4942
2015	139.62	126.35	2.7156
2016	140.61	124.61	1.8483
2017 ¹	142.28	139.66	2.0534

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	109.25	104.07	2.4642
2013	117.34	108.47	2.5579
2014	118.72	111.08	2.2727
2015	124.97	112.05	2.4194
2016	123.51	109.99	1.6324
2017 ¹	124.15	121.65	1.7971

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	120.35	113.05	2.6475
2013	130.03	120.29	2.8162
2014	135.62	125.60	2.5569
2015	144.05	130.60	2.7777
2016	145.96	128.99	1.8996
2017 ¹	147.91	145.15	2.1178

¹To 31 May 2017.

7IM AAP MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Performance Record

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	104.78	100.15	2.3630
2013	112.16	103.60	2.4610
2014	112.24	105.64	2.1482
2015	117.83	105.23	2.3472
2016	115.02	103.01	1.6434
2017 ¹	115.27	113.09	1.7210

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	115.79	109.24	2.5617
2013	124.75	115.71	2.7107
2014	128.70	119.89	2.4453
2015	136.32	123.18	2.7067
2016	136.63	121.34	1.8997
2017 ¹	138.08	135.58	2.0533

Class O Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	104.37	99.78	2.3622
2013	111.66	103.14	2.4439
2014 ²	109.16	98.15	2.1579

Class O Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	115.34	108.86	2.5568
2013	124.20	115.26	2.6963
2014	127.97	119.29	2.3128
2015	135.50	122.39	2.7038
2016 ³	135.65	120.54	1.8879

¹ To 31 May 2017.

² Closed on 30 November 2014.

³ Closed on 30 November 2016.

7IM AAP MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Performance Record

Class S Income	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2014 ¹	105.54	99.46	0.6100
2015	111.18	99.78	2.1524
2016	110.21	98.00	1.4337
2017 ²	110.86	108.60	1.5950

Class S Accumulation	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2014 ¹	106.16	99.45	0.6100
2015	112.85	102.40	2.1751
2016	114.70	101.22	1.4779
2017 ²	116.31	114.12	1.6630

¹ From 26 February 2014 to 31 December 2014.

² To 31 May 2017.

7IM AAP MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	828,389	730,092	113.46
	Class A Accumulation	9,232,503	7,021,156	131.50
	Class C Income	50,447,272	42,926,964	117.52
	Class C Accumulation	395,190,432	291,720,016	135.47
	Class D Income	5,310,787	4,780,255	111.10
	Class D Accumulation	103,023,609	80,145,617	128.55
	Class O Income ¹	-	-	-
	Class O Accumulation	39,153	30,634	127.81
	Class S Income ²	7,926,039	7,586,699	104.47
	Class S Accumulation ²	78,326,862	73,861,829	106.05
30.11.15	Class A Income	629,085	565,354	111.27
	Class A Accumulation	6,571,696	5,007,002	131.25
	Class C Income	63,399,869	54,780,013	115.74
	Class C Accumulation	556,555,079	409,955,223	135.76
	Class D Income	1,671,630	1,540,436	108.52
	Class D Accumulation	63,602,290	49,730,551	127.89
	Class O Accumulation	16,036	12,621	127.06
	Class S Income	10,069,680	9,767,213	103.10
	Class S Accumulation	105,881,622	99,431,160	106.49
	Class S Income	10,069,680	9,767,213	103.10
30.11.16	Class A Income	432,478	375,638	115.13
	Class A Accumulation	4,094,932	2,968,100	137.96
	Class C Income	59,531,059	49,511,445	120.24
	Class C Accumulation	573,748,231	400,419,859	143.29
	Class D Income	898,223	803,045	111.85
	Class D Accumulation	46,077,859	34,384,454	134.01
	Class O Accumulation ³	-	-	-
	Class S Income	12,262,383	11,425,765	107.32
	Class S Accumulation	114,913,382	102,037,789	112.62
	Class S Income	12,262,383	11,425,765	107.32
31.05.17	Class A Income	369,818	316,143	116.98
	Class A Accumulation	3,874,870	2,746,524	141.08
	Class C Income	55,550,677	45,380,451	122.41
	Class C Accumulation	548,026,731	373,270,131	146.82
	Class D Income	823,490	725,954	113.44
	Class D Accumulation	44,043,368	32,192,260	136.81
	Class S Income	12,974,067	11,862,298	109.37
	Class S Accumulation	122,521,819	106,075,395	115.50
	Class S Income	12,974,067	11,862,298	109.37
	Class S Accumulation	122,521,819	106,075,395	115.50

¹ The 'O' Income share class closed on 30 November 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

³ The 'O' Accumulation share class closed on 30 November 2016.

7IM AAP MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class C	Class D	Class O	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	1.50%	0.25%
Other expenses	0.04%	0.04%	0.04%	0.04%	0.04%
	1.04%	0.54%	1.44%	1.54%	0.29%
Collective investment scheme costs	0.13%	0.13%	0.13%	0.13%	0.13%
Ongoing Charges Figure	1.17%	0.67%	1.57%	1.67%	0.42%

As at 30 November 2016

	Class A	Class C	Class D	Class O	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	1.50%	0.25%
Other expenses	0.04%	0.04%	0.04%	0.04%	0.04%
	1.04%	0.54%	1.44%	1.54%	0.29%
Collective investment scheme costs	0.15%	0.15%	0.15%	0.15%	0.15%
Ongoing Charges Figure	1.19%	0.69%	1.59%	1.69%	0.44%

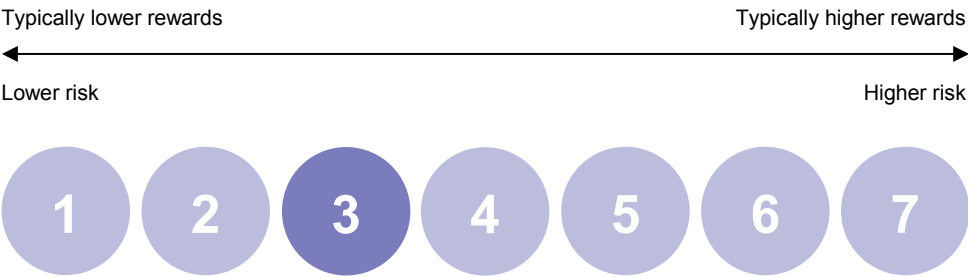
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM AAP MODERATELY CAUTIOUS FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 3.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM AAP Moderately Cautious Fund	8.10	12.44	29.29

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 176.

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 13.20% (21.83%)		
	UK Equity 4.24% (5.27%)		
2,585,983	7IM UK Equity Value Fund 'Z' Inc ^{1 2}	2,770,105	0.35
89,116	Aberdeen Asset Management	260,308	0.03
74,397	Anglo American	774,101	0.10
277	AON	28,202	-
22,555	AstraZeneca	1,181,431	0.16
102,986	Auto Trader Group	425,332	0.05
250,300	Aviva	1,316,578	0.17
75,232	Barratt Developments	457,034	0.06
244,990	BP	1,158,803	0.15
14,231	British American Tobacco	789,963	0.10
16,792	British Land	107,805	0.01
7,817	Burberry	140,628	0.02
6,113	Capita	35,944	-
3,352	Carnival	167,265	0.02
304,446	Centrica	612,241	0.08
29,810	Compass	499,616	0.06
47,697	Dexion Equity Alternative ³	-	-
9,894	Diageo	232,707	0.03
25,938	Direct Line Insurance Group	90,031	0.01
2,506	Easyjet	35,560	-
73,427	Experian	1,193,189	0.15
65	FTSE 100 Index Futures Jun 2017 ⁴	141,148	0.02
10,290	GKN	36,149	-
56,964	GlaxoSmithKline	962,976	0.12
265,363	Glencore	761,459	0.10
2,450	Hikma Pharmaceuticals	41,185	0.01
314,183	HSBC Holdings	2,141,471	0.27
17,949	Imperial Tobacco Group	651,010	0.08
3,361	InterContinental Hotels Group	146,977	0.02
2,746	Intertek Group	117,858	0.01
16,316	Intu Properties	44,592	0.02
110,654	Investec	679,416	0.09
29,224	J Sainsbury	82,236	0.01
21,395	Johnson Matthey	666,240	0.08
24,987	Kingfisher	81,383	0.01
13,533	Land Securities	146,698	0.02
133,230	Legal & General Group	337,072	0.04
27,810	Marks & Spencer	107,291	0.01
112,245	Meggitt	567,398	0.07
59,420	National Grid	648,274	0.08
216,621	Old Mutual	416,346	0.05
45,967	Persimmon	1,128,030	0.14
8,461	Petrofac	32,626	0.01
1,536	Randgold Resources	110,592	0.01
8,486	Reckitt Benckiser Group	684,396	0.09
15,955	RELX	266,768	0.03
22,856	Rio Tinto	714,479	0.09
61,335	Royal Bank of Scotland Group	161,986	0.02

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
UK Equity (continued)			
30,714	Royal Dutch Shell 'A'	650,062	0.08
64,452	Royal Dutch Shell 'B'	1,394,741	0.18
138,331	Royal Mail	610,455	0.08
17,580	Shire	795,583	0.10
74,582	Smith & Nephew	1,009,840	0.13
2,623	Smiths	42,020	0.01
89,543	Standard Life	346,263	0.04
21,594	Tate & Lyle	158,932	0.02
695,521	Tesco	1,279,411	0.16
6,191	Unilever UK	269,618	0.03
553,162	Vodafone Group	1,282,783	0.16
10,573	Weir Group (The)	193,697	0.02
64,628	William Hill	184,125	0.02
449,410	WM Morrison Supermarkets	1,110,043	0.14
32,299	Worldpay	101,354	0.01
6,227	WPP	108,848	0.01
		33,690,674	4.24
North American Equity 2.90% (8.76%)			
4,324,691	7IM US Equity Value Fund 'Z' Inc ^{1 2}	5,216,010	0.66
3,829	Aetna	434,153	0.06
323	Alphabet 'C'	245,478	0.03
814	American International Group	40,641	0.01
4,949	Amgen	592,909	0.08
1,123	Annaly Capital Management	10,313	-
1,321	Apple	158,117	0.03
1,151	Applied Materials	40,837	0.01
11,200	Baker Hughes	480,330	0.06
9,736	Best Buy	449,546	0.06
2,861	Biogen	549,202	0.07
2,815	Boeing	409,714	0.05
3,585	Cadence Design Systems	97,538	0.01
8,526	Capital One Financial	519,855	0.08
25,212	Cisco Systems	621,929	0.08
11,916	Citigroup	571,923	0.07
886	Citizens Financial Group	23,636	-
570	Colony NorthStar	6,211	-
19,254	Comcast 'A'	616,380	0.08
901	ConocoPhillips	31,433	-
2,639	Cummins	323,439	0.04
199	Delta Air Lines	7,604	-
221	Discover Financial Services	10,132	-
16,614	Ebay	447,880	0.06
402	Electronic Arts	35,329	-
1,402	Eli Lilly & Company	85,539	0.01
11	E-Mini S&P 500 Futures Jun 2017 ⁴	30,031	-
469	EOG Resources	32,739	-
2,886	Estee Lauder	211,283	0.03
985	Exelon	27,674	-

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
1,903	Exxon Mobil	120,211	0.02
195	F5 Networks	19,440	-
262	FNF	8,594	-
62,827	Ford Motor	542,215	0.07
11,581	Gilead Sciences	581,553	0.07
4,001	HCP	97,294	0.01
71	Humana	12,741	-
205	Illinois Tool Works	22,533	-
23,755	Intel	669,066	0.08
3,267	JM Smucker	325,059	0.04
1,438	Kimco Realty	19,579	-
1,480	Kinder Morgan	21,234	-
487	Las Vegas Sands	22,267	-
5,176	Liberty Property Trust	165,135	0.02
916	Lowe's Cos	56,636	0.01
381	LyondellBasell Industries	23,904	-
554	Marsh & McLennan	33,395	-
342	Maxim Integrated Products	12,704	-
2,863	Merck & Co	144,661	0.02
18,028	Michael Kors Holdings	509,168	0.06
6,341	Monsanto	577,128	0.07
136	Moody's	12,367	-
162	Motorola Solutions	10,450	-
100	MSCI	7,793	-
17,308	NetApp	545,454	0.07
569	Newmont Mining	15,055	-
3,426	NextEra Energy	375,330	0.05
573	NVIDIA	64,644	0.01
11,576	Occidental Petroleum	541,990	0.07
3,233	Oracle	114,327	0.01
92	Palo Alto Networks	8,383	-
1,428	PepsiCo	131,271	0.02
6,462	Pfizer	161,720	0.02
6,005	PNC Financial Services Group	555,902	0.07
1,532	Prudential Financial	125,116	0.02
13,254	Qualcomm	591,957	0.08
1,480	Regions Financial	16,104	-
377	RenaissanceRe	41,384	0.01
2,865	Rockwell Automation	355,601	0.05
133	Russell 2000 Mini Futures Jun 2017 ⁴	(5,629)	-
(277)	S&P 500 Index Put Options 1525 Jun 2017 ⁴	(1,079)	-
277	S&P 500 Index Put Options 2050 Jun 2017 ⁴	2,158	-
1,004	S&P Global	110,124	0.01
12,044	Southwest Airlines	558,179	0.07
1,007	Sprint	6,628	-
904	Synchrony Financial	19,061	-
8,885	Synopsys	516,899	0.07
3,486	Target	149,151	0.02
3,665	TD Ameritrade	106,651	0.01

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
752	Texas Instruments	48,007	0.01
4,474	T-Mobile	233,658	0.03
2,508	Union Pacific	216,467	0.03
88	United Rentals	7,585	-
13,621	Vereit	87,422	0.01
2,116	Walgreens Boots Alliance	132,117	0.02
10,593	Wal-Mart Stores	644,813	0.08
2,151	WestRock	92,232	0.01
		22,911,614	2.90
European Equity 4.73% (5.67%)			
4,363,693	7IM European (ex UK) Equity Value Fund 'Z' Inc ^{1,2}	4,868,572	0.62
5,903	ABB	115,421	0.01
975	Actelion	214,842	0.03
116,525	Aegon	448,629	0.06
5,300	AerCap	181,435	0.02
4,591	Ageas	144,216	0.02
3,449	Amadeus IT Holding	154,268	0.02
15	AP Moeller - Maersk 'A'	21,397	-
244	AP Moeller - Maersk 'B'	365,253	0.05
3,468	ASML Holding	358,488	0.05
453	BASF	33,584	-
1,153	Bayer	117,826	0.01
705	Bayerische Motoren Werke 'A'	51,706	0.01
1,289	BNP Paribas	71,829	0.01
1,747	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	407,566	0.05
34,120	Coca-Cola HBC	767,700	0.10
18,391	Commerzbank	152,392	0.02
1,842	Compagnie De St-Gobain	80,459	0.01
2,164	Covestro	125,975	0.02
12,281	Danske Bank	360,036	0.05
26,665	Deutsche Lufthansa	400,704	0.05
412	Eaton	24,931	-
83,520	Engie	984,078	0.12
69,530	Eni	860,536	0.11
41,348	Ericsson 'B'	236,917	0.03
532	EURO STOXX 50 Equity Index Futures Jun 2017 ⁴	163,133	0.02
57,235	Fiat Chrysler Automobiles	471,412	0.06
6,420	Fraport AG Frankfurt Airport Services Worldwide	405,808	0.05
13,388	Goldman Sachs International Euro Stoxx 50 Index Warrants 15/12/2017	11,752,313	1.49
12,349	Holcim	579,382	0.07
34,580	Iberdrola	214,201	0.03
756	Inditex	24,032	-
6,720	International Consolidated Airlines Group	41,104	0.01
1,375	Investor 'B'	49,396	0.01

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	European Equity (continued)		
14,707	Kinnevik	324,200	0.04
724	Kone	27,881	-
693	Linde	101,960	0.01
6,518	Muenchener Rueckversicherungs	994,283	0.13
19,718	Nestle	1,311,766	0.17
8,991	NN Group	251,885	0.03
81,099	Norsk Hydro	342,466	0.04
7,937	Novartis	501,921	0.06
5,630	Novo Nordisk	186,006	0.02
1,152	NXP Semiconductors	97,007	0.01
23,386	Orange	320,892	0.04
9,981	Pernod Ricard	1,054,403	0.13
23,507	Peugeot	364,848	0.05
610	Porsche Automobil	27,252	-
6,408	Renault	468,463	0.06
34,589	Repsol	453,467	0.06
1,430	Roche Holding	306,787	0.04
4,017	Safran	279,597	0.04
10,295	Sanofi	794,438	0.10
3,274	SAP	273,321	0.03
9,369	Societe Generale	387,840	0.05
160,000	Societe Generale 10 Year Swap USD		
	Warrants 01/09/2017	1,246	-
447	Swiss Life	115,938	0.01
13,967	Swiss Re	985,741	0.14
16,694	TeliaSonera 'A'	59,539	0.01
4,781	Unilever Netherlands	212,342	0.03
18,800	UPM-Kymmene	414,123	0.05
5,577	Vestas Wind Systems	388,611	0.05
1,993	Vinci	135,151	0.02
123	Volkswagen	15,073	-
6,298	Volkswagen non-voting preference shares	743,715	0.09
450	Zurich Insurance Group	102,821	0.01
		37,294,524	4.73
	Japanese Equity 0.09% (0.00%)		
300	TOPIX Index Futures Jun 2017 ⁴	743,858	0.09
	Far East Equity 0.10% (-0.07%)		
430	MSCI All Countries Asia ex Japan Index Futures Jun 2017 ⁴	817,531	0.10
	Emerging Markets Equity 1.14% (2.20%)		
1,591,635	7IM Emerging Markets Equity Value Fund 'Z' Inc ^{1 2}	2,082,814	0.26
876	Most Diversified TOBAM Anti-Benchmark Emerging Markets ²	6,560,150	0.83

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	Emerging Markets Equity (continued)		
191	MSCI India Index Futures Mar 2018 ⁴	396,074	0.05
		9,039,038	1.14
	BONDS 33.82% (33.36%)		
	Sterling Corporate Bonds 2.05% (2.07%)		
61,642	Vanguard Investment Series UK Investment Grade Index ²	5,814,510	0.74
100,553	Vanguard U.K. Short-Term Investment Grade Bond Index ²	10,341,128	1.31
		16,155,638	2.05
	Global Corporate Bonds 2.01% (2.06%)		
9,111,787	BlackRock Overseas Corporate Bond Tracker ²	13,385,215	1.70
277	Most Diversified TOBAM Anti-Benchmark US Credit ²	2,445,415	0.31
		15,830,630	2.01
	Global High Yield Bonds 7.92% (11.44%)		
7,490	Fair Oaks Dynamic Credit Fund 'M' Acc ²	7,744,510	0.98
1,003	Most Diversified TOBAM Anti-Benchmark Global High Yield ²	8,199,975	1.04
430,146	PIMCO Short-Term High Yield Corporate Source ²	34,559,769	4.38
128,321	Robeco Quant High Yield ²	11,959,988	1.52
		62,464,242	7.92
	Global Convertible Bonds 2.95% (4.05%)		
59,431	NN (L) Global Convertible Opportunities Acc ²	6,808,082	0.86
623,896	SSgA SPDR Thomson Reuters Global Convertible Bond UCITS ETF	16,488,524	2.09
		23,296,606	2.95
	Global Inflation Linked Bonds 7.87% (3.92%)		
US\$11,843,700	US Treasury Notes 1.625% 2026	8,798,840	1.12
US\$26,050,300	US Treasury Notes 2.25% 2025	20,410,441	2.59
US\$42,000,000	US Treasury Notes 2.25% 2027	32,785,680	4.16
		61,994,961	7.87
	Gilts & Other Public Securities 3.07% (4.12%)		
£1,872,000	Kingdom of Belgium 1.125% 2018	1,890,759	0.24
£3,745,023	Treasury 1.75% 2019	3,877,166	0.49
£3,745,023	Treasury 3.75% 2020	4,188,565	0.53
£3,745,023	Treasury 3.75% 2021	4,302,769	0.55
£4,802,991	Treasury 4% 2022	5,645,916	0.72
£4,138,250	Treasury 5% 2018	4,292,789	0.54
		24,197,964	3.07

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Emerging Markets Bonds 7.95% (5.70%)			
933,484	iShares Emerging Markets Local Government Bond UCITS ETF	47,712,131	6.05
22,892,662	Legal & General Emerging Markets Government Bond Local Currency Index Fund Acc ²	14,951,198	1.90
		62,663,329	7.95
REAL ESTATE 0.00% (2.07%)			
HEDGE FUND & OTHER STRATEGIES 9.65% (8.06%)			
1,493	Absolute Return Trust ³	-	-
216,132	AQR Managed Futures UCITS Fund 'G' ²	16,073,782	2.04
1,263,843	Dexion Absolute EUR	-	-
37,253,540	F&C Global Equity Market Neutral 3 Acc ²	21,007,271	2.67
1,349,565	iShares Physical Gold ETC ⁵	26,177,156	3.32
133,032	Source Physical Gold P-ETC ⁵	12,804,272	1.62
		76,062,481	9.65
CASH, MONEY MARKETS & SHORT TERM STERLING BONDS 47.98% (36.27%)			
£6,554,000	Asian Development Bank 1.5% 2017	6,595,251	0.84
£7,155,000	Bank Nederlandse Gemeenten 1.00% 2022	7,225,648	0.92
£5,100,000	Bayerische Landesbank 1.25% 2021	5,169,870	0.66
US\$20,800,000	BNP Paribas Arbitrage 0% 2021	16,570,659	2.10
£3,700,000	Caisse des Depots et Consignations 1.5% 2017	3,700,999	0.47
£1,935,000	Canadian Imperial Bank of Commerce FRN 2018	1,936,631	0.25
£7,850,000	Commonwealth Bank of Australia 1.125% 2021	7,928,712	1.01
US\$27,000,000	Credit Suisse 0.11% 2018	21,552,050	2.73
US\$40,540,000	Credit Suisse International 0% 2050	31,425,328	3.99
£5,618,000	Deutsche Bahn Finance 2.75% 2022	6,141,502	0.78
65,000,000	Deutsche Global Liquidity Managed Sterling Fund Platinum ²	65,000,000	8.26
£5,600,000	Deutsche Pfandbriefbank FRN 2017	5,603,091	0.72
£11,700,000	Dexia Credit Local 1.875% 2017	11,720,697	1.49
£8,100,000	FMS Wertmanagement 0.875% 2022	8,188,727	1.04
£588,000	GE Capital UK Funding 4.125% 2017	594,513	0.08
£1,512,000	GE Capital UK Funding 6.75% 2018	1,617,518	0.21
£3,756,000	GE Capital UK Funding FRN 2018	3,760,368	0.48
36,000,000	Goldman Sachs Sterling Liquid Reserves ²	36,000,000	4.57
£702,000	ING Bank FRN 2017	702,959	0.09
£3,000,000	Lloyds Bank 1.75% 2022	3,115,260	0.40
£8,500,000	National Bank of Australia 1.875% 2020	8,754,490	1.11
£2,817,000	Nederlandse Water 0.875% 2018	2,826,510	0.36
£4,320,000	Network Rail Infrastructure Finance 1% 2017	4,334,990	0.55
63,510,000	Northern Trust Global Sterling Fund ²	63,510,000	8.06
82,258	PIMCO Sterling Short Maturity Source UCITS ETF	8,380,445	1.06
£7,000,000	Rabobank Nederland 2.25% 2022	7,373,401	0.94
£5,044,000	Royal Bank of Canada 1.125% 2021	5,115,438	0.65
£5,259,000	Svenska Handelsbanken 1.875% 2017	5,276,213	0.67

7IM AAP MODERATELY CAUTIOUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS (continued)			
£2,607,000	Tennessee Valley Authority 5.35% 2021	3,046,517	0.39
£5,268,000	Toronto-Dominion Bank FRN 2018	5,274,764	0.67
£561,000	Total Capital International FRN 2019	561,295	0.07
£5,903,000	Transport for London 1.25% 2017	5,923,625	0.75
£3,075,000	Westpac Securities NZ 2.50% 2021	3,246,683	0.41
£9,156,000	Yorkshire Building Society 4.75% 2018	9,487,630	1.20
		377,661,784	47.98
FORWARD FX CURRENCY CONTRACTS			
-0.24% (0.25%)			
¥(498,000,000)	Vs £3,573,838 Expiry 16.06.2017	71,665	0.01
US\$(201,700,000)	Vs £156,710,098 Expiry 21.07.2017	(146,923)	(0.02)
US\$(28,000,000)	Vs £21,787,340 Expiry 21.07.2017	12,444	-
€(16,750,000)	Vs £14,394,699 Expiry 18.08.2017	(261,173)	(0.03)
US\$(99,000,000)	Vs £75,842,309 Expiry 21.07.2017	(1,147,503)	(0.15)
¥1,600,000,000	Vs £(11,562,448) Expiry 16.06.2017	(310,489)	(0.04)
US\$29,800,000	Vs £(23,259,081) Expiry 21.07.2017	(84,370)	(0.01)
		(1,866,349)	(0.24)
Portfolio of investment		822,958,525	104.41
Net other liabilities		(34,773,685)	(4.41)
Net assets		788,184,840	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Related party holding.

² Collective investment scheme.

³ Delisted security.

⁴ Derivative contract.

⁵ Structured product.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	28.15	19.14
Non-rated debt securities	8.82	9.80
Other investments	67.44	72.90
Net other liabilities	(4.41)	(1.84)
	100.00	100.00

7IM AAP MODERATELY CAUTIOUS FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		16,367,117		(4,872,338)
Revenue	6,389,825		7,408,999	
Expenses	(2,168,817)		(2,256,700)	
Interest payable and similar charges	(31,936)		(185,525)	
Net revenue before taxation	4,189,072		4,966,774	
Taxation	(619,641)		(642,833)	
Net revenue after taxation for the period		3,569,431		4,323,941
Total return before distributions		19,936,548		(548,397)
Distributions		(5,216,931)		(6,009,615)
Change in net assets attributable to shareholders from investment activities		14,719,617		(6,558,012)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		811,958,547		808,396,987
Amounts received on creation of shares	113,242,328		127,775,065	
Amounts paid on cancellation of shares	(156,305,007)		(148,785,590)	
		(43,062,679)		(21,010,525)
Stamp duty reserve tax		-		47,251
Change in net assets attributable to shareholders from investment activities		14,719,617		(6,558,012)
Retained distribution on accumulation shares		4,569,355		5,455,573
Closing net assets attributable to shareholders		788,184,840		786,331,274

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM AAP MODERATELY CAUTIOUS FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	824,915,691	831,026,391
Current assets:		
Debtors	22,679,026	6,210,168
Cash and bank balances	5,842,152	8,459,271
Total assets	<u>853,436,869</u>	<u>845,695,830</u>
LIABILITIES		
Investment liabilities	(1,957,166)	(4,161,501)
Creditors:		
Cash and bank overdrafts	(7,978,328)	(11,012,383)
Distribution payable	(450,874)	(610,661)
Other creditors	(54,865,661)	(17,952,738)
Total liabilities	<u>(65,252,029)</u>	<u>(33,737,283)</u>
Net assets attributable to shareholders	<u>788,184,840</u>	<u>811,958,547</u>

7IM AAP MODERATELY CAUTIOUS FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM AAP MODERATELY CAUTIOUS FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7505	-	0.7505	0.8408
Group 2	0.7505	-	0.7505	0.8408
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9093	-	0.9093	1.0093
Group 2	0.7033	0.2060	0.9093	1.0093
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7931	-	0.7931	0.8940
Group 2	0.2744	0.5187	0.7931	0.8940
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9313	-	0.9313	1.0387
Group 2	0.3609	0.5704	0.9313	1.0387
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7584	-	0.7584	0.8993
Group 2	0.2399	0.5185	0.7584	0.8993
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9099	-	0.9099	1.0289
Group 2	0.3865	0.5234	0.9099	1.0289
			Allocated	Allocated
Class O Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	-	-	-	1.0127
Group 2	-	-	-	1.0127
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7004	-	0.7004	0.7758
Group 2	0.3031	0.3973	0.7004	0.7758
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7308	-	0.7308	0.8032
Group 2	0.2348	0.4960	0.7308	0.8032

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

AAP BALANCED FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM AAP (Asset Allocated Passives) Balanced Fund (the 'Sub-fund') aims, by applying active asset allocation techniques to predominantly passive strategies, to provide a balance of income and capital appreciation. There may be some risk to capital.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities. Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

The Sub-fund invests predominantly in a range of equities and fixed interest investments or instruments that track the returns of equity and fixed interest indices. The Sub-fund will comprise a mixture of income-generating assets and assets with scope for capital growth in real terms. The Sub-fund may use different asset classes, with investment primarily in equities and fixed interest investments, or instruments that track the returns of equity and fixed interest indices, with no long-term preponderance to either class.

Investment may also be made in exchange traded funds, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that is permitted in the stated investment and borrowing powers of the Company.

The Sub-fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

There is no guarantee that a positive return will be delivered.

71M AAP BALANCED FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 4.66%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 71M AAP Balanced C Acc shares, published prices. Source: NTRS

7IM AAP BALANCED FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have done well but with rate rises expected fairly soon, we felt it was prudent to cut exposure here and we also trimmed exposure to convertibles where performance had been strong. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling. We trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and cut exposure to US financials equity which had performed well all of which reduced risk in the portfolio and sold the EuroStoxx 2018 dividend future bought this year and where the structural discount has disappeared.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

We completed building the position in risk premia products and increase exposure to the yen – reducing sterling exposure on concerns about sterling once Article 50 had been triggered. The inflation protection certificate which captured the upside from higher inflation in the US had performed well but the inflation prospects in the US looked to have lessened so we decided to reduce the exposure.

7IM AAP BALANCED FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM AAP BALANCED FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	107.21	100.69	1.9653
2013	119.76	107.56	2.0169
2014	123.42	112.84	1.8762
2015	133.40	114.68	2.1058
2016	131.71	109.89	1.4090
2017 ¹	133.75	130.10	1.7859

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	116.06	107.02	2.0773
2013	129.68	116.47	2.1871
2014	136.81	124.08	2.0531
2015	149.00	129.25	2.3438
2016	150.21	124.43	1.5935
2017 ¹	153.70	149.51	2.0432

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	108.70	101.90	2.2108
2013	121.54	109.00	2.2614
2014	125.65	114.62	2.1371
2015	135.89	116.96	2.3441
2016	134.71	112.17	1.6381
2017 ¹	136.90	133.02	2.1079

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	118.63	109.11	2.3407
2013	132.75	119.05	2.4551
2014	140.91	127.39	2.3644
2015	153.70	133.57	2.6411
2016	155.90	128.78	1.8755
2017 ¹	159.84	155.31	2.4506

¹ To 31 May 2017.

7IM AAP BALANCED FUND

FUND INFORMATION (continued)

Performance Record

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	106.24	99.91	1.8247
2013	118.55	106.61	1.8399
2014	121.80	111.58	1.7195
2015	131.57	112.99	1.9419
2016	129.44	108.20	1.3014
2017 ¹	131.33	127.83	1.6299

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	114.14	105.45	1.9211
2013	127.37	114.54	1.9701
2014	133.73	121.61	1.8678
2015	145.47	126.00	2.1397
2016	145.93	121.15	1.4508
2017 ¹	149.14	145.15	1.8430

Class O Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	105.66	99.40	1.8139
2013	117.86	106.03	1.8133
2014 ²	116.93	97.19	1.6917

Class O Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	113.69	105.09	1.8979
2013	126.82	114.09	1.9517
2014	125.80	114.06	1.8055
2015	136.31	118.03	1.9639
2016 ³	136.61	113.46	1.3406

¹ To 31 May 2017.

² Closed on 30 November 2014.

³ Closed on 30 November 2016.

7IM AAP BALANCED FUND

FUND INFORMATION (continued)

Performance Record

Class S Income

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ¹	106.76	98.88	0.6050
2015	115.49	99.45	2.0984
2016	114.67	95.39	1.4892
2017 ²	116.62	113.22	1.9054

Class S Accumulation

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2014 ¹	107.39	98.88	0.6050
2015	117.23	101.97	2.1213
2016	119.27	98.39	1.5330
2017 ²	122.43	118.86	1.9907

¹ From 26 February 2014 to 31 December 2014.

² To 31 May 2017.

7IM AAP BALANCED FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	1,998,162	1,633,094	122.35
	Class A Accumulation	13,165,229	9,633,005	136.67
	Class C Income	96,776,236	77,763,565	124.45
	Class C Accumulation	981,131,341	696,988,133	140.77
	Class D Income	7,425,222	6,145,722	120.82
	Class D Accumulation	141,458,023	105,893,062	133.59
	Class O Income ¹	-	-	-
	Class O Accumulation	4,717	3,767	125.22
	Class S Income ²	15,653,719	14,811,457	105.69
	Class S Accumulation ²	147,344,649	137,343,614	107.28
30.11.15	Class A Income	523,507	432,683	120.99
	Class A Accumulation	11,551,301	8,430,664	137.02
	Class C Income	135,700,250	109,965,098	123.40
	Class C Accumulation	1,401,773,819	989,287,945	141.70
	Class D Income	3,217,578	2,699,448	119.19
	Class D Accumulation	90,221,278	67,585,908	133.49
	Class O Accumulation	4,710	3,767	125.04
	Class S Income	19,306,389	18,403,300	104.91
	Class S Accumulation	204,256,193	188,766,364	108.21
30.11.16	Class A Income	359,691	281,108	127.95
	Class A Accumulation	6,937,368	4,718,649	147.02
	Class C Income	115,890,334	88,621,372	130.77
	Class C Accumulation	1,385,302,213	907,486,939	152.65
	Class D Income	1,476,955	1,174,424	125.76
	Class D Accumulation	64,053,780	44,860,256	142.79
	Class O Accumulation ³	-	-	-
	Class S Income	22,595,969	20,305,178	111.28
	Class S Accumulation	218,399,514	186,976,540	116.81
31.05.17	Class A Income	353,676	266,665	132.63
	Class A Accumulation	6,664,448	4,345,581	153.36
	Class C Income	113,288,104	83,494,079	135.68
	Class C Accumulation	1,180,547,051	739,895,427	159.56
	Class D Income	1,672,092	1,284,108	130.21
	Class D Accumulation	61,967,706	41,671,229	148.71
	Class S Income	25,198,432	21,812,861	115.52
	Class S Accumulation	229,591,027	187,869,426	122.21

¹ The 'O' Income share class closed on 30 November 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

³ The 'O' Accumulation share class closed on 30 November 2016.

7IM AAP BALANCED FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class C	Class D	Class O	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	1.50%	0.25%
Other expenses	0.03%	0.03%	0.03%	0.03%	0.03%
	1.03%	0.53%	1.43%	1.53%	0.28%
Collective investment scheme costs	0.12%	0.12%	0.12%	0.12%	0.12%
Ongoing Charges Figure	1.15%	0.65%	1.55%	1.65%	0.40%

As at 30 November 2016

	Class A	Class C	Class D	Class O	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	1.50%	0.25%
Other expenses	0.03%	0.03%	0.03%	0.03%	0.03%
	1.03%	0.53%	1.43%	1.53%	0.28%
Collective investment scheme costs	0.14%	0.14%	0.14%	0.14%	0.14%
Ongoing Charges Figure	1.17%	0.67%	1.57%	1.67%	0.42%

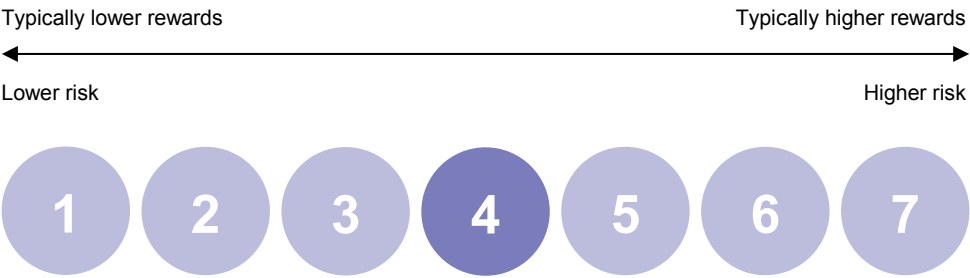
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM AAP BALANCED FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 4.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM AAP Balanced Fund	14.93	18.70	45.52

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 199.

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 25.17% (28.24%)		
	UK Equity 7.85% (7.65%)		
573,436	3i Group	5,132,252	0.32
5,380,103	7IM UK Equity Value Fund 'Z' Inc ^{1 2}	5,763,166	0.36
327,112	Aberdeen Asset Management	955,494	0.06
273,084	Anglo American	2,841,439	0.18
1,813	AON	184,583	-
82,792	AstraZeneca	4,336,645	0.27
378,026	Auto Trader Group	1,561,247	0.10
918,770	Aviva	4,832,730	0.30
276,154	Barratt Developments	1,677,636	0.10
899,274	BP	4,253,566	0.26
52,238	British American Tobacco	2,899,731	0.18
61,635	British Land	395,697	0.01
28,692	Burberry	516,169	0.02
22,436	Capita	131,924	0.01
12,302	Carnival	613,870	0.04
1,117,518	Centrica	2,247,329	0.14
109,421	Compass	1,833,896	0.11
7,651	Dexion Equity Alternative ³	-	-
36,318	Diageo	854,199	0.05
95,208	Direct Line Insurance Group	330,467	0.02
9,198	Easyjet	130,520	0.01
5,789	Electric & General Investment Trust ³	-	-
269,525	Experian	4,379,781	0.27
539	FTSE 100 Index Futures Jun 2017 ⁴	1,170,439	0.07
37,773	GKN	132,697	0.01
209,095	GlaxoSmithKline	3,534,751	0.22
974,060	Glencore	2,795,065	0.17
8,991	Hikma Pharmaceuticals	151,139	0.01
1,153,259	HSBC Holdings	7,860,613	0.49
65,885	Imperial Tobacco Group	2,389,649	0.15
12,340	InterContinental Hotels Group	539,628	0.03
175,804	Intermediate Capital Group	1,546,196	0.10
10,080	Intertek Group	432,634	0.03
59,890	Intu Properties	163,679	0.01
406,174	Investec	2,493,908	0.15
319,103	IP Group	448,021	0.03
24,546	IP Group Stock Rights	98	-
107,271	J Sainsbury	301,861	0.02
78,534	Johnson Matthey	2,445,549	0.15
91,719	Kingfisher	298,729	0.02
49,674	Land Securities	538,466	0.03
489,042	Legal & General Group	1,237,276	0.08
102,081	Marks & Spencer	393,829	0.02
412,014	Meggitt	2,082,731	0.13
218,109	National Grid	2,379,568	0.15
795,143	Old Mutual	1,528,265	0.09
168,730	Persimmon	4,140,634	0.26
31,059	Petrofac	119,764	0.01

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	UK Equity (continued)		
5,638	Randgold Resources	405,936	0.03
31,149	Reckitt Benckiser Group	2,512,167	0.16
58,563	RELX	979,173	0.06
83,896	Rio Tinto	2,622,589	0.16
225,143	Royal Bank of Scotland Group	594,603	0.04
112,743	Royal Dutch Shell 'A'	2,386,206	0.15
236,580	Royal Dutch Shell 'B'	5,119,591	0.32
507,766	Royal Mail	2,240,771	0.14
64,530	Shire	2,920,305	0.18
273,762	Smith & Nephew	3,706,737	0.23
9,631	Smiths	154,289	0.01
328,681	Standard Life	1,271,009	0.08
79,263	Tate & Lyle	583,376	0.04
2,553,026	Tesco	4,696,291	0.29
872	Thames River Multi Hedge preference shares ³	-	-
22,725	Unilever UK	989,674	0.06
2,030,472	Vodafone Group	4,708,665	0.29
38,812	Weir Group (The)	711,036	0.04
237,229	William Hill	675,865	0.04
1,649,634	WM Morrison Supermarkets	4,074,596	0.25
118,559	Worldpay	372,038	0.02
22,857	WPP	399,540	0.02
		127,121,987	7.85
	North American Equity 7.94% (10.79%)		
9,120,755	7IM US Equity Value Fund 'Z' Inc ^{1 2}	11,000,543	0.68
25,107	Aetna	2,846,770	0.18
2,112	Alphabet 'C'	1,605,110	0.10
5,341	American International Group	266,665	0.02
32,452	Amgen	3,887,870	0.24
7,367	Annaly Capital Management	67,654	-
8,662	Apple	1,036,795	0.06
7,547	Applied Materials	267,762	0.02
73,438	Baker Hughes	3,149,508	0.19
63,845	Best Buy	2,947,955	0.18
18,762	Biogen	3,601,585	0.22
18,464	Boeing	2,687,372	0.17
23,508	Cadence Design Systems	639,588	0.04
55,911	Capital One Financial	3,409,053	0.21
165,319	Cisco Systems	4,078,088	0.25
78,139	Citigroup	3,750,380	0.23
5,815	Citizens Financial Group	155,130	0.01
3,741	Colony NorthStar	40,766	-
126,250	Comcast 'A'	4,041,652	0.25
5,911	ConocoPhillips	206,219	0.01
17,305	Cummins	2,120,919	0.13
1,308	Delta Air Lines	49,984	-
1,453	Discover Financial Services	66,616	-
108,939	Ebay	2,936,775	0.18

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
2,639	Electronic Arts	231,926	0.01
9,199	Eli Lilly & Company	561,248	0.03
45	E-Mini S&P 500 Futures Jun 2017 ⁴	122,853	0.01
3,081	EOG Resources	215,071	0.01
18,918	Estee Lauder	1,384,977	0.09
6,460	Exelon	181,495	0.01
12,480	Exxon Mobil	788,354	0.05
1,285	F5 Networks	128,105	0.01
1,723	FNF	56,514	-
411,969	Ford Motor	3,555,413	0.22
146,747	FS Investment	1,045,866	0.06
75,937	Gilead Sciences	3,813,264	0.24
26,238	HCP	638,042	0.04
468	Humana	83,984	0.01
1,347	Illinois Tool Works	148,061	0.01
155,769	Intel	4,387,278	0.27
21,427	JM Smucker	2,131,935	0.13
9,433	Kimco Realty	128,433	0.01
9,709	Kinder Morgan	139,300	0.01
3,193	Las Vegas Sands	145,990	0.01
33,944	Liberty Property Trust	1,082,951	0.07
6,004	Lowe's Cos	371,225	0.02
2,493	LyondellBasell Industries	156,413	0.01
3,634	Marsh & McLennan	219,056	0.01
2,242	Maxim Integrated Products	83,282	0.01
18,772	Merck & Co	948,506	0.06
118,209	Michael Kors Holdings	3,338,597	0.21
41,585	Monsanto	3,784,871	0.23
887	Moody's	80,661	-
1,064	Motorola Solutions	68,638	-
657	MSCI	51,200	-
113,497	NetApp	3,576,811	0.22
3,733	Newmont Mining	98,773	0.01
22,461	NextEra Energy	2,460,677	0.15
3,762	NVIDIA	424,417	0.03
75,901	Occidental Petroleum	3,553,693	0.22
21,201	Oracle	749,718	0.05
599	Palo Alto Networks	54,583	-
9,368	PepsiCo	861,169	0.05
42,377	Pfizer	1,060,539	0.07
39,373	PNC Financial Services Group	3,644,881	0.23
10,049	Prudential Financial	820,686	0.05
86,912	QUALCOMM	3,881,711	0.24
9,705	Regions Financial	105,603	0.01
2,473	RenaissanceRe	271,465	0.02
18,786	Rockwell Automation	2,331,697	0.14
240	Russell 2000 Mini Futures Jun 2017 ⁴	(10,158)	-
(476)	S&P 500 Index Put Options 1525 Jun 2017 ⁴	(1,854)	-
476	S&P 500 Index Put Options 2050 Jun 2017 ⁴	3,708	-

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
6,588	S&P Global	722,609	0.05
78,974	Southwest Airlines	3,660,048	0.23
6,605	Sprint	43,473	-
5,927	Synchrony Financial	124,971	0.01
58,262	Synopsys	3,389,484	0.21
22,856	Target	977,902	0.06
24,038	TD Ameritrade	699,505	0.04
4,935	Texas Instruments	315,047	0.02
29,336	T-Mobile	1,532,094	0.09
36,053	TPG Specialty Lending	581,577	0.04
16,445	Union Pacific	1,419,380	0.09
572	United Rentals	49,303	-
89,316	Vereit	573,248	0.04
13,880	Walgreens Boots Alliance	866,628	0.05
69,456	Wal-Mart Stores	4,227,898	0.26
14,102	WestRock	604,677	0.04
		128,610,231	7.94
European Equity 7.32% (5.71%)			
8,866,242	7IM European (ex UK) Equity Value Fund 'Z' Inc ^{1 2}	9,892,066	0.61
23,788	ABB	465,124	0.03
3,928	Actelion	865,538	0.05
469,555	Aegon	1,807,819	0.11
21,359	AerCap	731,182	0.05
18,503	Ageas	581,231	0.04
13,895	Amadeus IT Holding	621,499	0.04
61	AP Moeller - Maersk 'A'	87,016	0.01
983	AP Moeller - Maersk 'B'	1,471,491	0.09
13,977	ASML Holding	1,444,805	0.09
18,363	Aurelius	846,044	0.05
1,826	BASF	135,373	0.01
4,647	Bayer	474,882	0.03
2,842	Bayerische Motoren Werke 'A'	208,437	0.01
5,194	BNP Paribas	289,434	0.02
307,786	Brait	1,519,509	0.09
4,573	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	1,066,858	0.07
125,244	Coca-Cola HBC	2,817,990	0.17
74,109	Commerzbank	614,083	0.03
7,424	Compagnie De St-Gobain	324,281	0.02
8,722	Covestro	507,742	0.03
49,491	Danske Bank	1,450,904	0.09
107,452	Deutsche Lufthansa	1,614,716	0.09
2,701	Eaton	163,446	0.01
336,558	Engie	3,965,507	0.24
280,181	Eni	3,467,651	0.21
166,616	Ericsson 'B'	954,680	0.06

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
1,995	EURO STOXX 50 Equity Index Futures Jun 2017 ⁴	1,415,479	0.09
230,640	Fiat Chrysler Automobiles	1,899,648	0.12
25,867	Fraport AG Frankfurt Airport Services Worldwide	1,635,052	0.10
49,762	Holcim	2,334,698	0.14
139,349	Iberdrola	863,176	0.05
3,048	Inditex	96,891	0.01
27,077	International Consolidated Airlines Group	165,620	0.01
5,541	Investor 'B'	199,056	0.01
59,261	Kinnevik	1,306,347	0.08
2,921	Kone	112,486	0.01
2,789	Linde	410,342	0.03
1,042,957	Marfin Investment Group Holdings	163,060	0.01
26,269	Muenchener Rueckversicherungs	4,007,182	0.25
79,456	Nestle	5,285,914	0.33
36,229	NN Group	1,014,962	0.06
326,804	Norsk Hydro	1,380,033	0.09
31,981	Novartis	2,022,417	0.12
22,687	Novo Nordisk	749,540	0.04
4,644	NXP Semiconductors	391,060	0.02
94,239	Orange	1,293,105	0.08
12,391	Partners Group	5,932,773	0.37
40,219	Pernod Ricard	4,248,778	0.26
94,727	Peugeot	1,470,240	0.09
2,457	Porsche Automobil	109,769	0.01
25,822	Renault	1,887,740	0.12
139,382	Repsol	1,827,319	0.11
5,760	Roche Holding	1,235,729	0.08
100,849	Rocket Internet	1,873,113	0.12
16,189	Safran	1,126,810	0.07
41,484	Sanofi	3,201,209	0.20
13,192	SAP	1,101,297	0.07
19,001	SG Issuer Bucket of Underlyings		
	Warrants 15/12/2017	15,069,663	0.93
37,754	Societe Generale	1,562,868	0.10
340,000	Societe Generale 10 Year Swap USD		
	Warrants 01/09/2017	2,648	-
1,801	Swiss Life	467,122	0.03
56,283	Swiss Re	3,972,253	0.25
67,268	TeliaSonera 'A'	239,912	0.01
19,264	Unilever Netherlands	855,587	0.05
75,754	UPM-Kymmene	1,668,697	0.10
22,474	Vestas Wind Systems	1,566,012	0.10
8,034	Vinci	544,809	0.03
498	Volkswagen	61,026	-
25,382	Volkswagen non-voting preference shares	2,997,295	0.19
1,815	Zurich Insurance Group	414,712	0.03
		118,572,757	7.32

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Japanese Equity 0.21% (0.38%)			
29,722	Jafco	887,115	0.05
1,067	TOPIX Index Futures Jun 2017 ⁴	2,660,697	0.16
		3,547,812	0.21
Far East Equity 0.19% (0.24%)			
1,355	MSCI All Countries Asia ex Japan Index Futures Jun 2017 ⁴	3,009,677	0.19
Emerging Markets Equity 1.66% (3.47%)			
3,370,951	7IM Emerging Markets Equity Value Fund 'Z' Inc ^{1 2}	4,411,226	0.27
2,827	Most Diversified TOBAM Anti-Benchmark Emerging Markets ²	21,173,644	1.31
598	MSCI India Index Futures Mar 2018 ⁴	1,240,063	0.08
		26,824,933	1.66
BONDS 27.61% (26.89%)			
Gilts & Other Public Securities 2.21% (2.43%)			
£12,965,000	European Investment Bank 1.5% 2019	13,210,972	0.82
£864,000	European Investment Bank 4.75% 2018	915,595	0.05
£5,186,000	Kingdom of Belgium 1.125% 2018	5,237,969	0.32
£2,593,039	Treasury 1.75% 2019	2,684,534	0.17
£2,593,039	Treasury 3.75% 2020	2,900,146	0.18
£2,593,039	Treasury 3.75% 2021	2,979,220	0.18
£4,382,236	Treasury 4% 2022	5,151,318	0.32
£2,636,256	Treasury 5% 2018	2,734,704	0.17
		35,814,458	2.21
Sterling Corporate Bonds 1.50% (1.50%)			
112,613	UBS Sterling Corporate Bond Indexed ²	12,561,845	0.78
112,943	Vanguard U.K. Short-Term Investment Grade Bond Index ²	11,615,427	0.72
		24,177,272	1.50
Global High Yield Bonds 5.94% (8.92%)			
141,653	iShares \$ High Yield Corporate Bond UCITS ETF	11,571,887	0.71
1,850	Most Diversified TOBAM Anti-Benchmark Global High Yield ²	15,129,759	0.93
623,289	PIMCO Short-Term High Yield Corporate Source ²	50,077,704	3.09
209,375	Robeco Quant High Yield ²	19,514,640	1.21
		96,293,990	5.94
Global Corporate Bonds 1.49% (1.51%)			
12,742,063	BlackRock Overseas Corporate Bond Tracker ²	18,718,091	1.16
597	Most Diversified TOBAM Anti-Benchmark US Credit ²	5,273,200	0.33
		23,991,291	1.49

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
Global Inflation Linked Bonds 4.97% (2.38%)			
US\$11,069,700	US Treasury Notes 2.25% 2025	8,673,123	0.54
US\$37,659,600	US Treasury Notes 1.625% 2026	27,977,811	1.73
US\$56,000,000	US Treasury Notes 2.25% 2027	43,714,241	2.70
		80,365,175	4.97
Global Convertible Bonds 2.02% (3.06%)			
1,238,979	SSgA SPDR Thomson Reuters Global Convertible Bond UCITS ETF	32,744,135	2.02
Emerging Markets Bonds 9.48% (7.09%)			
2,965,573	ETFs Lombard Odier IM Emerging Market Local Government Bond Fundamental GO UCITS	25,022,022	1.55
1,916,480	iShares Emerging Markets Local Government Bond UCITS ETF	97,954,915	6.05
46,543,360	Legal & General Emerging Markets Government Bond Local Currency Index Fund Acc ²	30,397,468	1.88
		153,374,405	9.48
PRIVATE EQUITY 1.86% (2.05%)			
114,056	Apollo Global Management	2,436,855	0.15
134,310	Apollo Investment Corporation	662,213	0.04
251,757	Ares Capital Corporation	3,286,558	0.20
192,860	Blackstone Group (The)	4,937,733	0.30
53,919	Carlyle Group (The)	745,463	0.05
37,830	Electra Private Equity	1,034,272	0.06
45,001	Eurazeo	2,508,832	0.15
15,271	GIMV	738,131	0.05
48,673	Hercules Technology Growth Capital	493,990	0.03
278,382	KKR & Company	4,030,939	0.25
32,276	Main Street Capital Corporation	965,376	0.06
62,339	Onex Corporation	3,469,545	0.21
218,775	Prospect Capital Corporation	1,373,467	0.08
148,733	Ratos	566,194	0.03
27,923	Wendel	3,318,085	0.20
		30,567,653	1.86
REAL ESTATE 0.00% (1.93%)			
HEDGE FUNDS & OTHER STRATEGIES 9.12% (5.95%)			
7,879	Absolute Return Trust ³	-	-
444,822	AQR Managed Futures UCITS Fund 'G' ²	33,081,448	2.04
2,441,469	Dexion Absolute EUR ³	-	-
60,504,243	F&C Global Equity Market Neutral 3 Acc ²	34,118,343	2.11
2,787,658	iShares Physical Gold ETC ⁵	54,071,467	3.34
274,257	Source Physical Gold P-ETC ⁵	26,397,116	1.63
		147,668,374	9.12

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	CASH, MONEY MARKETS & SHORT TERM		
	STERLING BONDS 39.09% (35.83%)		
£8,684,000	ASB Finance FRN 2018	8,708,524	0.54
£1,729,000	Asian Development Bank 1.5% 2017	1,739,882	0.11
£8,644,000	Bank Nederlandse Gemeenten 1.875% 2018	8,820,268	0.54
£3,560,000	Bank of Montreal FRN 2018	3,562,684	0.22
US\$22,300,000	BNP Paribas Arbitrage 0% 2021	17,765,658	1.10
£1,540,000	Caisse d'Amortissement de la Dette Sociale 3.75% 2018	1,607,515	0.10
£6,600,000	Caisse des Depots et Consignations 1.5% 2017	6,601,782	0.41
£5,401,000	Canadian Imperial Bank of Commerce FRN 2018	5,405,553	0.33
£5,297,000	Commonwealth Bank of Australia FRN 2018	5,305,179	0.33
£4,532,000	Coventry Building Society 1.00% 2020	4,539,568	0.28
£1,780,000	Coventry Building Society FRN 2020	1,784,381	0.11
US\$55,500,000	Credit Suisse 0.11% 2018	44,301,437	2.74
US\$62,330,000	Credit Suisse International 0% 2050	48,316,249	2.98
£472,000	Deutsche Bahn Finance 2.75% 2022	515,982	0.03
80,000,000	Deutsche Global Liquidity Managed Sterling Fund Platinum ²	80,000,000	4.94
£5,200,000	Deutsche Pfandbriefbank FRN 2017	5,202,870	0.32
£13,000,000	Dexia Credit Local 1.875% 2017	13,022,997	0.80
£9,509,000	DNB Boligkreditt FRN 2020	9,527,495	0.59
£14,611,000	Export Development Canada 1.375% 2019	14,955,907	0.92
£1,824,000	Export Development Canada 1.875% 2018	1,864,511	0.12
£1,100,000	FMS Wertmanagement 0.625% 2020	1,105,676	0.07
£1,200,000	FMS Wertmanagement 0.75% 2017	1,202,687	0.07
£8,900,000	FMS Wertmanagement 1.25% 2019	9,027,030	0.56
£1,400,000	FMS Wertmanagement 1.875% 2018	1,430,510	0.09
£1,200,000	GE Capital UK Funding 2.375% 2018	1,229,519	0.08
£1,909,000	GE Capital UK Funding 6.75% 2018	2,042,223	0.13
£4,420,000	GE Capital UK Funding FRN 2018	4,425,140	0.27
20,000,000	Goldman Sachs Sterling Liquid Reserves ²	20,000,000	1.24
£3,536,000	ING Bank FRN 2017	3,540,830	0.22
£8,684,000	Lloyds Bank FRN 2017	8,718,328	0.54
£1,802,000	National Bank of Australia 3.625% 2017	1,825,296	0.11
£6,352,000	Nederlandse Waterschapsbank 2% Senior Notes 2018	6,501,005	0.40
£8,644,000	Nestle Holdings 1.625% 2017	8,697,325	0.54
£3,995,000	Network Rail Infrastructure Finance 1% 2017	4,008,863	0.25
£7,512,000	Network Rail Infrastructure Finance 4.625% 2020	8,505,958	0.53
£9,062,000	Nordea Bank FRN 2019	9,105,235	0.56
129,626,000	Northern Trust Global Sterling Fund ²	129,626,000	8.01
£1,500,000	NRW Bank 0.875% 2017	1,503,794	0.09
72,877	PIMCO Sterling Short Maturity Source UCITS ETF	7,424,709	0.46
£7,294,000	Royal Bank of Canada FRN 2018	7,311,163	0.45
£8,858,000	Royal Bank of Canada FRN 2019	8,884,574	0.55
£9,451,000	Royal Bank of Scotland FRN 2020	9,471,877	0.58
£8,421,000	Santander UK FRN 2020	8,442,162	0.52
£6,079,000	Shell International Finance 2% 2019	6,283,972	0.39
£6,860,000	Skandinaviska Enskilda Banken FRN 2018	6,892,352	0.43

7IM AAP BALANCED FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS (continued)			
£14,328,000	Stadshypotek AB FRN 2018	14,363,175	0.89
£4,863,000	Svenska Handelsbanken 1.875% 2017	4,878,917	0.30
£11,984,000	Swedbank Hypotek FRN 2018	11,997,182	0.74
£10,777,000	Toronto-Dominion Bank FRN 2018	10,790,838	0.67
£9,301,000	Total Capital International FRN 2019	9,305,892	0.57
£2,640,000	Transport for London 1.25% 2017	2,649,224	0.16
£7,555,000	Westpac Banking Corporation FRN 2017	7,562,479	0.47
£3,886,000	Westpac Securities FRN 2017	3,891,005	0.24
£6,218,000	Yorkshire Building Society 4.75% 2018	6,443,216	0.40
		632,636,598	39.09
FORWARD FX CURRENCY CONTRACTS			
-0.28% (-0.02%)			
¥(1,350,000,000)	Vs £9,688,114 Expiry 16.06.17	194,274	0.01
US\$(389,800,000)	Vs £302,853,724 Expiry 21.07.17	(283,939)	(0.02)
US\$(73,350,000)	Vs £57,075,050 Expiry 21.07.17	32,598	-
€(28,600,000)	Vs £24,578,411 Expiry 18.08.17	(445,944)	(0.03)
US\$(210,000,000)	Vs £160,877,626 Expiry 21.07.17	(2,434,096)	(0.15)
¥(6,700,000,000)	Vs £48,417,751 Expiry 16.06.17	(1,300,171)	(0.08)
US\$61,100,000	Vs £47,688,922 Expiry 21.07.17	(172,987)	(0.01)
US\$22,874,000	Vs £17,783,714 Expiry 02.06.17	33,009	-
		(4,377,256)	(0.28)
Portfolio of investment		1,660,943,492	102.57
Net other liabilities		(41,660,956)	(2.57)
Net assets		1,619,282,536	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Related party holding.

² Collective investment scheme.

³ Delisted security.

⁴ Derivative contract.

⁵ Structured product.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	24.80	25.30
Non-rated debt securities	6.82	10.41
Other investments	70.95	65.16
Net other liabilities	(2.57)	(0.87)
	100.00	100.00

7IM AAP BALANCED FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		66,973,633		(52,576,395)
Revenue	16,567,839		18,651,336	
Expenses	(4,401,668)		(4,795,510)	
Interest payable and similar charges	(69,465)		(228,428)	
Net revenue before taxation	12,096,706		13,627,398	
Taxation	(1,501,761)		(1,443,388)	
Net revenue after taxation for the period		10,594,945		12,184,010
Total return before distributions		77,568,578		(40,392,385)
Distributions		(12,277,427)		(14,014,676)
Change in net assets attributable to shareholders from investment activities		65,291,151		(54,407,061)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		1,815,015,824		1,866,555,025
Amounts received on creation of shares	199,070,069		220,837,104	
Amounts paid on cancellation of shares	(470,687,758)		(311,671,164)	
		(271,617,689)		(90,834,060)
Stamp Duty Reserve Tax		22,794		-
Change in net assets attributable to shareholders from investment activities		65,291,151		(54,407,061)
Retained distribution on accumulation shares		10,570,456		12,723,557
Closing net assets attributable to shareholders		1,619,282,536		1,734,037,461

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM AAP BALANCED FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	1,665,592,641	1,844,383,406
Current assets:		
Debtors	10,422,778	10,679,742
Cash and bank balances	10,552,589	15,008,679
Total assets	<u>1,686,568,008</u>	<u>1,870,071,827</u>
LIABILITIES		
Investment liabilities	(4,649,149)	(13,634,363)
Creditors:		
Cash and bank overdrafts	(17,164,588)	(29,695,079)
Distribution payable	(1,018,862)	(1,224,337)
Other creditors	(44,452,873)	(10,502,224)
Total liabilities	<u>(67,285,472)</u>	<u>(55,056,003)</u>
Net assets attributable to shareholders	<u>1,619,282,536</u>	<u>1,815,015,824</u>

7IM AAP BALANCED FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM AAP BALANCED FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.8207	-	0.8207	0.8339
Group 2	0.4544	0.3663	0.8207	0.8339
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9436	-	0.9436	0.9421
Group 2	0.5007	0.4429	0.9436	0.9421
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9746	-	0.9746	0.9653
Group 2	0.4892	0.4854	0.9746	0.9653
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.1394	-	1.1394	1.1073
Group 2	0.5870	0.5524	1.1394	1.1073
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7384	-	0.7384	0.7881
Group 2	0.5676	0.1708	0.7384	0.7881
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.8395	-	0.8395	0.8765
Group 2	0.5719	0.2676	0.8395	0.8765
			Allocated	Allocated
Class O Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	-	-	-	0.7693
Group 2	-	-	-	0.7693
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.8869	-	0.8869	0.8643
Group 2	0.3665	0.5204	0.8869	0.8643
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9311	-	0.9311	0.8920
Group 2	0.5192	0.4119	0.9311	0.8920

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM AAP MODERATELY ADVENTUROUS FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM AAP (Asset Allocated Passives) Moderately Adventurous Fund (the 'Sub-fund') aims, by applying active asset allocation techniques to predominantly passive strategies, to provide a total return primarily by way of growth in capital. There is a risk of fluctuations in capital values.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities. Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

The Sub-fund invests predominantly in equities or instruments that track the returns of equity indices. While assets with scope for capital growth in real terms are likely to represent a significant part of the portfolio, the portfolio may also include other assets held primarily for income generation. The Sub-fund may use different asset classes, with a substantial proportion in equities or instruments that track the returns of equity indices.

Investment may also be made in exchange traded funds, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that is permitted in the stated investment and borrowing powers of the Company.

The Sub-fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

There is no guarantee that a positive return will be delivered.

71M AAP MODERATELY ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of 7.01%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 71M AAP Moderately Adventurous C Acc shares published prices. Source: NTRS

7IM AAP MODERATELY ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have done well but with rate rises expected fairly soon, we felt it was prudent to cut exposure here. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling. We trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and cut exposure to US financials equity which had performed well all of which reduced risk in the portfolio and sold the EuroStoxx 2018 dividend future bought this year and where the structural discount has disappeared.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

We completed building the position in risk premia products and increase exposure to the yen – reducing sterling exposure on concerns about sterling once Article 50 had been triggered. The inflation protection certificate which captured the upside from higher inflation in the US had performed well but the inflation prospects in the US looked to have lessened so we decided to reduce the exposure.

7IM AAP MODERATELY ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM AAP MODERATELY ADVENTUROUS FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	107.10	98.45	1.3954
2013	123.06	107.37	1.5278
2014	129.43	116.36	1.3855
2015	143.18	120.42	1.5301
2016	142.55	114.20	1.1379
2017 ¹	148.09	141.83	1.6588

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	112.09	101.78	1.4336
2013	129.41	112.70	1.6004
2014	138.12	123.43	1.4409
2015	153.53	129.96	1.6396
2016	155.40	123.60	1.2344
2017 ¹	162.32	155.46	1.8105

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	108.01	99.15	1.9182
2013	124.22	108.18	2.0857
2014	130.68	117.31	2.0000
2015	144.50	121.51	2.1699
2016	143.84	115.15	1.7133
2017 ¹	149.49	142.95	2.2376

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	114.78	103.90	1.9976
2013	133.09	115.40	2.2134
2014	142.80	127.12	2.1593
2015	159.03	134.91	2.3801
2016	162.14	128.53	1.9093
2017 ¹	169.64	162.22	2.5268

¹To 31 May 2017.

7IM AAP MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	106.73	98.04	0.9374
2013	122.57	107.11	1.0751
2014	128.89	116.02	0.9053
2015	142.63	119.99	1.0192
2016	142.04	113.84	0.6853
2017 ¹	147.50	141.44	1.2136

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	110.07	100.18	0.9973
2013	126.68	110.65	1.1238
2014	134.63	120.70	0.9414
2015	149.44	126.28	1.0703
2016	150.39	119.93	0.7235
2017 ¹	156.87	150.42	1.2832

Class O Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	106.78	98.08	0.8469
2013	122.59	107.17	0.9810
2014 ²	175.46	96.77	1.3901

Class O Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	109.55	99.76	0.8662
2013	125.94	110.12	1.0020
2014 ²	133.91	120.02	1.7284

¹ To 31 May 2017.

² Closed on 24 January 2014.

7IM AAP MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class S Income	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2014 ¹	107.18	98.40	0.7072
2015	118.51	99.65	1.9838
2016	117.97	94.41	1.6196
2017 ²	122.63	117.18	2.0638

Class S Accumulation	Highest Price p	Lowest Price p	Distribution per share p
Calendar Year			
2014 ¹	107.92	98.40	0.7072
2015	120.28	102.13	2.0068
2016	123.05	97.38	1.6667
2017 ²	128.86	123.12	2.1579

¹ From 26 February 2014 to 31 December 2014.

² To 31 May 2017.

7IM AAP MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	1,284,518	998,107	128.70
	Class A Accumulation	3,625,072	2,626,912	138.00
	Class C Income	37,957,464	29,278,918	129.64
	Class C Accumulation	450,300,400	315,598,663	142.68
	Class D Income	2,329,832	1,814,589	128.39
	Class D Accumulation	59,734,847	44,407,793	134.51
	Class O Income ¹	-	-	-
	Class O Accumulation ¹	-	-	-
	Class S Income ²	6,108,403	5,749,320	106.25
	Class S Accumulation ²	54,932,629	50,944,411	107.83
30.11.15	Class A Income	694,201	537,741	129.10
	Class A Accumulation	2,662,740	1,905,636	139.73
	Class C Income	54,266,044	41,724,976	130.06
	Class C Accumulation	628,871,593	433,212,920	145.16
	Class D Income	1,492,311	1,158,660	128.80
	Class D Accumulation	39,369,981	29,016,421	135.68
	Class S Income	8,135,757	7,633,317	106.58
	Class S Accumulation	80,855,948	73,549,770	109.93
30.11.16	Class A Income	532,747	384,189	138.67
	Class A Accumulation	2,118,390	1,394,021	151.96
	Class C Income	51,944,246	37,180,990	139.71
	Class C Accumulation	622,196,116	392,543,655	158.50
	Class D Income	862,009	623,108	138.34
	Class D Accumulation	27,508,828	18,701,992	147.09
	Class S Income	8,386,504	7,324,858	114.49
	Class S Accumulation	96,290,708	80,059,199	120.27
31.05.17	Class A Income	444,655	302,241	147.12
	Class A Accumulation	2,061,862	1,271,796	162.12
	Class C Income	49,780,492	33,584,890	148.22
	Class C Accumulation	519,548,536	306,633,550	169.44
	Class D Income	1,051,009	716,104	146.77
	Class D Accumulation	26,740,813	17,067,512	156.68
	Class S Income	7,915,260	6,515,982	121.47
	Class S Accumulation	102,935,181	79,981,988	128.70

¹ The 'O' Income and 'O' Accumulation share classes closed on 24 January 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

7IM AAP MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class C	Class D	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	0.25%
Other expenses	0.04%	0.04%	0.04%	0.04%
	1.04%	0.54%	1.44%	0.29%
Collective investment scheme costs	0.09%	0.09%	0.09%	0.09%
Ongoing Charges Figure	1.13%	0.63%	1.53%	0.38%

As at 30 November 2016

	Class A	Class C	Class D	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	0.25%
Other expenses	0.04%	0.04%	0.04%	0.04%
	1.04%	0.54%	1.44%	0.29%
Collective investment scheme costs	0.12%	0.12%	0.12%	0.12%
Ongoing Charges Figure	1.16%	0.66%	1.56%	0.41%

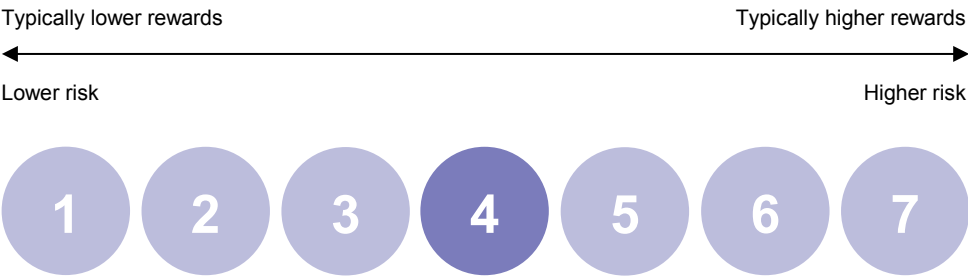
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM AAP MODERATELY ADVENTUROUS FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 4.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM AAP Moderately Adventurous Fund	20.22	24.17	61.92

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 222.

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 33.34% (39.89%)		
	UK Equity 11.22% (10.85%)		
500,068	3i Group	4,475,609	0.63
2,390,671	7IM UK Equity Value Fund 'Z' Inc ¹²	2,560,887	0.36
204,461	Aberdeen Asset Management	597,231	0.08
170,691	Anglo American	1,776,040	0.25
558	AON	56,811	0.01
51,748	AstraZeneca	2,710,560	0.38
236,284	Auto Trader Group	975,853	0.14
574,274	Aviva	3,020,681	0.43
172,609	Barratt Developments	1,048,600	0.15
562,089	BP	2,658,681	0.37
32,651	British American Tobacco	1,812,457	0.26
38,525	British Land	247,331	0.03
17,934	Burberry	322,633	0.05
14,024	Capita	82,461	0.01
7,689	Carnival	383,681	0.05
698,502	Centrica	1,404,688	0.20
68,394	Compass	1,146,283	0.16
22,701	Diageo	533,928	0.08
59,510	Direct Line Insurance Group	206,559	0.03
5,749	Easyjet	81,578	0.01
15,111	Electric & General Investment Trust ³	-	-
168,466	Experian	2,737,573	0.39
133	FTSE 100 Index Futures Jun 2017 ⁴	288,810	0.04
23,609	GKN	82,938	0.01
130,695	GlaxoSmithKline	2,209,399	0.31
608,833	Glencore	1,747,046	0.25
5,620	Hikma Pharmaceuticals	94,472	0.01
720,842	HSBC Holdings	4,913,259	0.69
41,181	Imperial Tobacco Group	1,493,635	0.21
7,713	InterContinental Hotels Group	337,289	0.05
153,311	Intermediate Capital Group	1,348,370	0.19
6,301	Intertek Group	270,439	0.04
37,435	Intu Properties	102,310	0.01
253,877	Investec	1,558,805	0.22
278,276	IP Group	390,700	0.05
21,405	IP Group Stock Rights	86	-
67,050	J Sainsbury	188,679	0.03
49,087	Johnson Matthey	1,528,569	0.22
57,329	Kingfisher	186,721	0.03
31,049	Land Securities	336,571	0.05
305,675	Legal & General Group	773,358	0.11
63,805	Marks & Spencer	246,160	0.03
257,528	Meggitt	1,301,804	0.18
136,329	National Grid	1,487,344	0.21
497,002	Old Mutual	955,238	0.13
105,464	Persimmon	2,588,087	0.36
19,413	Petrofac	74,857	0.01
3,524	Randgold Resources	253,728	0.04

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
UK Equity (continued)			
19,470	Reckitt Benckiser Group	1,570,256	0.22
36,605	RELX	612,036	0.09
52,439	Rio Tinto	1,639,243	0.23
140,725	Royal Bank of Scotland Group	371,655	0.05
70,469	Royal Dutch Shell 'A'	1,491,476	0.21
147,874	Royal Dutch Shell 'B'	3,199,993	0.45
317,378	Royal Mail	1,400,589	0.20
40,334	Shire	1,825,315	0.26
171,115	Smith & Nephew	2,316,897	0.33
6,020	Smiths	96,440	0.01
205,441	Standard Life	794,440	0.11
49,543	Tate & Lyle	364,636	0.05
1,595,761	Tesco	2,935,402	0.41
14,204	Unilever UK	618,584	0.09
1,269,141	Vodafone Group	2,943,138	0.41
24,259	Weir Group (The)	444,425	0.06
148,279	William Hill	422,447	0.06
1,031,099	WM Morrison Supermarkets	2,546,815	0.36
74,105	Worldpay	232,541	0.03
14,287	WPP	249,737	0.04
		79,674,864	11.22
North American Equity 6.70% (14.21%)			
8,711,337	7IM US Equity Value Fund 'Z' Inc ^{1 2}	10,506,743	1.48
7,722	Aetna	875,563	0.12
650	Alphabet 'C'	493,997	0.07
1,642	American International Group	81,982	0.01
9,980	Amgen	1,195,641	0.17
2,265	Annaly Capital Management	20,800	-
2,664	Apple	318,867	0.04
2,321	Applied Materials	82,347	0.01
22,587	Baker Hughes	968,680	0.14
19,636	Best Buy	906,665	0.13
5,770	Biogen	1,107,619	0.16
5,678	Boeing	826,414	0.12
7,230	Cadence Design Systems	196,708	0.03
17,196	Capital One Financial	1,048,489	0.15
50,845	Cisco Systems	1,254,244	0.18
24,032	Citigroup	1,153,446	0.16
1,788	Citizens Financial Group	47,700	0.01
1,150	Colony NorthStar	12,531	-
38,829	Comcast 'A'	1,243,036	0.17
1,818	ConocoPhillips	63,425	0.01
5,322	Cummins	652,270	0.09
402	Delta Air Lines	15,362	-
446	Discover Financial Services	20,448	-
33,505	Ebay	903,227	0.13
811	Electronic Arts	71,274	0.01
2,829	Eli Lilly & Company	172,602	0.02

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
17	E-Mini S&P 500 Futures Jun 2017 ⁴	46,411	0.01
947	EOG Resources	66,106	0.01
5,819	Estee Lauder	426,006	0.06
1,986	Exelon	55,797	0.01
3,838	Exxon Mobil	242,444	0.03
395	F5 Networks	39,378	0.01
530	FNF	17,384	-
126,704	Ford Motor	1,093,492	0.15
127,972	FS Investment	912,057	0.13
23,355	Gilead Sciences	1,172,798	0.17
8,069	HCP	196,218	0.03
144	Humana	25,841	-
414	Illinois Tool Works	45,507	0.01
47,908	Intel	1,349,342	0.19
6,590	JM Smucker	655,689	0.09
2,901	Kimco Realty	39,498	0.01
2,986	Kinder Morgan	42,842	0.01
982	Las Vegas Sands	44,899	0.01
10,439	Liberty Property Trust	333,046	0.05
1,847	Lowe's Cos	114,199	0.02
767	LyondellBasell Industries	48,122	0.01
1,117	Marsh & McLennan	67,332	0.01
690	Maxim Integrated Products	25,631	-
5,774	Merck & Co	291,747	0.04
36,356	Michael Kors Holdings	1,026,809	0.14
12,789	Monsanto	1,163,995	0.16
273	Moody's	24,826	-
327	Motorola Solutions	21,094	-
202	MSCI	15,742	-
34,906	NetApp	1,100,048	0.15
1,148	Newmont Mining	30,375	-
6,908	NextEra Energy	756,794	0.11
1,157	NVIDIA	130,529	0.02
23,344	Occidental Petroleum	1,092,969	0.15
6,520	Oracle	230,563	0.03
185	Palo Alto Networks	16,858	-
2,881	PepsiCo	264,841	0.04
13,033	Pfizer	326,168	0.05
12,110	PNC Financial Services Group	1,121,060	0.16
3,090	Prudential Financial	252,355	0.04
26,730	Qualcomm	1,193,830	0.17
2,985	Regions Financial	32,481	-
760	RenaissanceRe	83,426	0.01
5,778	Rockwell Automation	717,159	0.10
520	Russell 2000 Mini Futures Jun 2017 ⁴	(22,009)	-
(125)	S&P 500 Index Put Options 1525 Jun 2017 ⁴	(487)	-
125	S&P 500 Index Put Options 2050 Jun 2017 ⁴	974	-
2,026	S&P Global	222,223	0.03
24,289	Southwest Airlines	1,125,673	0.16

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
2,031	Sprint	13,368	-
1,823	Synchrony Financial	38,438	0.01
17,919	Synopsys	1,042,466	0.15
7,030	Target	300,781	0.04
7,393	TD Ameritrade	215,136	0.03
1,517	Texas Instruments	96,844	0.01
9,023	T-Mobile	471,233	0.07
31,441	TPG Specialty Lending	507,180	0.07
5,058	Union Pacific	436,560	0.06
176	United Rentals	15,170	-
27,469	Vereit	176,301	0.02
4,268	Walgreens Boots Alliance	266,482	0.04
21,362	Wal-Mart Stores	1,300,339	0.18
4,338	WestRock	186,008	0.03
		47,586,468	6.70
European Equity 9.62% (7.93%)			
3,818,847	7IM European (ex UK) Equity Value Fund 'Z' Inc ^{1 2}	4,260,686	0.59
15,411	ABB	301,329	0.04
2,545	Actelion	560,793	0.08
304,199	Aegon	1,171,187	0.16
13,837	AerCap	473,682	0.07
11,987	Ageas	376,546	0.05
9,002	Amadeus IT Holding	402,643	0.06
39	AP Moeller - Maersk 'A'	55,633	0.01
637	AP Moeller - Maersk 'B'	953,550	0.13
9,055	ASML Holding	936,017	0.13
16,014	Aurelius	737,818	0.10
1,183	BASF	87,704	0.01
3,011	Bayer	307,697	0.04
1,841	Bayerische Motoren Werke 'A'	135,022	0.02
3,365	BNP Paribas	187,514	0.03
268,406	Brait	1,325,094	0.19
1,973	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	460,291	0.06
78,283	Coca-Cola HBC	1,761,368	0.25
48,011	Commerzbank	397,829	0.06
4,809	Compagnie De St-Gobain	210,058	0.03
5,650	Covestro	328,909	0.05
32,063	Danske Bank	939,976	0.13
69,612	Deutsche Lufthansa	1,046,082	0.15
830	Eaton	50,226	0.01
218,037	Engie	2,569,029	0.36
181,514	Eni	2,246,502	0.32
107,942	Ericsson 'B'	618,488	0.09
1,952	EURO STOXX 50 Equity Index Futures Jun 2017 ⁴	2,453,356	0.35
149,418	Fiat Chrysler Automobiles	1,230,670	0.17

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
16,758	Fraport AG Frankfurt Airport Services Worldwide	1,059,272	0.15
32,238	Holcim	1,512,520	0.21
90,276	Iberdrola	559,201	0.08
1,974	Inditex	62,750	0.01
17,542	International Consolidated Airlines Group	107,298	0.02
3,590	Investor 'B'	128,968	0.02
38,392	Kinnevik	846,311	0.12
1,892	Kone	72,860	0.01
1,807	Linde	265,862	0.04
632,606	Marfin Investment Group Holdings	98,904	0.01
17,018	Muenchener Rueckversicherungs	2,595,996	0.37
51,475	Nestle	3,424,442	0.48
23,471	NN Group	657,545	0.09
211,718	Norsk Hydro	894,046	0.13
20,719	Novartis	1,310,230	0.18
14,698	Novo Nordisk	485,597	0.07
3,009	NXP Semiconductors	253,381	0.04
61,052	Orange	837,728	0.12
10,805	Partners Group	5,173,401	0.73
26,056	Pernod Ricard	2,752,584	0.39
61,368	Peugeot	952,481	0.13
1,592	Porsche Automobil	71,124	0.01
16,729	Renault	1,222,988	0.17
90,298	Repsol	1,183,820	0.17
3,732	Roche Holding	800,650	0.11
87,946	Rocket Internet	1,633,460	0.23
10,488	Safran	730,001	0.10
26,876	Sanofi	2,073,949	0.29
8,546	SAP	713,439	0.10
24,459	Societe Generale	1,012,507	0.14
1,167	Swiss Life	302,683	0.04
36,463	Swiss Re	2,573,429	0.36
43,579	TeliaSonera 'A'	155,425	0.02
12,480	Unilever Netherlands	554,284	0.08
49,077	UPM-Kymmene	1,081,060	0.15
14,560	Vestas Wind Systems	1,014,556	0.14
5,205	Vinci	352,966	0.05
322	Volkswagen	39,458	0.01
16,443	Volkswagen non-voting preference shares	1,941,711	0.27
1,176	Zurich Insurance Group	268,706	0.04
		68,363,292	9.62
Japanese Equity 0.30% (0.52%)			
26,000	Jafco	776,024	0.11
524	TOPIX Index Futures Jun 2017 ⁴	1,377,576	0.19
		2,153,600	0.30

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	Far East Equity 0.32% (0.90%)		
1,090	MSCI All Countries Asia ex Japan Index Futures Jun 2017 ⁴	2,290,989	0.32
	Emerging Markets Equity 5.18% (5.48%)		
1,424,180	7IM Emerging Markets Equity Value Fund 'Z' Inc ^{1 2}	1,863,682	0.26
4,557	Most Diversified TOBAM Anti-Benchmark Emerging Markets ²	34,129,552	4.80
433	MSCI India Index Futures Mar 2018 ⁴	821,468	0.12
		36,814,702	5.18
	BONDS 20.32% (18.48%)		
	Global Corporate Bonds 1.09% (2.70%)		
£7,569,000	Council of Europe Development Bank 1.875% 22/12/2018	7,735,382	1.09
	Global High Yield Bonds 3.87% (6.94%)		
116,963	iShares \$ High Yield Corporate Bond UCITS ETF	9,554,916	1.34
39,386	iShares Euro High Yield Corporate Bond UCITS ETF	3,689,144	0.52
177,574	PIMCO Short-Term High Yield Corporate Source	14,267,054	2.01
		27,511,114	3.87
	Global Convertible Bonds 0.00% (0.00%)		
	Global Inflation Linked Bonds 2.96% (0.00%)		
US\$26,900,000	US Treasury Notes 2.25% 2027	20,998,447	2.96
	UK Corporate Bonds 2.30% (0.00%)		
£9,405,000	Abbey National Treasury Services 1.875% 2020	9,639,166	1.35
£6,500,000	KFW 1.625% 2020	6,734,546	0.95
		16,373,712	2.30
	Gilts & Other Public Securities 1.20% (1.26%)		
£8,378,000	European Investment Bank 1.5% 2019	8,536,947	1.20
	Emerging Markets Bonds 8.90% (7.58%)		
1,317,567	ETFS Lombard Odier IM Emerging Market Local Government Bond Fundamental GO UCITS	11,116,972	1.56
403,863	iShares Emerging Markets Local Government Bond UCITS ETF	20,642,201	2.91
48,192,829	Legal & General Emerging Markets Government Bond Local Currency Index Fund Acc ²	31,474,736	4.43
		63,233,909	8.90
	PRIVATE EQUITY 3.75% (3.06%)		
99,463	Apollo Global Management	2,125,069	0.30
117,126	Apollo Investment Corporation	577,488	0.08
219,546	Ares Capital Corporation	2,866,060	0.40
168,185	Blackstone Group (The)	4,305,987	0.61

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
PRIVATE EQUITY (continued)			
47,020	Carlyle Group (The)	650,080	0.09
32,990	Electra Private Equity	901,947	0.13
39,244	Eurazeo	2,187,879	0.31
13,317	GIMV	643,684	0.09
42,426	Hercules Technology Growth Capital	430,588	0.06
242,764	KKR & Company	3,515,195	0.49
28,144	Main Street Capital Corporation	841,788	0.12
54,363	Onex Corporation	3,025,632	0.42
190,742	Prospect Capital Corporation	1,197,478	0.17
129,703	Ratos	493,751	0.07
24,351	Wendel	2,893,625	0.41
		26,656,251	3.75
REAL ESTATE 0.00% (2.84%)			
HEDGE FUNDS & OTHER STRATEGIES			
5.96% (4.93%)			
88,136	AQR Managed Futures UCITS Fund 'G' ²	6,554,660	0.92
1,171,008	Dexion Absolute EUR ³	-	-
30,098	Dexion Absolute GBP ³	-	-
25,132,588	F&C Global Equity Market Neutral 3 Acc ²	14,172,265	1.99
848,395	iShares Physical Gold ETC ⁵	16,456,093	2.32
53,616	Source Physical Gold P-ETC ⁵	5,160,516	0.73
		42,343,534	5.96
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS 35.94% (31.20%)			
£3,366,000	Abbey National Treasury Services FRN 2018	3,370,581	0.47
£841,000	ASB Finance FRN 2018	843,375	0.12
£3,790,000	ASB Finance FRN 2020	3,790,099	0.53
£7,253,000	Bank Nederlandse Gemeenten 1.125% 2019	7,331,840	1.03
£3,351,000	Bank Nederlandse Gemeenten 1.875% 2018	3,419,334	0.48
£2,095,000	Bank Nederlandse Gemeenten 4.5% 2018	2,154,661	0.30
£1,599,000	Bank of Montreal FRN 2018	1,600,206	0.23
£6,400,000	BNP Paribas 2.375% 2019	6,647,763	0.94
US\$9,700,000	BNP Paribas Arbitrage 0% 2021	7,727,663	1.09
£2,000,000	Caisse des Depots et Consignations 1.5% 2019	2,047,940	0.29
£2,407,000	Canadian Imperial Bank of Commerce FRN 2018	2,409,029	0.34
£4,207,000	Canadian Imperial Bank of Commerce FRN 2022	4,229,507	0.60
£4,544,000	Commonwealth Bank of Australia FRN 2018	4,551,016	0.64
£5,108,000	Coventry Building Society 4.625% 2018	5,291,050	0.74
£799,000	Coventry Building Society FRN 2020	800,966	0.11
US\$24,000,000	Credit Suisse 0.11% 2018	19,157,378	2.70
US\$17,040,000	Credit Suisse International 0% 2050	13,208,870	1.86
£7,000,000	Deutsche Pfandbriefbank 1.875% 2019	7,176,267	1.01
£6,700,000	Deutsche Pfandbriefbank FRN 2020	6,700,623	0.94
£6,500,000	Dexia Credit Local 2.00% 2020	6,746,305	0.95
£2,150,000	DNB Bank 4.25% 2020	2,349,499	0.33
£4,300,000	DNB Boligkreditt FRN 2020	4,308,364	0.61

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS (continued)			
6,389,000	Export Development Canada 1.375% 2019	6,539,819	0.92
£5,400,000	FMS Wertmanagement 0.625% 2020	5,427,864	0.76
£800,000	FMS Wertmanagement 0.75% 2017	801,791	0.11
£4,000,000	FMS Wertmanagement 1.25% 2019	4,057,092	0.57
£1,760,000	GE Capital UK Funding 4.125% 2017	1,779,494	0.25
£1,676,000	GE Capital UK Funding 6.75% 2018	1,792,963	0.25
£2,104,000	GE Capital UK Funding FRN 2018	2,106,447	0.30
£1,675,000	General Electric Capital Corporation 6.25% 2017	1,724,413	0.24
£300,000	Lloyds Bank FRN 2019	300,979	0.04
£757,000	National Bank of Australia 3.625% 2017	766,787	0.11
£6,732,000	Nationwide Building Society 5.625% 2019	7,463,533	1.05
£1,683,000	Nederlandse Water 0.875% 2018	1,688,682	0.24
£5,049,000	Nederlandse Waterschapsbank 1.00% 2019	5,101,575	0.72
£6,500,000	Nederlandse Waterschapsbank 2% Senior Notes 2018	6,652,477	0.94
£4,189,000	Nestle Holdings 1.625% 2017	4,214,842	0.59
£1,010,000	Network Rail Infrastructure Finance 1% 2017	1,013,505	0.14
£3,284,000	Network Rail Infrastructure Finance 4.625% 2020	3,718,526	0.52
£3,903,000	Nordea Bank FRN 2019	3,921,621	0.55
33,362,000	Northern Trust Global Sterling Fund ²	33,362,000	4.70
£700,000	NRW Bank 0.875% 2017	701,770	0.10
20,878	PIMCO Sterling Short Maturity Source UCITS ETF	2,127,051	0.30
£6,277,000	Royal Bank of Canada FRN 2018	6,291,770	0.89
£274,000	Royal Bank of Canada FRN 2019	274,822	0.04
£6,203,000	Royal Bank of Scotland FRN 2020	6,216,702	0.88
£2,945,000	Skandinaviska Enskilda Banken FRN 2018	2,958,889	0.42
£6,550,000	Swedbank 1.625% 2019	6,659,143	0.94
£5,385,000	Swedbank Hypotek FRN 2018	5,390,924	0.76
£4,063,000	Total Capital International FRN 2019	4,065,137	0.57
£858,000	Transport for London 1.25% 2017	860,998	0.12
£4,336,000	UBS 6.625% 2018	4,556,572	0.64
£4,207,000	Westpac Banking 5.00% 2019	4,629,930	0.65
£2,272,000	Westpac Securities FRN 2017	2,274,926	0.32
		255,305,380	35.94
FORWARD FX CURRENCY CONTRACTS			
-0.20% (-0.10%)			
¥(423,000,000)	Vs £3,035,609.20 Expiry 16.06.17	60,872	0.01
US\$(74,475,000)	Vs £57,863,086.50 Expiry 21.07.17	(54,249)	(0.01)
US\$(32,900,000)	Vs £25,600,124.50 Expiry 21.07.17	14,621	-
€(400,000)	Vs £343,754.00 Expiry 18.08.17	(6,237)	-
US\$(76,000,000)	Vs £58,222,378.84 Expiry 21.07.17	(880,911)	(0.12)
¥2,415,000,000	Vs £(17,452,070.04) Expiry 16.06.17	(468,644)	(0.07)
US\$26,500,000	Vs £(20,683,411.12) Expiry 21.07.17	(75,027)	(0.01)
		(1,409,575)	(0.20)

7IM AAP MODERATELY ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

	Value £	31.05.17 %
Portfolio of investment	704,169,016	99.11
Net other assets	6,308,792	0.89
Net assets	710,477,808	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Related party holding.

² Collective investment scheme.

³ Delisted security.

⁴ Derivative contract.

⁵ Structured product.

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	32.84	19.81
Non-rated debt securities	5.65	7.23
Other investments	60.62	73.26
Net other assets/(liabilities)	0.89	(0.30)
	100.00	100.00

7IM AAP MODERATELY ADVENTUROUS FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		45,594,865		(30,944,944)
Revenue	7,993,368		9,358,391	
Expenses	(1,952,162)		(2,157,815)	
Interest payable and similar charges	(39,334)		(207,080)	
Net revenue/(expense) before taxation	6,001,872		6,993,496	
Taxation	(605,132)		(754,124)	
Net revenue/(expense) after taxation for the period		5,396,740		6,239,372
Total return before distributions		50,991,605		(24,705,572)
Distributions		(5,407,480)		(6,255,983)
Change in net assets attributable to shareholders from investment activities		45,584,125		(30,691,555)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		809,839,548		816,348,575
Amounts received on creation of shares	78,314,691		78,462,709	
Amounts paid on cancellation of shares	(228,003,358)		(103,205,159)	
		(149,688,667)		(24,742,450)
Stamp duty reserve tax		-		(6,990)
Change in net assets attributable to shareholders from investment activities		45,584,125		(30,961,555)
Retained distribution on accumulation shares		4,742,802		5,702,444
Closing net assets attributable to shareholders		710,477,808		766,340,024

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM AAP MODERATELY ADVENTUROUS FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	705,676,580	817,274,443
Current assets:		
Debtors	5,733,152	5,866,725
Cash and bank balances	7,850,743	5,669,698
Total assets	<u>719,260,475</u>	<u>828,810,866</u>
LIABILITIES		
Investment liabilities	(1,507,564)	(5,025,986)
Creditors:		
Cash and bank overdrafts	(3,597,113)	(9,621,446)
Distribution payable	(437,181)	(512,506)
Other creditors	(3,240,809)	(3,811,380)
Total liabilities	<u>(8,782,667)</u>	<u>(18,971,318)</u>
Net assets attributable to shareholders	<u>710,477,808</u>	<u>809,839,548</u>

7IM AAP MODERATELY ADVENTUROUS FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014.

7IM AAP MODERATELY ADVENTUROUS FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7871	-	0.7871	0.7620
Group 2	0.4225	0.3646	0.7871	0.7620
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.8629	-	0.8629	0.8268
Group 2	0.5703	0.2926	0.8629	0.8268
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0868	-	1.0868	1.0209
Group 2	0.4927	0.5941	1.0868	1.0209
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.2334	-	1.2334	1.1405
Group 2	0.5853	0.6481	1.2334	1.1405
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.5563	-	0.5563	0.5562
Group 2	0.3171	0.2392	0.5563	0.5562
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.5906	-	0.5906	0.5896
Group 2	0.3473	0.2433	0.5906	0.5896
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0101	-	1.0101	0.9406
Group 2	0.6128	0.3973	1.0101	0.9406
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0615	-	1.0615	0.9706
Group 2	0.4477	0.6138	1.0615	0.9706

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM AAP ADVENTUROUS FUND

ACD'S REPORT

for the period ended 31 May 2017

Investment Objective and Policy

The 7IM AAP (Asset Allocated Passives) Adventurous Fund (the 'Sub-fund') aims, by applying active asset allocation techniques to predominantly passive strategies, to provide capital growth. There is a risk of wide fluctuations in capital values.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities. Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

The Sub-fund invests predominantly in equities or instruments that track the returns of equity indices. Assets with scope for capital growth in real terms are likely to represent a major part of the portfolio. The Sub-fund may use different asset classes, with a substantial proportion primarily in equities or instruments that track the returns of equity indices.

Investment may also be made in fixed interest, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the Company.

The Sub-fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

There is no guarantee that a positive return will be delivered.

7IM AAP ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report

Performance Report

In the reporting period, 1 December 2016 to 31 May 2017, the portfolio delivered a total return of minus 8.11%¹.

Investment Background

Equity markets moved up strongly immediately after the US presidential election last year but as the year progressed the new President struggled to translate his campaign promises into policy. Initially strong sectors which had been expected to benefit most such as US banks saw interest wane, whilst Mexican assets rallied strongly as trade threats came to be viewed largely as hot air. However, most global equity markets continued their steady progress higher throughout the period.

Economic data releases over the first half of 2017 tended towards pleasant surprises, rather than nasty shocks. First quarter US GDP came in as expected at 1.2%, with forecasts for 2017 full year growth rising to above 2%. Company earnings releases throughout the quarter supported the positive message, with earnings growth in double digits, far better than analysts had been expecting. Unemployment kept falling and, on the back of this positive momentum, the Federal Reserve managed to raise interest rates by another 0.25% in June.

European GDP grew at 1.9% in the first quarter. The stability of the European economy over the past two years has begun to be noticed by equity markets. The narrative on Europe has made the long shift from one of survival, through recovery, and now to growth. Emmanuel Macron's landslide victory in both the presidential and the parliamentary French elections has helped to improve sentiment. The European Central Bank made no surprising revelations during the quarter, but given the scale of the asset purchases still ongoing, statements continue to be scrutinised for any hint of change in policy.

The UK election delivered a very different result to that has been expected. The actual result – a hung parliament – has led some to suggest that rather than the hard Brexit route the UK had been going down, there is now some scope for softening of the UK's stance.

Fixed interest markets have also been relatively strong with yields on the main developed world bond markets remaining very low but there are signs that the period of ultra-low rates and austerity which has dominated the last few years is coming to an end. Gilt yields declined on Brexit uncertainty leading to strong performance from UK government bonds while global high yield bonds, having seen a very strong recovery last year saw yields come in a little further. Emerging Markets bonds produced a very strong result both in local currency and hard currency terms as investors became more confident on the asset class with the expectation of a return to growth in the global economy.

Alternative assets such as gold and real estate also performed well; although other commodities such as oil and other metals saw prices fall, the latter driven to some extent by the concerns of slowing growth in China.

Returns for sterling investors were affected by exchange rates with the euro being stronger than sterling over the period leading to better returns to sterling investors than in local currency terms, while sterling was virtually unchanged against the US dollar and Japanese yen.

¹ Calculated using 7IM AAP Adventurous C Acc shares, published prices. Source: NTRS

7IM AAP ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

Portfolio Review

The reporting period began as Donald Trump had won the US presidential election and equity markets had moved up sharply as a result on expectations of bigger spending programmes in the US and lower taxes. We positioned the portfolio for this by buying more US equity with a focus on financials and smaller cap companies. With expectations of an improved macro outlook for Europe after a long period of disappointing economic data, we also added to European equity positions. However, we saw potential for Emerging Markets economies to be adversely impacted by the Trump protectionist agenda and reduced exposure to Asia Pacific equities which are heavily weighted towards Korea and Taiwan - likely targets of Trump's agenda - but increased India equity exposure where the macro outlook is probably less affected as its economy is less export focused.

In the UK, bond proxies such as real estate have done well but with rate rises expected fairly soon, we felt it was prudent to cut exposure here. While we are positive on the macro outlook for Europe we felt the outlook for the UK, with uncertainties around how the Brexit agenda was going to progress, was weaker and added to UK gilts to provide some tail risk protection.

Global equity markets have risen strongly for the past two years almost without pause for breath; this strength it seemed to us based on search for yield in a low interest rate environment rather than strength of earnings growth. We felt that there was scope for a setback in equity markets perhaps as a result of earnings disappointing or some economic or political misstep. We therefore introduced a number of new equity market neutral strategies based on risk premia which help to further diversify the portfolio and lower risk. We also added a risk mitigation strategy which at a very low cost protects the portfolio in the event of a sharp rally in sterling. We trimmed some private equity and loan funds positions, having seen discounts tighten, reduced exposure to high yield where spreads had tightened and cut exposure to US financials equity which had performed well all of which reduced risk in the portfolio.

As the year progressed US equities continued to perform well and looked expensive relative to their earnings potential, so we cut the remaining exposure to US financials and reduced US equity exposure elsewhere.

With the French election imminent, we felt there was a risk of a setback in European equities and reduced exposure using some of the risk exposure released to add to Japan equity on the back of good earnings uplifts from Japanese companies and reduced "Trump risk" following Prime Minister Abe's successful meeting with the US president. We also added to Emerging Markets local currency debt, this asset class having been badly hit by the election of Trump and now looking good value. With a positive result in the first round of the French election we added back some European risk, also switching some the US dollar exposure into Euros where economic prospects look better.

We completed building the position in risk premia products and increase exposure to the yen – reducing sterling exposure on concerns about sterling once Article 50 had been triggered. The inflation protection certificate which captured the upside from higher inflation in the US had performed well but the inflation prospects in the US looked to have lessened so we decided to reduce the exposure.

We also initiated a small position in Frontier Market equity. This is relatively uncorrelated to developed and emerging markets equity and we feel the conditions for these equity markets now look attractive.

7IM AAP ADVENTUROUS FUND

ACD'S REPORT (continued) for the period ended 31 May 2017

Investment Manager's Report (continued)

The year has been an eventful one on the political front with positive, albeit fairly low growth in the global economy. We therefore feel the current slightly lower risk positioning due to holding more alternatives and higher sterling exposure, which also reduces risk, through hedging other currencies is the appropriate position for the Sub-fund at this time.

Investment Outlook

In the UK, Brexit negotiations will be a key focus in the coming period – whether it will be soft or hard and how this will affect financial markets. Looking at the consensus view ahead of the UK election a hung parliament was expected to lead to further sterling weakness, which in the event quickly gave way to the interpretation it would lead to a softer Brexit outcome and sterling fell less than expected. However, as globally focussed investors, with a relatively low exposure to UK assets, the Sub-fund's current positioning provides some protection against the potential political and economic fallout from the Brexit negotiations. Looking at the global macro picture for the next twelve months, the consensus is more optimistic than it has been for some time – the world seems to be more firmly on an upward trajectory. Downside risks are still out there – markets are priced for near-perfection, geopolitical risk is simmering and a policy misstep from either a government or a central bank could precipitate a more negative view of the world so going forward we remain relatively cautious on financial markets.

Seven Investment Management LLP
Investment Manager
June 2017

7IM AAP ADVENTUROUS FUND

FUND INFORMATION

Performance Record

Class A Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	103.49	92.53	1.1498
2013	121.49	103.21	1.3134
2014	127.62	114.55	1.4134
2015	143.46	119.09	1.2952
2016	143.25	111.45	1.0921
2017 ¹	150.00	142.26	1.4306

Class A Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	106.48	95.36	1.1676
2013	126.91	107.28	1.3544
2014	134.91	120.32	1.4984
2015	152.26	127.09	1.3953
2016	154.21	119.22	1.1667
2017 ¹	162.38	154.00	1.5451

Class C Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	103.54	92.45	1.6249
2013	121.65	103.17	1.8348
2014	127.85	114.57	2.0159
2015	143.56	119.22	1.8747
2016	143.39	111.48	1.7205
2017 ¹	150.25	142.21	2.1327

Class C Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	109.01	97.32	1.6962
2013	130.47	109.83	1.9442
2014	139.46	123.86	2.1779
2015	157.58	131.84	2.0608
2016	160.74	123.86	1.9087
2017 ¹	169.78	160.70	2.3983

¹ To 31 May 2017.

7IM AAP ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class D Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	102.72	91.99	0.6640
2013	120.57	102.56	0.8157
2014	126.60	113.78	0.9303
2015	142.43	118.20	0.8368
2016	142.86	110.71	0.0423
2017 ¹	151.06	142.96	1.2009

Class D Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	104.58	93.87	0.7454
2013	124.21	105.33	0.9140
2014	131.46	117.64	0.9755
2015	148.19	123.48	0.8666
2016	149.25	115.68	0.5933
2017 ¹	156.75	148.91	0.9070

Class O Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	103.03	92.30	0.6320
2013	121.40	102.96	0.6600
2014 ²	121.40	118.72	-

Class O Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2012	104.30	93.60	0.6571
2013	123.53	104.98	0.7093
2014 ²	122.28	119.57	-

¹ To 31 May 2017.

² Closed on 24 January 2014.

7IM AAP ADVENTUROUS FUND

FUND INFORMATION (continued)

Performance Record

Class S Income	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2014 ¹	106.87	97.80	0.8712
2015	119.95	99.61	1.8268
2016	119.82	93.11	1.6839
2017 ²	125.60	118.76	2.0748

Class S Accumulation	Highest Price	Lowest Price	Distribution per share
Calendar Year	p	p	p
2014 ¹	107.76	98.24	0.8712
2015	121.90	102.09	1.8633
2016	124.79	95.98	1.7323
2017 ²	132.01	124.82	2.1700

¹ From 26 February 2014 to 31 December 2014.

² To 31 May 2017.

7IM AAP ADVENTUROUS FUND

FUND INFORMATION (continued)

Net Asset Value

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.14	Class A Income	495,094	389,698	127.05
	Class A Accumulation	1,740,651	1,291,151	134.81
	Class C Income	4,533,820	3,571,085	126.96
	Class C Accumulation	133,271,752	95,638,880	139.35
	Class D Income	331,177	262,280	126.27
	Class D Accumulation	22,430,755	17,074,465	131.37
	Class O Income ¹	-	-	-
	Class O Accumulation ¹	-	-	-
	Class S Income ²	1,517,877	1,431,943	106.00
	Class S Accumulation ²	19,274,762	17,894,866	107.71
30.11.15	Class A Income	297,364	229,708	129.45
	Class A Accumulation	1,169,405	844,518	138.47
	Class C Income	7,878,419	6,089,535	129.38
	Class C Accumulation	188,599,137	131,195,476	143.75
	Class D Income	129,934	100,997	128.65
	Class D Accumulation	12,698,317	9,444,887	134.45
	Class S Income	2,003,343	1,854,734	108.01
	Class S Accumulation	30,537,560	27,424,106	111.35
30.11.16	Class A Income	300,435	215,970	139.11
	Class A Accumulation	1,103,712	732,916	150.59
	Class C Income	8,385,236	6,032,588	139.00
	Class C Accumulation	188,135,894	119,776,431	157.07
	Class D Income	59	42	139.73
	Class D Accumulation	8,015,179	5,502,498	145.66
	Class S Income	1,527,055	1,315,852	116.05
	Class S Accumulation	33,561,481	27,514,118	121.98
31.05.17	Class A Income	280,410	187,990	149.16
	Class A Accumulation	1,154,631	711,960	162.18
	Class C Income	8,628,133	5,788,663	149.05
	Class C Accumulation	201,144,456	118,617,671	169.57
	Class D Income	30	20	150.00
	Class D Accumulation	8,286,569	5,292,982	156.56
	Class S Income	1,678,419	1,348,697	124.45
	Class S Accumulation	35,364,690	26,821,885	131.85

¹ The 'O' Income and 'O' Accumulation share classes closed on 24 January 2014.

² The 'S' Income and 'S' Accumulation share classes were launched on 26 February 2014.

7IM AAP ADVENTUROUS FUND

FUND INFORMATION (continued)

Ongoing Charges Figures

As at 31 May 2017

	Class A	Class C	Class D	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	0.25%
Other expenses	0.06%	0.06%	0.06%	0.06%
	1.06%	0.56%	1.46%	0.31%
Collective investment scheme costs	0.09%	0.09%	0.09%	0.09%
Ongoing Charges Figure	1.15%	0.65%	1.55%	0.40%

As at 30 November 2016

	Class A	Class C	Class D	Class S
ACD's periodic charge	1.00%	0.50%	1.40%	0.25%
Other expenses	0.08%	0.08%	0.08%	0.08%
	1.08%	0.58%	1.48%	0.33%
Collective investment scheme costs	0.10%	0.10%	0.10%	0.10%
Ongoing Charges Figure	1.18%	0.68%	1.58%	0.43%

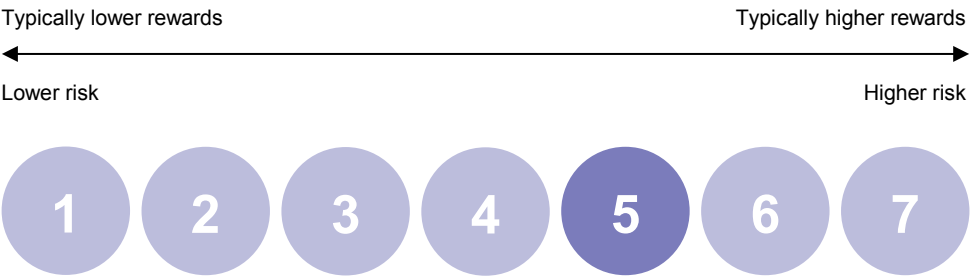
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Sub-fund, expressed as a percentage of the average net assets during the accounting period.

The collective investment scheme costs represent the OCFs, or a reasonable substitute, of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Sub-fund's net assets at the balance sheet date.

7IM AAP ADVENTUROUS FUND

FUND INFORMATION (continued)

Synthetic Risk and Reward Indicator



This indicator shows how much a sub-fund has risen and fallen in the past, and therefore how much a fund's returns have varied. It is a measure of a fund's volatility. The higher a sub-fund's past volatility the higher the number on the scale and the greater the risk that investors in that sub-fund may have made losses as well as gains. The lowest number on the scale does not mean that a sub-fund is risk free.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Sub-fund. The risk and reward profile shown is not guaranteed to remain the same and may change over time.

The risk and reward indicator shown above is as at the date of publication of the interim report and financial statements, the risk and reward indicator as at the interim date 31 May 2017 was 5.

Fund performance to 31 May 2017 (%)

	1 year	3 years	5 years
7IM AAP Adventurous Fund	22.22	26.68	72.75

The performance of the Sub-fund is based on the published price per 'C' Accumulation share which includes reinvested income.

Details of the distributions per share for the period are shown in the Distribution Tables on page 245.

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	EQUITIES 40.38% (47.60%)		
	UK Equity 13.72% (13.51%)		
316,761	3i Group	2,835,010	1.11
840,210	7IM UK Equity Value Fund 'Z' Inc ^{1,2}	900,033	0.35
87,768	Aberdeen Asset Management	256,370	0.10
73,272	Anglo American	762,395	0.30
155	AON	15,781	0.01
22,213	AstraZeneca	1,163,517	0.45
101,429	Auto Trader Group	418,902	0.16
246,515	Aviva	1,296,669	0.51
74,095	Barratt Developments	450,127	0.18
241,285	BP	1,141,278	0.44
14,016	British American Tobacco	778,028	0.30
16,538	British Land	106,174	0.04
7,699	Burberry	138,505	0.05
6,020	Capita	35,398	0.01
3,301	Carnival	164,720	0.06
299,842	Centrica	602,982	0.24
29,359	Compass	492,057	0.19
20,321	Dexion Equity Alternative ³	-	-
9,745	Diageo	229,202	0.09
25,546	Direct Line Insurance Group	88,670	0.03
2,468	Easyjet	35,021	0.01
6,750	Electric & General Investment Trust ³	-	-
72,317	Experian	1,175,150	0.46
46	FTSE 100 Index Futures Jun 2017 ⁴	108,503	0.04
10,134	GKN	35,601	0.01
56,103	GlaxoSmithKline	948,421	0.37
261,350	Glencore	749,944	0.29
2,413	Hikma Pharmaceuticals	40,563	0.02
309,432	HSBC Holdings	2,109,088	0.82
17,677	Imperial Tobacco Group	641,145	0.25
3,311	InterContinental Hotels Group	144,790	0.06
97,113	Intermediate Capital Group	854,109	0.33
2,705	Intertek Group	116,099	0.05
16,070	Intu Properties	43,919	0.02
108,980	Investec	669,137	0.26
176,269	IP Group	247,482	0.10
13,559	IP Group Stock Rights	54	-
28,782	J Sainsbury	80,993	0.03
21,071	Johnson Matthey	656,151	0.26
24,609	Kingfisher	80,152	0.03
13,328	Land Securities	144,476	0.06
131,216	Legal & General Group	331,976	0.13
27,390	Marks & Spencer	105,671	0.04
110,548	Meggitt	558,820	0.22
58,521	National Grid	638,463	0.25
213,345	Old Mutual	410,049	0.16
45,272	Persimmon	1,110,975	0.43
8,333	Petrofac	32,132	0.01

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	UK Equity (continued)		
1,513	Randgold Resources	108,936	0.04
8,358	Reckitt Benckiser Group	674,073	0.26
15,714	RELX	262,738	0.10
22,510	Rio Tinto	703,663	0.27
60,408	Royal Bank of Scotland Group	159,538	0.06
30,250	Royal Dutch Shell 'A'	640,241	0.25
63,477	Royal Dutch Shell 'B'	1,373,641	0.54
136,239	Royal Mail	601,223	0.23
17,314	Shire	783,545	0.31
73,454	Smith & Nephew	994,567	0.39
2,584	Smiths	41,396	0.02
88,189	Standard Life	341,027	0.13
21,268	Tate & Lyle	156,532	0.06
685,003	Tesco	1,260,063	0.49
6,098	Unilever UK	265,568	0.10
544,798	Vodafone Group	1,263,387	0.49
10,413	Weir Group (The)	190,766	0.07
63,651	William Hill	181,342	0.07
442,615	WM Morrison Supermarkets	1,093,259	0.43
31,811	Worldpay	99,823	0.04
6,133	WPP	107,205	0.04
		35,247,235	13.72
	North American Equity 6.35% (15.69%)		
4,623,890	7IM US Equity Value Fund 'Z' Inc ^{1,2}	5,576,873	2.17
2,134	Aetna	241,965	0.09
180	Alphabet 'C'	136,799	0.05
453	American International Group	22,617	0.01
2,758	Amgen	330,419	0.13
626	Annaly Capital Management	5,749	-
737	Apple	88,215	0.03
641	Applied Materials	22,742	0.01
6,242	Baker Hughes	267,698	0.10
5,426	Best Buy	250,538	0.10
1,594	Biogen	305,987	0.12
1,569	Boeing	228,363	0.09
1,998	Cadence Design Systems	54,360	0.02
4,752	Capital One Financial	289,743	0.11
14,052	Cisco Systems	346,635	0.14
6,641	Citigroup	318,743	0.12
494	Citizens Financial Group	13,179	0.01
318	Colony NorthStar	3,465	-
10,731	Comcast 'A'	343,532	0.13
502	ConocoPhillips	17,513	0.01
1,471	Cummins	180,287	0.07
111	Delta Air Lines	4,242	-
123	Discover Financial Services	5,639	-
9,260	Ebay	249,631	0.10
224	Electronic Arts	19,686	0.01

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	North American Equity (continued)		
781	Eli Lilly & Company	47,650	0.02
9	E-Mini S&P 500 Futures Jun 2017 ⁴	22,964	0.01
261	EOG Resources	18,219	0.01
1,608	Estee Lauder	117,721	0.05
549	Exelon	15,424	0.01
1,060	Exxon Mobil	66,960	0.03
109	F5 Networks	10,866	-
146	FNF	4,789	-
35,015	Ford Motor	302,190	0.12
81,062	FS Investment	577,729	0.23
6,455	Gilead Sciences	324,145	0.13
2,230	HCP	54,228	0.02
40	Humana	7,178	-
114	Illinois Tool Works	12,531	-
13,239	Intel	372,880	0.15
1,821	JM Smucker	181,185	0.07
801	Kimco Realty	10,906	-
825	Kinder Morgan	11,837	-
271	Las Vegas Sands	12,391	-
2,885	Liberty Property Trust	92,043	0.04
511	Lowe's Cos	31,595	0.01
212	LyondellBasell Industries	13,301	0.01
308	Marsh & McLennan	18,566	0.01
191	Maxim Integrated Products	7,095	-
1,596	Merck & Co	80,642	0.03
10,048	Michael Kors Holdings	283,787	0.11
3,534	Monsanto	321,648	0.13
76	Moody's	6,911	-
90	Motorola Solutions	5,806	-
55	MSCI	4,286	-
9,646	NetApp	303,990	0.12
317	Newmont Mining	8,388	-
1,910	NextEra Energy	209,247	0.08
319	NVIDIA	35,989	0.01
6,452	Occidental Petroleum	302,083	0.12
1,801	Oracle	63,688	0.02
51	Palo Alto Networks	4,647	-
796	PepsiCo	73,174	0.03
3,601	Pfizer	90,120	0.04
3,347	PNC Financial Services Group	309,842	0.12
854	Prudential Financial	69,745	0.03
7,387	QUALCOMM	329,922	0.13
824	Regions Financial	8,966	-
210	RenaissanceRe	23,052	0.01
1,596	Rockwell Automation	198,094	0.08
225	Russell 2000 Mini Futures Jun 2017 ⁴	(9,523)	-
559	S&P Global	61,314	0.02
6,713	Southwest Airlines	311,114	0.12
561	Sprint	3,692	-

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
North American Equity (continued)			
503	Synchrony Financial	10,606	-
4,951	Synopsys	288,032	0.11
1,943	Target	83,132	0.03
2,043	TD Ameritrade	59,451	0.02
419	Texas Instruments	26,749	0.01
2,494	T-Mobile	130,251	0.05
19,915	TPG Specialty Lending	321,252	0.13
1,397	Union Pacific	120,576	0.05
49	United Rentals	4,224	-
7,591	Vereit	48,721	0.02
1,179	Walgreens Boots Alliance	73,613	0.03
5,904	Wal-Mart Stores	359,386	0.14
1,199	WestRock	51,412	0.02
		16,337,042	6.35
European Equity 11.30% (9.54%)			
1,503,209	7IM European (ex UK) Equity Value Fund 'Z' Inc ^{1 2}	1,677,129	0.65
6,042	ABB	118,139	0.05
998	Actelion	219,910	0.09
119,275	Aegon	459,217	0.18
5,425	AerCap	185,714	0.07
4,700	Ageas	147,640	0.06
3,530	Amadeus IT Holding	157,891	0.06
16	AP Moeller - Maersk 'A'	22,824	0.01
250	AP Moeller - Maersk 'B'	374,235	0.15
3,550	ASML Holding	366,964	0.14
10,144	Aurelius	467,368	0.18
464	BASF	34,399	0.01
1,180	Bayer	120,585	0.05
721	Bayerische Motoren Werke 'A'	52,879	0.02
1,319	BNP Paribas	73,501	0.03
170,018	Brait	839,362	0.33
708	Citigroup Global Markets Luxembourg GBP/USD Warrants 16/02/2018	165,173	0.06
33,604	Coca-Cola HBC	756,090	0.29
18,825	Commerzbank	155,988	0.06
1,885	Compagnie De St-Gobain	82,337	0.03
2,215	Covestro	128,944	0.05
12,571	Danske Bank	368,538	0.14
27,294	Deutsche Lufthansa	410,156	0.16
229	Eaton	13,858	0.01
85,491	Engie	1,007,301	0.39
71,171	Eni	880,846	0.34
42,323	Ericsson 'B'	242,503	0.09
811	EURO STOXX 50 Equity Index Futures Jun 2017 ⁴	956,221	0.37
58,586	Fiat Chrysler Automobiles	482,539	0.19
6,571	Fraport AG Frankfurt Airport Services Worldwide	415,353	0.16

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
European Equity (continued)			
12,640	Holcim	593,035	0.23
35,396	Iberdrola	219,255	0.09
774	Inditex	24,604	0.01
6,878	International Consolidated Airlines Group	42,070	0.02
1,407	Investor 'B'	50,545	0.02
15,054	Kinnevik	331,850	0.13
742	Kone	28,574	0.01
709	Linde	104,314	0.04
301,561	Marfin Investment Group Holdings	47,147	0.02
6,672	Muenchener Rueckversicherungs	1,017,774	0.40
20,183	Nestle	1,342,701	0.52
9,203	NN Group	257,824	0.10
83,013	Norsk Hydro	350,549	0.14
8,124	Novartis	513,746	0.20
5,763	Novo Nordisk	190,400	0.07
1,179	NXP Semiconductors	99,281	0.04
23,938	Orange	328,466	0.13
6,844	Partners Group	3,276,885	1.28
10,217	Pernod Ricard	1,079,334	0.42
24,062	Peugeot	373,462	0.15
624	Porsche Automobil	27,878	0.01
6,559	Renault	479,502	0.19
35,406	Repsol	464,178	0.18
1,463	Roche Holding	313,867	0.12
55,708	Rocket Internet	1,034,689	0.40
4,112	Safran	286,209	0.11
10,538	Sanofi	813,189	0.32
3,351	SAP	279,749	0.11
9,590	Societe Generale	396,989	0.15
458	Swiss Life	118,791	0.05
14,297	Swiss Re	1,009,031	0.39
17,088	TeliaSonera 'A'	60,945	0.02
4,894	Unilever Netherlands	217,361	0.08
19,243	UPM-Kymmene	423,882	0.17
5,709	Vestas Wind Systems	397,809	0.16
2,040	Vinci	138,338	0.05
126	Volkswagen	15,440	0.01
6,447	Volkswagen non-voting preference shares	761,310	0.30
461	Zurich Insurance Group	105,334	0.04
		28,999,911	11.30
Japanese Equity 0.38% (0.66%)			
16,432	Jafco	490,447	0.19
188	TOPIX Index Futures Jun 2017 ⁴	500,264	0.19
		990,711	0.38

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
	Far East Equity 0.44% (0.99%)		
504	MSCI All Countries Asia ex Japan Index Futures Jun 2017 ⁴	1,116,342	0.44
	Emerging Markets Equity 8.19% (7.21%)		
1,619,986	7IM Emerging Markets Equity Value Fund 'Z' Inc ^{1 2}	2,119,914	0.83
1,607	Most Diversified TOBAM Anti-Benchmark Emerging Markets ²	12,035,845	4.69
151	MSCI India Index Futures Mar 2018 ⁴	288,240	0.11
769,966	T. Rowe Price Frontier Markets Equity Fund 'I'	6,573,061	2.56
		21,017,060	8.19
	BONDS 9.61% (10.59%)		
	Emerging Markets Bonds 5.04% (4.97%)		
634,000	ETFS Lombard Odier IM Emerging Market Local Government Bond Fundamental GO UCITS	5,349,375	2.09
11,573,822	Legal & General Emerging Markets Government Bond Local Currency Index Fund Acc ²	7,558,863	2.95
		12,908,238	5.04
	Gilts & Other Public Securities 0.40% (0.42%)		
£1,000,000	European Investment Bank 1.5% 2019	1,018,972	0.40
	Global High Yield Bonds 1.48% (5.20%)		
36,130	BMO Barclays Global High Yield GBP Hedged UCITS - ETF	3,806,296	1.48
	UK Corporate Bonds 2.69% (0.00%)		
£4,300,000	Abbey National Treasury Services 1.875% 2020	4,407,061	1.72
£2,400,000	KFW 1.625% 2020	2,486,602	0.97
		6,893,663	2.69
	PRIVATE EQUITY 6.58% (6.21%)		
63,004	Apollo Global Management	1,346,107	0.52
74,192	Apollo Investment Corporation	365,802	0.14
139,068	Ares Capital Corporation	1,815,461	0.71
106,533	Blackstone Group (The)	2,727,530	1.06
29,784	Carlyle Group (The)	411,782	0.16
20,897	Electra Private Equity	571,324	0.22
24,858	Eurazeo	1,385,839	0.54
8,436	GIMV	407,758	0.16
26,867	Hercules Technology Growth Capital	272,678	0.11
153,774	KKR & Company	2,226,630	0.87
17,827	Main Street Capital Corporation	533,206	0.21
34,436	Onex Corporation	1,916,573	0.75
120,809	Prospect Capital Corporation	758,437	0.30
82,159	Ratos	312,761	0.12

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
PRIVATE EQUITY (continued)			
15,425	Wendel	1,832,950	0.71
		16,884,838	6.58
REAL ESTATE 0.00% (3.80%)			
HEDGE FUNDS & OTHER STRATEGIES			
5.91% (5.02%)			
31,534	AQR Managed Futures UCITS Fund 'G' ²	2,345,200	0.91
9,200,000	F&C Global Equity Market Neutral 3 Acc ²	5,187,880	2.02
394,130	iShares Physical Gold ETC ⁵	7,644,836	2.98
		15,177,916	5.91
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS 37.01% (27.44%)			
£500,000	Abbey National Treasury Services FRN 2018	500,681	0.20
£2,400,000	ABN AMRO Bank 4.875% 2019	2,563,637	1.00
£700,000	ASB Finance FRN 2018	701,977	0.27
£1,400,000	ASB Finance FRN 2020	1,400,036	0.55
£1,000,000	Asian Development Bank 1.5% 2017	1,006,294	0.39
£2,500,000	Bank Nederlandse Gemeenten 1.125% 2019	2,527,175	0.99
£500,000	Bank of Montreal FRN 2018	500,377	0.20
£2,300,000	BNP Paribas 2.375% 2019	2,389,040	0.93
£3,400,000	BNP Paribas Arbitrage 0% 2021	2,708,665	1.06
£700,000	Caisse des Depots et Consignations 1.5% 2019	716,779	0.28
£790,000	Canadian Imperial Bank of Commerce FRN 2018	790,666	0.31
£1,000,000	Canadian Imperial Bank of Commerce FRN 2022	1,005,350	0.39
£1,740,000	Coventry Building Society 4.625% 2018	1,802,355	0.70
£270,000	Coventry Building Society FRN 2020	270,664	0.11
£6,040,000	Credit Suisse International 0% 2050	4,682,017	1.83
£2,000,000	Deutsche Pfandbriefbank 1.875% 2019	2,050,362	0.80
£2,000,000	Deutsche Pfandbriefbank FRN 2020	2,000,186	0.78
£2,400,000	Dexia Credit Local 2.00% 2020	2,490,943	0.97
£1,100,000	DNB Bank 4.25% 2020	1,202,069	0.47
£1,460,000	DNB Boligkredit FRN 2020	1,462,840	0.57
£233,000	European Bank for Reconstruction & Development 1.875% 2018	238,092	0.09
£2,297,000	Export Development Canada 1.375% 2019	2,351,223	0.92
£1,600,000	FMS Wertmanagement 0.625% 2020	1,608,256	0.63
£1,000,000	FMS Wertmanagement 0.75% 2017	1,002,239	0.39
£1,000,000	FMS Wertmanagement 1.25% 2019	1,014,273	0.40
£270,000	GE Capital UK Funding 4.125% 2017	272,991	0.11
£600,000	GE Capital UK Funding 6.75% 2018	641,872	0.25
£1,000,000	GE Capital UK Funding FRN 2018	1,001,163	0.39
£1,263,000	General Electric Capital Corporation 6.25% 2017	1,300,259	0.51
£913,000	ING Bank FRN 2017	914,247	0.36
£3,000,000	Lloyds Bank FRN 2017	3,011,859	1.17
£400,000	National Bank of Australia 3.625% 2017	405,171	0.16
£2,500,000	Nationwide Building Society 5.625% 2019	2,771,663	1.08
£1,800,000	Nederlandse Water 0.875% 2018	1,806,077	0.70

7IM AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued)

as at 31 May 2017

Holding	Portfolio of Investment	Value £	31.05.17 %
CASH, MONEY MARKETS & SHORT TERM			
STERLING BONDS (continued)			
£1,181,000	Network Rail Infrastructure Finance 4.625% 2020	1,337,265	0.52
£1,449,000	Nordea Bank FRN 2019	1,455,913	0.57
20,468,000	Northern Trust Global Sterling Fund ²	20,468,000	7.97
£200,000	NRW Bank 0.875% 2017	200,506	0.08
£2,100,000	Royal Bank of Canada FRN 2018	2,104,941	0.82
£100,000	Royal Bank of Canada FRN 2019	100,300	0.04
£2,186,000	Royal Bank of Scotland FRN 2020	2,190,829	0.85
£1,100,000	Skandinaviska Enskilda Banken FRN 2018	1,105,188	0.43
£3,500,000	Stadshypotek AB FRN 2018	3,508,593	1.37
£789,000	Svenska Handelsbanken 1.875% 2017	791,582	0.31
£2,521,000	Swedbank 1.625% 2019	2,563,007	1.00
£1,800,000	Swedbank Hypotek FRN 2018	1,801,980	0.70
£1,150,000	Total Capital 3.875% 2018	1,205,732	0.47
£1,100,000	Total Capital International FRN 2019	1,100,579	0.43
£300,000	Transport for London 1.25% 2017	301,048	0.12
£1,289,000	UBS 6.625% 2018	1,354,571	0.53
£1,500,000	Westpac Banking 5.00% 2019	1,650,795	0.64
£500,000	Westpac Securities FRN 2017	500,644	0.20
		94,852,971	37.01
FORWARD FX CURRENCY CONTRACTS			
-0.26% (-0.24%)			
¥(129,000,000)	Vs £925,753 Expiry 16.06.17	18,564	0.01
US\$(1,250,000)	Vs £971,183 Expiry 21.07.17	(911)	-
€(600,000)	Vs £515,631 Expiry 18.08.17	(9,355)	-
US\$(44,000,000)	Vs £33,707,693 Expiry 21.07.17	(510,000)	(0.20)
¥840,000,000	Vs £(6,070,285) Expiry 16.06.17	(163,006)	(0.06)
US\$7,700,000	Vs £(6,012,008) Expiry 21.07.17	(23,912)	(0.01)
US\$10,000,000	Vs £(7,781,193) Expiry 21.07.17	(4,444)	-
		(693,064)	(0.26)
Portfolio of investment		254,558,131	99.23
Net other assets		1,979,207	0.77
Net assets		256,537,338	100.00

Comparative figures shown in brackets relate to 30 November 2016.

All investments are ordinary shares listed on a regulated market unless stated otherwise.

¹ Related party holding.

² Collective investment scheme.

³ Delisted security.

⁴ Derivative contract.

⁵ Structured product.

71M AAP ADVENTUROUS FUND

PORTFOLIO STATEMENT (continued) as at 31 May 2017

Credit Quality	31.05.17 %	30.11.16 %
Investment grade debt securities	29.24	21.40
Non-rated debt securities	2.89	1.15
Other investments	67.10	77.87
Net other assets/(liabilities)	0.77	(0.42)
	100.00	100.00

7IM AAP ADVENTUROUS FUND

STATEMENT OF TOTAL RETURN

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Income				
Net capital gains/(losses)		17,292,236		(11,038,147)
Revenue	2,561,309		2,897,360	
Expenses	(684,186)		(664,542)	
Interest payable and similar charges	(26,026)		(82,622)	
Net revenue before taxation	1,851,097		2,150,196	
Taxation	(99,452)		(118,823)	
Net revenue after taxation for the period		1,751,645		2,031,373
Total return before distributions		19,043,881		(9,006,774)
Distributions		(1,751,720)		(2,036,547)
Change in net assets attributable to shareholders from investment activities		17,292,161		(11,043,321)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the period ended 31 May 2017

	£	31.05.17 £	£	31.05.16 £
Opening net assets attributable to shareholders		241,029,051		243,313,479
Amounts received on creation of shares	29,081,163		34,085,751	
Amounts paid on cancellation of shares	(32,531,091)		(41,649,570)	
		(3,449,928)		(7,563,819)
Change in net assets attributable to shareholders from investment activities		17,292,161		(11,043,321)
Retained distribution on accumulation shares		1,666,054		1,918,058
Closing net assets attributable to shareholders		256,537,338		226,624,397

The difference between the opening net assets and the comparative closing net assets is the movement in the second half of the year.

7IM AAP ADVENTUROUS FUND

BALANCE SHEET

as at 31 May 2017

	31.05.17 £	30.11.16 £
ASSETS		
Fixed assets:		
Investments	255,279,282	243,792,094
Current assets:		
Debtors	2,249,455	2,016,451
Cash and bank balances	3,681,545	1,337,739
Total assets	<u>261,210,282</u>	<u>247,146,284</u>
LIABILITIES		
Investment liabilities	(721,151)	(1,744,648)
Creditors:		
Cash and bank overdrafts	(2,040,602)	(2,287,846)
Distribution payable	(73,512)	(83,204)
Other creditors	(1,837,679)	(2,001,535)
Total liabilities	<u>(4,672,944)</u>	<u>(6,117,233)</u>
Net assets attributable to shareholders	<u>256,537,338</u>	<u>241,029,051</u>

7IM AAP ADVENTUROUS FUND

NOTE TO THE FINANCIAL STATEMENTS

for the period ended 31 May 2017

Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 November 2016 and are described in those financial statements.

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of Authorised Funds issued by the Investment Association ('IA') in May 2014. Previously the requirements of the SORP issued by the IA in October 2010 were applied; there are no changes to the financial statements on adoption of the new SORP.

7IM AAP ADVENTUROUS FUND

DISTRIBUTION TABLES

for the period ended 31 May 2017

Interim - in pence per share

Group 1 – Shares purchased prior to 1 December 2016

Group 2 – Shares purchased on or after 1 December 2016 and on or before 31 May 2017

			Payable	Paid
Class A Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.6525	-	0.6525	0.7964
Group 2	0.5164	0.1361	0.6525	0.7964
			Allocated	Allocated
Class A Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.7071	-	0.7071	0.8503
Group 2	0.2470	0.4601	0.7071	0.8503
			Payable	Paid
Class C Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0158	-	1.0158	1.1061
Group 2	0.3490	0.6668	1.0158	1.1061
			Allocated	Allocated
Class C Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.1460	-	1.1460	1.2295
Group 2	0.3735	0.7725	1.1460	1.2295
			Payable	Paid
Class D Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.2009	-	1.2009	-
Group 2	1.2009	-	1.2009	-
			Allocated	Allocated
Class D Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.3749	-	0.3749	0.5499
Group 2	0.1168	0.2581	0.3749	0.5499
			Payable	Paid
Class S Income	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	0.9998	-	0.9998	1.0543
Group 2	0.7912	0.2086	0.9998	1.0543
			Allocated	Allocated
Class S Accumulation	Net Revenue	Equalisation	31.07.17	31.07.16
Group 1	1.0507	-	1.0507	1.0877
Group 2	0.4858	0.5649	1.0507	1.0877

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. After averaging it is returned with the distribution as a capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR)

The European Regulation on reporting and transparency of securities financing transactions and reuse (SFTR), which aims to improve the transparency and monitoring of the financial system, became effective on 13 January 2016. The SFTR applies to the 7IM Investment Funds ('the Company') as a UCITS scheme and requires the ACD to comply with a series of obligations. In particular, the ACD is required to provide investors with information on the use of securities financing transactions (SFTs) and total return swaps (TRS) by the Company in all interim and annual reports for the Company published from 13 January 2017.

The following details the SFTR activities of the Sub-funds during the period ended 31 May 2017 and as at the balance sheet date.

7IM Cautious Fund

Securities Lending

The Sub-fund may engage in securities lending activities. During the period ended 31 May 2017 securities lending was not undertaken and as at the period end, 31 May 2017, no securities were on loan.

Collateral

The Sub-fund may engage in activities which may require collateral to be provided to a counterparty. As at the period end, 31 May 2017, no collateral arrangements were in place in respect of securities lending transactions.

7IM Moderately Cautious Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £125,533,531 and net asset value of £327,701,202 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
20.91%	8.01%	388	166

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Moderately Cautious Fund (continued)

Securities Lending (continued)

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Citigroup Global Markets Inc.	US	3,643	3,759
Credit Suisse (Europe)	UK	15,567	16,796
Goldman Sachs	US	25,208,059	25,935,287
HSBC Bank	UK	457,054	506,869
Merrill Lynch International	UK	198,987	211,173
Societe Generale (Paris Branch)	France	324,623	361,054
UBS AG (London Branch)	UK	43,943	46,361
Total		26,251,876	27,081,299

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

Currency	Cash collateral received £
Australian dollar	850
Canadian dollar	1,105
Danish krone	56
Euro	9,654
Hong Kong dollar	2,591
Japanese yen	215,409
Norwegian krone	948
Swedish krona	75
US dollar	26,033,992
Pound sterling	816,619
Total	27,081,299

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Moderately Cautious Fund (continued)

Collateral (continued)

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	3,244	9,549	2,269	12,204,883	-	12,219,945
	-	-	-			
Equities						
Recognised equity index	-	-	-	-	14,861,354	14,861,354
Total	3,244	9,549	2,269	12,204,883	14,861,354	27,081,299

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depositary or through its delegates.

Custodian	Non-cash collateral received £
	£
Northern Trust	27,081,299

7IM Balanced Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £321,037,244 and net asset value of £805,548,580 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
13.60%	5.42%	850	364

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Balanced Fund (continued)

Securities Lending (continued)

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Citigroup Global Markets Inc.	US	22,130	22,832
Citigroup Global Markets Limited	UK	875,468	952,860
Credit Suisse (Europe)	UK	535,593	568,748
Goldman Sachs	US	39,607,598	40,751,146
HSBC Bank	UK	663,782	736,953
Merrill Lynch International	UK	732,420	769,604
Societe Generale (Paris Branch)	France	1,225,528	1,363,339
Total		43,662,519	45,165,482

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

Currency	Cash collateral received £
Australian dollar	7,344
Canadian dollar	9,541
Danish krone	486
Euro	622,982
Hong Kong dollar	25,719
Japanese yen	813,186
Norwegian krone	38,695
Swedish krona	28,832
Swiss franc	20,815
US dollar	41,236,493
Pound sterling	2,361,389
Total	45,165,482

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Balanced Fund (continued)

Collateral (continued)

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	-	5,588	165,876	19,954,322	-	20,125,786
Equities						
Recognised equity index	-	-	-	-	25,039,696	25,039,696
Total	-	5,588	165,876	19,954,322	25,039,696	45,165,482

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depositary or through its delegates.

Custodian	Non-cash collateral received £
	£
Northern Trust	45,165,482

7IM Moderately Adventurous Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £187,282,484 and net asset value of £439,188,758 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
8.78%	3.75%	987	422

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Moderately Adventurous Fund (continued)

Securities Lending (continued)

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Barclays Bank	UK	1,272,246	1,375,505
Citigroup Global Markets Inc.	US	8,221	8,482
Citigroup Global Markets Limited	UK	313,253	329,750
Credit Suisse (Europe)	UK	88,782	95,809
Goldman Sachs	US	12,878,206	13,249,609
HSBC Bank	UK	101,888	114,854
Merrill Lynch International	UK	130,877	138,475
RBC Europe	UK	402,637	425,114
Societe Generale (Paris Branch)	France	1,137,011	1,261,776
UBS AG (London Branch)	UK	118,096	180,384
Total		16,451,217	17,179,758

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

Currency	Cash collateral received £
Australian dollar	39,789
Canadian dollar	6,302
Swiss franc	268
Danish krona	321
Euro	2,091,690
Hong Kong dollar	58,801
Japanese yen	169,770
Norwegian krone	5,800
Swedish krona	792
US dollar	13,529,769
Pound sterling	1,276,456
Total	17,179,758

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Moderately Adventurous Fund (continued)

Collateral (continued)

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	-	351	614	8,405,662		8,406,627
Equities						
Recognised equity index	-	-	-	-	8,773,131	8,773,131
Total	-	351	614	8,405,662	8,773,131	17,179,758

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depositary or through its delegates.

Custodian	Non-cash collateral received £
Northern Trust	17,179,758

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Adventurous Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £51,977,454 and net asset value of £139,065,392 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
3.12%	1.17%	334	143

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Citigroup Global Markets Inc.	US	697	719
Citigroup Global Markets Limited	UK	120,936	131,626
Credit Suisse (Europe)	UK	34,857	37,610
J.P. Morgan Securities (Europe)	UK	308,319	338,019
Merrill Lynch International	UK	42,451	45,031
RBC Europe	UK	603,955	637,669
Societe Generale (Paris Branch)	France	441,747	491,058
UBS AG (London Branch)	UK	69,124	77,898
Total		1,622,086	1,759,630

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Adventurous Fund (continued)

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

	Cash collateral received £
Currency	
Australian dollar	13,179
Canadian dollar	2,474
Danish krone	7,585
Euro	737,088
Hong Kong dollar	141,279
Japanese yen	101,806
Norwegian krone	6,635
Swedish krona	24,940
Swiss franc	14,898
US dollar	148,392
Pound sterling	561,354
Total	1,759,630

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	237	30,615	7,028	746,466	-	784,346
Equities						
Recognised equity index	-	-	-	-	975,284	975,284
Total	237	30,615	7,028	746,466	975,284	1,759,630

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM Adventurous Fund (continued)

Collateral (continued)

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depositary or through its delegates.

	Non-cash collateral received £
Custodian	
Northern Trust	1,759,630

7IM Sustainable Balance Fund

Securities Lending

The Sub-fund may engage in securities lending activities, during the period ended 31 May 2017 securities lending was not undertaken and as at the period end, 31 May 2017, no securities were on loan.

Collateral

The Sub-fund may engage in activities which may require collateral to be provided to a counterparty. As at the period end, 31 May 2017, no collateral arrangements were in place in respect of securities lending transactions.

7IM AAP Income Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £44,953,707 and net asset value of £89,184,657 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
17.85%	9.00%	873	374

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Income Fund (continued)

Securities Lending (continued)

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Citigroup Global Markets Inc.	US	53,138	55,867
Citigroup Global Markets Limited	UK	3,579	3,915
Credit Suisse (Europe)	UK	14,723	15,885
Credit Suisse (USA)	US	56,930	58,517
Goldman Sachs	US	6,158,741	6,336,517
HSBC Bank	UK	647,317	717,515
J.P. Morgan Securities	US	16,103	16,626
Merrill Lynch International	UK	135,851	146,157
RBC Europe	UK	725,578	766,030
Societe Generale (Paris Branch)	US	211,049	234,197
Total		8,023,009	8,351,226

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

Currency	Cash collateral received £
Australian dollar	699
Canadian dollar	11,398
Swiss franc	86
Danish krone	46
Euro	830,487
Hong Kong dollar	2,142
Japanese yen	46,479
Norwegian krone	904
Swedish krona	178
US dollar	6,538,497
Pound sterling	920,310
Total	8,351,226

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Income Fund (continued)

Collateral (continued)

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	415	10,135	45,257	3,915,009	-	3,970,816
Equities						
Recognised equity index	-	-	-	-	4,380,410	4,380,410
Total	415	10,135	45,257	3,915,009	4,380,410	8,351,226

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depository or through its delegates.

Custodian	Non-cash collateral received £
	£
Northern Trust	8,351,226

7IM AAP Moderately Cautious Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £386,666,231 and net asset value of £788,184,840 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Moderately Cautious Fund (continued)

Securities Lending (continued)

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
17.05%	8.36%	1,447	620

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
BNP Paribas	France	733,043	762,760
Citigroup Global Markets Inc.	US	6,478	6,682
Citigroup Global Markets Limited	UK	429,945	467,532
Credit Suisse (Europe)	UK	1,348,976	1,427,816
Goldman Sachs	US	59,794,771	61,519,899
HSBC Bank	UK	213,524	238,538
Merrill Lynch International	UK	589,330	623,284
NATIXIS S.A.	France	89,436	98,647
Societe Generale (Paris Branch)	France	2,207,806	2,460,081
UBS AG (London Branch)	UK	505,907	749,642
Total		65,919,216	68,354,881

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Moderately Cautious Fund (continued)

Collateral (continued)

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

Currency	Cash collateral received £
Australian dollar	148,682
Canadian dollar	9,310
Swiss franc	13,138
Danish krone	4,558
Euro	1,383,262
Hong Kong dollar	199,191
Japanese yen	708,131
Norwegian krone	24,522
Swedish krona	14,145
US dollar	63,275,231
Pound sterling	2,574,711
Total	68,354,881

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	372	37,545	512,844	30,752,440	-	31,303,201
Equities						
Recognised equity index	-	-	-	-	37,051,680	37,051,680
Total	372	37,545	512,844	30,752,440	37,051,680	68,354,881

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Moderately Cautious Fund (continued)

Collateral (continued)

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depositary or through its delegates.

Custodian	Non-cash collateral received £
Northern Trust	68,354,881

7IM AAP Balanced Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £972,370,004 and net asset value of £1.619.282.536 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
10.98%	6.59%	4,806	2,059

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Citigroup Global Markets Inc.	US	1,217,262	1,270,357
Citigroup Global Markets Limited	UK	253,684	274,637
Credit Suisse (Europe)	UK	4,363,702	4,662,929
Credit Suisse (USA)	US	627,082	644,971
Goldman Sachs	US	78,452,364	80,717,443
HSBC Bank	UK	1,368,086	1,489,748
J.P. Morgan Securities	US	1,324,886	1,367,927
Merrill Lynch International	UK	4,768,460	5,089,500
Societe Generale (Paris Branch)	France	11,814,834	13,200,247
State Street Bank & Trust Company	US	232,414	242,945
UBS AG (London Branch)	UK	2,367,831	3,383,276
Total		106,790,605	112,343,980

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Balanced Fund (continued)

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

	Cash collateral received £
Currency	
Australian dollar	634,813
Canadian dollar	494,509
Danish krone	65,590
Euro	4,564,770
Hong Kong dollar	807,115
Japanese yen	3,443,530
Norwegian krone	70,841
Swedish krona	11,143
Swiss franc	64,815
US dollar	89,285,208
Pound sterling	12,901,646
Total	112,343,980

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	94,991	673,290	1,819,816	48,557,891	-	51,145,988
Equities						
Recognised equity index	-	-	-	-	61,197,992	61,197,992
Total	94,991	673,290	1,819,816	48,557,891	61,197,992	112,343,980

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Balanced Fund (continued)

Collateral (continued)

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depositary or through its delegates.

	Non-cash collateral received £
Custodian	
Northern Trust	112,343,980

7IM AAP Moderately Adventurous Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £504,207,131 and net asset value of £710,477,808 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
8.64%	6.13%	5,406	2,316

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Moderately Adventurous Fund (continued)

Securities Lending (continued)

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Citigroup Global Markets Inc.	US	1,150,191	1,203,747
Citigroup Global Markets Limited	UK	2,063,501	2,208,074
Credit Suisse (Europe)	UK	1,735,230	1,859,521
Credit Suisse (USA)	US	661,878	680,938
Goldman Sachs	US	20,498,446	21,089,609
HSBC Bank	UK	5,356,976	5,940,528
J.P. Morgan Securities	US	163,915	169,240
Merrill Lynch International	UK	1,851,518	1,991,829
RBC Europe	UK	1,837,404	1,938,888
Societe Generale (Paris Branch)	France	6,425,828	7,169,642
UBS AG (London Branch)	UK	1,832,608	2,684,282
Total		43,577,495	46,936,298

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

Currency	Cash collateral received £
Australian dollar	529,118
Canadian dollar	86,298
Danish krone	2,324
Euro	4,594,898
Hong Kong dollar	709,654
Japanese yen	1,050,308
Norwegian krone	76,459
Swedish krona	37,837
Swiss franc	56,521
US dollar	26,735,488
Pound sterling	13,057,393
Total	46,936,298

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Moderately Adventurous Fund (continued)

Collateral (continued)

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	32,800	251,991	870,921	17,276,885	-	18,432,597
Equities						
Recognised equity index	-	-	-	-	28,503,701	28,503,701
Total	32,800	251,991	870,921	17,276,885	28,503,701	46,936,298

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depository or through its delegates.

Custodian	Non-cash collateral received £
	£
Northern Trust	46,936,298

7IM AAP Adventurous Fund

Securities Lending

The following table details the value of securities on loan as a proportion of the Sub-funds total lendable assets of £173,318,656 and net asset value of £256,537,338 as at 31 May 2017 and the income earned for the period ended 31 May 2017. Total lendable assets represent the aggregate value of assets forming part of the Sub-fund's securities lending programme. This excludes any assets held by the Sub-fund that is not considered lendable due to any market, regulatory, investment or other restriction.

Securities on loan, % of lendable assets	% of NAV	Income earned £	Cost to Agent £
6.42%	4.34%	1,587	679

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Adventurous Fund (continued)

Securities Lending (continued)

The total income earned from securities lending transactions is split between the Sub-fund and the Securities Lending Agent. The Sub-fund receives 70% while the Securities Lending Agent receives 30% of such income, with all operational costs borne out of the Securities Lending Agent's share.

All securities on loan have an open maturity tenor as they are callable or terminable on a daily basis.

The following table details the value of securities on loan and associated collateral received, analysed by counterparty as at 31 May 2017.

Counterparty	Counterparty's country of establishment	Amount on loan £	Collateral received £
Citigroup Global Markets Inc.	US	243,048	251,921
Citigroup Global Markets Limited	UK	1,068,353	1,162,796
Credit Suisse (Europe)	UK	178,590	190,363
Credit Suisse (USA)	US	19,344	19,891
Goldman Sachs	US	281,115	292,145
HSBC Bank	UK	2,900,138	3,213,427
J.P. Morgan Securities	US	597,286	616,691
Merrill Lynch International	UK	1,944,004	2,068,113
Societe Generale (Paris Branch)	France	3,380,566	3,771,767
UBS AG (London Branch)	UK	522,499	559,802
Total		11,134,943	12,146,916

Collateral

The Sub-fund engages in activities which may require collateral to be provided to a counterparty ("collateral posted") or may hold collateral received ("collateral received") from a counterparty.

The following table provides an analysis by currency of the cash and underlying non-cash collateral received/posted by way of title transfer collateral arrangement by the Sub-fund, in respect of securities lending transactions as at 31 May 2017.

Currency	Cash collateral received £
Australian dollar	39,720
Canadian dollar	64,853
Danish krone	280
Euro	806,409
Hong Kong dollar	16,984
Japanese yen	1,730,950
Norwegian krone	41,952
Swedish krona	35,264
Swiss franc	85,055
Us dollar	2,320,639
Pound sterling	7,004,810
Total	12,146,916

7IM INVESTMENT FUNDS

SECURITIES FINANCING TRANSACTION AND REUSE (SFTR) (continued)

7IM AAP Adventurous Fund (continued)

Collateral (continued)

The Sub-fund is the legal owner of inbound collateral and can sell the assets and withhold the cash in the case of default. All cash received or posted as collateral has an open maturity tenor as it is not subject to a contractual maturity date.

The following table provides an analysis of the type, quality and maturity tenor of non-cash collateral received and posted by the Sub-fund by way of title transfer collateral arrangement in respect of securities lending transactions as at 31 May 2017.

Collateral type and quality	Maturity Tenor				Open £	Total £
	0 - 30 days £	31 - 90 days £	91 - 365 days £	More than 365 days £		
Collateral received						
Fixed Income						
Investment grade	13,434	292,864	169,640	3,563,231	-	4,039,168
Equities						
Recognised equity index	-	-	-	-	8,107,748	8,107,748
Total	13,434	292,864	169,640	3,563,231	8,107,748	12,146,916

Investment grade securities are those issued by an entity with a minimum investment grade credit rating from at least one globally recognised credit rating agency.

The maturity tenor analysis for fixed income securities received or posted as collateral is based on the respective contractual maturity date, while equity securities are presented as open transactions as they are not subject to a contractual maturity date.

As at 31 May 2017, all non-cash collateral received by the Sub-fund in respect of securities lending transactions is held by the Sub-fund's Depositary or through its delegates.

Custodian	Non-cash collateral received £
Northern Trust	12,146,916

7IM INVESTMENT FUNDS

GENERAL INFORMATION

Head Office

3rd Floor
55 Bishopsgate
London EC2N 3AS

Address for Service

The Head Office is the address in the United Kingdom for service on the Company of notices or other documents required or authorised to be served on it.

Base Currency

The base currency of the Company is Pounds Sterling. Each sub-fund and class is designated in Pounds Sterling.

Share Capital

The minimum share capital of the company is £1 and the maximum is £100,000,000,000.

Shares in the Company have no par value. The share capital of the Company at all times equals the sum of the net asset values of each of the sub-funds.

Structure of the Company

The Company is structured as an umbrella company in that different sub-funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new sub-fund or class of share, a revised prospectus will be prepared setting out the relevant details of each sub-fund or class.

The assets of each sub-fund will be treated as separate from those of every other sub-fund and will be invested in accordance with the investment objective and investment policy applicable to that sub-fund. The sub-funds which are currently available are:

7IM Cautious Fund
7IM Moderately Cautious Fund
7IM Balanced Fund
7IM Moderately Adventurous Fund
7IM Adventurous Fund
7IM Sustainable Balance Fund
7IM AAP Income Fund
7IM AAP Moderately Cautious Fund
7IM AAP Balanced Fund
7IM AAP Moderately Adventurous Fund
7IM AAP Adventurous Fund

In the future there may be other sub-funds of the Company.

7IM INVESTMENT FUNDS

GENERAL INFORMATION (continued)

Classes of Shares

The Company has the following active shares classes 'A' Income, 'A' Accumulation, 'B' Income, 'B' Accumulation, 'C' Income, 'C' Accumulation, 'D' Income, 'D' Accumulation, 'O' Accumulation, 'S' Income and 'S' Accumulation. The Company can issue any share class in accordance with the Prospectus.

Holders of Income shares are entitled to be paid the income attributable to such shares in respect of each annual or interim accounting period, as applicable to the relevant sub-fund.

Holders of Accumulation shares are not entitled to be paid the income attributable to such shares, but that income is retained and accumulated for the benefit of shareholders and is reflected in the price of shares.

Valuation Point

The valuation point of the Company is 12:00pm London time on each business day. Valuations may be made at other times under the terms contained within the Prospectus.

Buying and Selling Shares

The dealing office of the ACD is normally open from 9.00am to 5.30pm London time on each business day. The ACD may vary these times at its discretion. Requests to deal in shares may also be made by telephone on each business day (at the ACD's discretion) between 9.00am and 5.30pm London time directly to the office of the ACD (telephone: 0870 870 7431 or such other number as published from time to time). The initial purchase must, at the discretion of the ACD, be accompanied by an application form.

Prices

The prices of all shares are published on: www.fundlistings.com and the ACD's website: www.7im.co.uk. Alternatively, the prices of all shares may be obtained by calling 0870 870 7431 during the ACD's normal business hours.

Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Document and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office. Copies of these may be obtained upon application and, excepting the Instrument of Incorporation, can be found on our website, www.7im.co.uk.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at South Quay Plaza, 183 Marsh Wall, London E14 9SR.

Data Protection Act

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

Risk Warning

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

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www.7im.co.uk

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