



Aberdeen Investment Funds ICVC

Annual Long Report

For the year ended 31 July 2017

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Report of the Authorised Corporate Director

Aberdeen Investment Funds ICVC ('the Company') is an open-ended investment company with variable capital. The Company is registered and authorised in the United Kingdom by the Financial Conduct Authority (the 'FCA') and has UCITS status. The Company is structured as an umbrella scheme for the purposes of the Collective Investment Schemes Sourcebook (COLL) and consists of a number of separate sub-funds.

Appointments

Authorised Corporate Director

Aberdeen Fund Managers Limited

Head Office

10 Queens Terrace
Aberdeen
AB10 1YG

Registered Office

Bow Bells House
1 Bread Street
London
EC4M 9HH

Depository

BNP Paribas Securities Services
London Branch
10 Harewood Avenue
London
NW1 6AA

Legal Advisers

Eversheds LLP
One Wood Street
London
EC2V 7WS

Auditors

KPMG LLP
15 Canada Square
Canary Wharf
London
E14 5GL

Registrar

International Financial Data Services (UK) Limited
IFDS House
St. Nicholas Lane
Basildon
Essex
SS16 5FS
(the register of shareholders can be inspected at this address)

Note:

The ACD, Aberdeen Asset Managers Limited, Aberdeen Asset Management Asia Limited, Aberdeen Fund Management Limited and Aberdeen Asset Management Inc are wholly owned subsidiaries of Aberdeen Asset Management PLC, and are accordingly associates. The Investment Advisers have the authority of the ACD to make decisions on its behalf in all aspects of the investment management of the investments and other property of the Company. The main terms of the agreement with each investment adviser are that it should have the authority of the ACD to make decisions on its behalf in all aspects of the investment management of the investments and other property of the Company, including the Company's powers to enter into hedging transactions relating to efficient portfolio management. The adviser's powers extend to all of the property of the Company except any part which the ACD excludes from the adviser's powers. The adviser is to report details of each transaction to the ACD and to confer with the ACD when required by it. The ACD will notify the adviser of additional cash available for the investment.

All fees charged by the Investment Adviser will be borne by the ACD.

Report of the Authorised Corporate Director

Each sub-fund has an individual investment objective and policy and each differs in regard to the extent to which they concentrate on achieving income or capital growth. There may be sub-funds added to the umbrella of Aberdeen Investment Funds ICVC (with consent of the FCA and the Depositary) in the future.

The Funds are segregated portfolios of assets and, accordingly, the assets of a Fund belong exclusively to that Fund and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the Company, or any other Fund, and shall not be available for any such purpose.

The shareholders are not liable for the debts of the Company.

Financial details and fund managers' reviews of the individual sub-funds for the period ended 31 July 2017 are given in the following pages of this report. Where performance comparisons are made, the share valuations used are at close of business of the final day of the period under review.

The sub-funds are valued on a mid-price basis and dealt at a single price regardless of whether a purchase or sale is being affected. The daily price for each sub-fund appears on the Aberdeen website at aberdeen-asset.co.uk.

Developments and prospectus updates since 31 July 2016

- On 1 August 2016 the Annual Management Charge (AMC) for Aberdeen Euro Corporate Bond Fund share class A was reduced to 0.90%;
- On 1 August 2016 the AMC for Aberdeen Global High Yield Bond Fund share class A was reduced to 1.25%;
- On 1 August 2016 the Operating, Administrative & Servicing Expenses for Aberdeen Eastern European Equity Fund were reduced to 0.38%;
- On 1 August 2016 the Operating, Administrative & Servicing Expenses for Aberdeen Emerging Markets Equity Fund were reduced to 0.26%;
- On 1 August 2016 Aberdeen World Opportunistic Bond Fund Z Gross Accumulation share class was launched;
- On 15 August 2016 Aberdeen Sterling Opportunistic Corporate Bond Fund Z Accumulation share class was launched;
- On 1 September 2016 the investment strategy was changed for Aberdeen Managed Distribution Fund;
- On 1 September 2016 the Aberdeen Managed Distribution Fund was renamed Aberdeen Diversified Income Fund;
- On 30 September 2016 Aberdeen Sterling Bond Fund L Accumulation share class was launched;
- On 30 September 2016 Aberdeen Sterling Bond Fund L Income share class was launched;
- On 30 September 2016 Aberdeen UK Equity Fund L Accumulation share class was launched;
- On 30 September 2016 Aberdeen UK Equity Fund L Income share class was launched;
- On 30 September 2016 Aberdeen World Equity Fund L Accumulation share class was launched;
- On 30 September 2016 Aberdeen World Equity Fund L Income share class was launched;
- On 3 October 2016 the Aberdeen Sterling Short Dated Corporate Bond Fund was launched;
- On 7 October 2016 Aberdeen Emerging Markets Equity Fund G Accumulation share class was launched;
- On 14 October 2016 Aberdeen Sterling Long Dated Corporate Bond Fund K Income share class was launched;
- On 14 October 2016 Aberdeen Sterling Long Dated Government Bond Fund K Income share class was launched;
- On 1 November 2016 the Aberdeen Cash Fund moved to gross pricing;
- On 1 November 2016 the Aberdeen Corporate Bond Fund moved to gross pricing;
- On 1 November 2016 the Aberdeen Global High Yield Bond Fund moved to gross pricing;
- On 1 November 2016 the Aberdeen Sterling Opportunistic Corporate Bond Fund moved to gross pricing;
- On 1 November 2016 the Aberdeen Sterling Short Dated Corporate Bond Fund moved to gross pricing;
- On 1 November 2016 the Aberdeen Sterling Short Term Government Bond Fund moved to gross pricing;
- On 1 November 2016 the Aberdeen Strategic Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen Absolute Return Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen Sterling Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen Sterling Government Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen Sterling Index-Linked Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen Sterling Long Dated Corporate Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen Sterling Long Dated Government Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen World Government Bond Fund moved to gross pricing;
- On 1 December 2016 the Aberdeen World Opportunistic Bond Fund moved to gross pricing;
- On 1 December 2016 the AMC for Aberdeen Cash Fund share class A was reduced to 0.20%;

Report of the Authorised Corporate Director

- On 1 December 2016 the Operating, Administrative & Servicing Expenses for Aberdeen Cash Fund were reduced to 0.08%;
- On 1 December 2016 the Operating, Administrative & Servicing Expenses for Aberdeen Sterling Index-Linked Bond Fund were reduced to 0.13%;
- On 30 December 2016 the investment sub-advisor for Aberdeen Japan Equity Fund changed to Aberdeen Investment Management K.K.;
- On 7 April 2017 Aberdeen Cash Fund was renamed Aberdeen Sterling Money Market Fund and the Investor Profile and Investment Objective changed;
- On 16 June 2017 Aberdeen Sterling Long Dated Corporate Bond Fund A Accumulation and I Accumulation share classes were closed.
- The list of Eligible Markets was updated;
- The list of Directors was updated;
- References to the EU Savings Directive were removed, as it has been superseded;
- Minor changes and clarifications were made to the dealing suspension section, to align the wording across our UK fund ranges;
- Clarification were made in respect of risks applicable to the Aberdeen UK Mid-Cap Equity Fund;
- New SFTR disclosures for stock lending were added;
- The limit for investing in Collective Investment Schemes ("CIS") was increased for several sub-funds. All sub-funds may now invest up to 10% of their NAV into CIS (with the exception of Aberdeen Multi-Asset Fund, which can invest up to 100% of its NAV in CIS). Previously, the limit for some sub-funds was 5%;
- A clarification was added for the Sterling Long Dated Bond Funds, confirming that charges are taken from income;
- References to short reports were removed, as they are no longer produced. Following a recent FCA initiative to develop 'smarter consumer communications' within the financial services industry, it was concluded that short reports no longer met their original aim of providing clear and focused information about their associated investment funds. As a result, the regulations have been amended to withdraw the requirement to prepare and send these reports;
- Taxation limits in the Taxation section were refreshed;
- The stated Operating, Administrative and Servicing Expenses (OASE) for Aberdeen Global High Yield Bond were corrected. From 30 September 2016 until 7 April 2017, the stated level of expenses in the prospectus was 0.12%, across all available share classes. The correct level of expenses for Aberdeen Global High Yield Bond Fund are 0.13% on all available share classes except Class Q, which has expenses of 0.03%.
- Use of Derivatives: General section has been updated;
- Change to the availability of long reports – which are no longer available from the depositary. They are available from the registered office of the ACD;
- The Taxation section was updated in accordance with the Personal Savings Allowance. For more information on the Personal Savings Allowance please see the Government website <https://www.gov.uk/government/publications/personal-savings-allowance-factsheet> ;
- Consistent terminology was applied in respect of existing stock lending disclosures;
- Product reference numbers were added.

Significant event

- Following approval from the Financial Conduct Authority and Prudential Regulation Authority on 25 July 2017, Aberdeen Asset Management PLC and Standard Life plc merged to become Standard Life Aberdeen plc on Monday 14 August 2017. Upon completion of the merger, the ultimate parent company of the Authorised Corporate Director became Standard Life Aberdeen plc. Further information can be found on the website at <https://www.standardlifeaberdeen.com/>.
- Aberdeen World Government Bond Fund closed on 11 August 2017.

Report of the Authorised Corporate Director

Review

Global equity markets eked out gains despite a bumpy ride for the period under review, lifted by a gradually synchronised economic recovery worldwide while shrugging off geopolitical and monetary policy uncertainty, and also volatility in oil and commodity prices.

Donald Trump's election victory in the US resulted in a knee-jerk sell-off in stocks and a short-lived rally in fixed income, but this was quickly reversed as sentiment was boosted by the "Trump trade". His promises of deregulation, fiscal overhaul, massive infrastructure spending, and the presence of a unified Republican government led to stock indices, bond yields, and the US dollar to reach new highs. Financial, material, and industrial stocks benefited, as did small-cap companies. But the Trump trade has faded of late, as investors are doubting how much traction there is for his legislative agenda; the 45th US President has been battling political scandal after scandal, and his failure to repeal "Obamacare" badly limits the scope of his tax reforms.

Initial fears of increased protectionism denting global trade seemed to fade away, as developed and developing markets reported firmer growth and consumer confidence. Jobs reports from the US have been encouraging, and consumer spending is on the uptick. China's economic growth buoyed markets, while authorities tightened policies aimed at curbing financial risk with an eye on keeping the economy on an even keel. This gave investors renewed confidence in its financial stability. In the Eurozone, unemployment has reached multi-year lows, and manufacturing output is on the rise.

Sentiment in Europe was initially dented when the UK officially notified of its intent to withdraw from the European Union, but risk aversion dissipated in the later months. British Prime Minister Theresa May kick-started the negotiation process on March 29, then sought to strengthen her Brexit bargaining hand by calling for a snap election in June. Instead, the Conservative Party that she leads emerged weaker and lost their parliamentary majority. Bond prices rose, while sterling took a hit. The weaker currency caused the FTSE 100, made up of multinational firms that benefit from the weaker sterling, to rise. Markets elsewhere were largely unaffected by the outcome. There were no signs of risk aversion as US Treasuries, the yen, and gold traded lower.

With economic growth picking up pace over the past 12 months, central banks in the developed world have hinted at normalising moves, with some suggesting winding down their asset-purchase programmes. The US Federal Reserve, on top of normalising interest rates, intimated that it will start reducing its balance sheets. The European Central Bank also made similar statements. But more dovish views later prevailed subsequently as the global economic recovery remained fragile. Central banks in the developing world, however, remained accommodative as their currencies strengthened against the euro and US dollar.

Oil prices have had a volatile year as they continue to flirt around US\$50 per barrel. Members of the Organisation of the Petroleum Exporting Countries promised cuts to output and exports, but the effect was negated by US oil production. US rig count and output have been increasing steadily over the year. Nigerian and Libyan output complicated OPEC's efforts.

In the emerging markets, performance was mixed. Russia saw its currency and markets fluctuate with oil prices, while its relations with the US have turned for the worse as the US imposed fresh sanctions. Brazilian equities initially rallied on optimism about President Michel Temer's reform agenda, but an ongoing corruption scandal has spooked investors. Turkey lagged in late 2016 in the wake of a failed coup and numerous terror attacks, but the stockmarket and lira strengthened after President Recep Tayyip Erdogan controversially won new sweeping powers and the central bank tightened liquidity. The Mexican stockmarket and peso were battered by Trump's protectionist measures, but later got a boost as fears faded and the US dollar weakened. Some Southeast Asian markets and currencies suffered from political woes, but firm regional economic growth and a weaker US dollar continued to support sentiment.

Outlook

Political pressures will continue to weigh on markets over the coming year. Trump's ability to pull through his policy plans remains in doubt, even though he has practically overhauled his inner circle in the White House. An investigation into Trump's election campaign's alleged collusion with Russia may introduce more uncertainty into the fledgling Trump administration's agenda. Relations between the US and Russia are also likely to take a hit. Tensions between the US and North Korea have eased slightly for now, but can flare up at any moment's notice with no fundamental change in the state of play in Northeast Asia. Across the Atlantic, Germany's federal elections in late September are one to watch. The country is a political and economic juggernaut in the European Union, and any electoral upset can undermine the bloc's stability. How Brexit negotiations will evolve is also critical to investor sentiment.

Emerging markets may maintain their positive momentum, though rising political risks could be a stumbling block. All eyes will be on China's 19th National Congress that will take place in late 2017, where a new slate of leaders will be announced. While there is little doubt that President Xi Jinping will continue on as party chief, there is keen interest on the changes that Xi will introduce at the meeting, and how wide-ranging they will be so as to consolidate his power. For Russia, fresh sanctions may hurt its economy, especially as oil prices remain volatile. Major central banks are also signalling interest rate normalisation soon, which may curtail liquidity.

Nevertheless, economies are well-positioned to benefit as they regain growth momentum, and as some previously-anticipated risks diminish. Notably, expectations for US dollar strength has not materialised. President Trump's struggles, coupled with stubbornly-soft inflation and wage growth, are likely to impede the dollar's advance. Fears over an abrupt China slowdown have also eased. While growth may still moderate as authorities tighten credit, positive economic indicators suggest a significant slowdown is unlikely.

More importantly, companies are seeing earnings expectations revised upwards on better cost-controls and margins. Improving economic growth and external balances, along with subdued inflation in emerging economies, will also support risk appetite. We are cautiously optimistic, but will remain disciplined, investing in attractively-valued companies with sound fundamentals and sensible management strategies.

Statement of the Authorised Corporate Director's Responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ("the COLL Rules") require the Authorised Corporate Director ("ACD") to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company and of the net revenue / deficit of revenue and the net capital gains / net capital losses on the property of the Company for the period.

In preparing the financial statements the ACD is responsible for:

- selecting suitable accounting policies and then apply them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company and its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Company or its sub-funds or to cease operations, or have no realistic alternative but to do so (as explained in note 1(a), the directors do not believe that it is appropriate to prepare the financial statements of the Aberdeen World Government Bond Fund on a going concern basis);
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, the Prospectus and the COLL Rules.

Authorised Corporate Director's Statement

In accordance with the requirements of the COLL sourcebook as issued and amended by the Financial Conduct Authority, we hereby certify the report on behalf of Aberdeen Fund Managers Limited, the Authorised Corporate Director.



Alan Hawthorn
Director
Aberdeen Fund Managers Limited
2 November 2017



William Hemmings
Director
Aberdeen Fund Managers Limited
2 November 2017

Report of the Depositary to the shareholders of Aberdeen Investment Funds ICVC

The Depositary has a duty to ensure that the Company is managed in accordance with the COLL Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together, the "Regulations"), the Company's Instrument of Incorporation and Prospectus (together, the "Scheme Documents") as detailed below.

The Depositary is responsible for:

- general oversight including overseeing the sale, issue, repurchase, redemption, cancellation and pricing of shares and the application of income of the Company;
- the safekeeping of all property of the Company by holding in custody all custodial assets of the Company and maintaining appropriate record keeping and verifying ownership of other assets of the Company;
- monitoring the cash flows of the Company, ensuring that all payments due to the Company have been received and all cash of the Company is held in accordance with the Regulations.

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Scheme Documents and the Regulations in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we considered necessary to discharge our responsibilities and duties as Depositary of the Company, it is our opinion, based upon the information available to us and the explanations provided during the period under review that, in all material respects the Company, acting through the ACD, has carried out:

- (i) the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income, in accordance with the Regulations and Scheme Documents, and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.



BNP Paribas Securities Services

2 November 2017

Independent auditor's report to the shareholders of Aberdeen Investment Funds ICVC ('the Company')

Opinion

We have audited the financial statements of the Company for the year ended 31 July 2017 which comprise the Statements of Total Return, the *Statements of Changes in Net Assets Attributable to Shareholders*, the *Balance Sheets*, the *Related Notes and Distribution Tables* for each of the Company's sub-funds listed on the contents page and the accounting policies set out on pages 8 to 10.

In our opinion the financial statements:

- give a true and fair view, in accordance with UK accounting standards, including FRS 102 *The Financial Reporting Standard applicable in the UK and Republic of Ireland*, of the financial position of each of the sub-funds as at 31 July 2017 and of the net revenue / deficit of revenue and the net capital gains / net capital losses on the property of each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with the Instrument of Incorporation, the Statement of Recommended Practice relating to Authorised Funds, and the COLL Rules.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities are described below. We have fulfilled our ethical responsibilities under, and are independent of the Company in accordance with, UK ethical requirements including the FRC Ethical Standard.

We have received all the information and explanations which we consider necessary for the purposes of our audit and we believe that the audit evidence we have obtained is a sufficient and appropriate basis for our opinion.

Going concern

We are required to report to you if we have concluded that the use of the going concern basis of accounting is inappropriate or there is an undisclosed material uncertainty that may cast significant doubt over the use of that basis for a period of at least twelve months from the date of approval of the financial statements. We have nothing to report in these respects for all sub-funds with the exception of the Aberdeen World Government Bond Fund.

Emphasis of matter – non-going concern basis of preparation

We draw attention to the disclosure made in accounting policy 1(a) to the financial statements which explains that the financial statements have been prepared on the going concern basis, with the exception of the Aberdeen World Government Bond Fund which is now not prepared on the going concern basis for the reason set out in that note. Our opinion is not modified in respect of this matter.

Other information

The Authorised Corporate Director is responsible for the other information presented in the Annual Report together with the financial statements. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except as explicitly stated below, any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether, based on our financial statements audit work, the information therein is materially misstated or inconsistent with the financial statements or our audit knowledge. Based solely on that work:

- we have not identified material misstatements in the other information; and
- in our opinion the information given in the Authorised Corporate Director's Report is consistent with the financial statements.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters where under the COLL Rules we are required to report to you if, in our opinion:

- proper accounting records for the Company have not been kept; or
- the financial statements are not in agreement with the accounting records.

Authorised Corporate Director's responsibilities

As explained more fully in their statement set out on page 5 the Authorised Corporate Director is responsible for: the preparation of financial statements which give a true and fair view; such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; assessing the Company and its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless they either intend to liquidate the Company or its sub-funds or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities

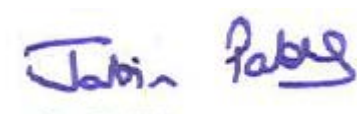
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue our opinion in an auditor's report. Reasonable assurance is a high level of assurance, but does not guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

A fuller description of our responsibilities is provided on the FRC's website at www.frc.org.uk/auditorsresponsibilities.

Independent auditor's report to the shareholders of Aberdeen Investment Funds ICVC ('the Company')

The purpose of our audit work and to whom we owe our responsibilities

This report is made solely to the Company's shareholders, as a body, in accordance with Rule 4.5.12 of the Collective Investment Schemes sourcebook ('the COLL Rules') issued by the Financial Conduct Authority under the Open-Ended Investment Companies Regulations 2001. Our audit work has been undertaken so that we might state to the Company's shareholders those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's shareholders as a body, for our audit work, for this report, or for the opinions we have formed.



Jatin Patel

for and on behalf of KPMG LLP, Statutory Auditor

Chartered Accountants

15 Canada Square
Canary Wharf
London
E14 5GL

2 November 2017

Notes to the financial statements of Aberdeen Investment Funds ICVC

For the year ended 31 July 2017

1. Accounting policies

(a) Basis of accounting

The financial statements for each of the sub-funds 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 Management Association in May 2014 (IMA SORP 2014), Financial Reporting Standard (FRS) 102 and United Kingdom Generally Accepted Accounting Practice.

The financial statements have been prepared on a going concern basis, with the exception of the Aberdeen World Government Bond Fund which has been prepared on a break up basis. There is no difference between a break up basis and a going concern basis for this sub-fund.

(b) Revenue recognition.

Revenue is included in the Statement of Total Return on the following bases:

Dividends receivable from quoted equity and non equity shares are credited to revenue, net of attributable tax credits, when the security is quoted ex-dividend before the period end. Dividends on unquoted stocks are credited to revenue when the dividend is declared.

Overseas dividends are grossed up at the appropriate rate of withholding tax and the tax consequences are shown within the tax charge. In addition, precompte associated with dividends from French companies is treated as a tax credit rather than a repayment of withholding tax. When offshore reportable income rates are available, the income will be accounted for within the relevant fund.

Dividends from Real Estate Investment Trusts are recognised as distributable revenue when the securities are quoted ex-dividend.

Interest is accrued on a day-to-day basis. In the case of debt securities issued at discount or premium to maturity value, the total revenue arising on such securities, taking into account the amortisation of such discount or premium on an effective interest rate basis, is spread over the period to maturity or an earlier call date if the expectation is for the debt security to redeem early.

Accumulation of revenue relating to accumulation units or shares held in underlying funds is recognised as revenue and included in the amount available for distribution. Equalisation received from distributions or accumulations on units or shares in underlying investments is treated as capital and deducted from the cost of investment.

Dividends received as shares (scrip/stock dividends), to the extent that the value of such dividends is equal to the cash dividends, are treated as revenue. This revenue forms part of any distribution. In the case of enhanced scrip dividends, the amount by which such dividends exceed the cash dividends is treated as capital and does not form part of the distribution.

Special dividends are treated as revenue unless there is sufficient evidence that they should be treated as a repayment of capital.

Underwriting commission is taken to revenue and recognised when the issue takes place, except where the sub-fund is required to take up all or some of the shares underwritten in which case an appropriate proportion of the commission received is deducted from the cost of the relevant shares.

If any revenue receivable at the balance sheet date is not expected to be received for a significant period after the accounting period end, a provision reflecting the timing of the receipt for the relevant amount will be made.

(c) Treatment of expenses (including Authorised Corporate Director's expenses)

All expenses other than those relating to the purchase and sale of investments are charged against revenue on an accruals basis in the Statement of Total Return, except for the Annual Management Charge (AMC) for the Aberdeen Diversified Income Fund, Aberdeen Emerging Markets Bond Fund, Aberdeen European High Yield Bond Fund, Aberdeen European Property Share Fund, Aberdeen UK Equity Income Fund, Aberdeen World Equity Income Fund and Aberdeen World Opportunistic Bond Fund which is taken from capital. In addition, the Operating, Administrative and Servicing Expenses for the Aberdeen Diversified Income Fund are taken from capital.

Where the sub-fund invests in open-ended collective investments which are operated or managed by the Authorised Corporate Director or an associate of the Authorised Corporate Director, no additional annual management charge will be incurred by the sub-fund on such an investment.

Rebates are applied where Authorised Corporate Director fees are incurred by the underlying investments. The rebates will be accrued daily and payment requested monthly. Where it is the policy of the underlying investment to charge its management fees to capital in determining its distribution, the Fund recognises such management rebates as capital on an accruals basis. Otherwise the rebate is recognised as revenue on an accruals basis and forms part of the distribution.

With the exception of the Authorised Corporate Director's AMC and Operating, Administrative and Servicing Expenses which are directly attributable to individual share classes, all revenue and expenses are allocated to share classes prorate to the value of the net assets of the relevant share class on the day that the revenue or expense is incurred.

Notes to the financial statements of Aberdeen Investment Funds ICVC

Expenses relating to the purchases of investments are charged to the cost of investment and expenses relating to the sales of investments are netted off against the proceeds on sales.

(d) Distribution policy.

The distribution policy of each sub-fund is to distribute all available revenue, after deduction of expenses properly chargeable against revenue.

However as the investment objective of the Aberdeen Diversified Income Fund, Aberdeen Emerging Markets Bond Fund, Aberdeen European High Yield Bond Fund, Aberdeen European Property Share Fund, Aberdeen UK Equity Income Fund, Aberdeen World Equity Income Fund and Aberdeen World Opportunistic Bond Fund concentrates on the generation of revenue as a higher priority than capital growth, the Authorised Corporate Director and the Depositary have agreed that 100% of the Authorised Corporate Director's AMC is to be taken to capital for the purpose of calculating the distribution, as permitted by the regulations. The distribution currently payable reflects this treatment together with any associated tax effect. All other expenses for Aberdeen Diversified Income Fund are paid from capital.

Gains and losses on non-derivative investments and currencies, whether realised or unrealised, are taken to capital and are not available for distribution. For derivative investments, where positions are undertaken to enhance capital return, the gains and losses are taken to capital, otherwise where they generate revenue, the amounts are included as revenue or expense and are reflected in the amount available for distribution.

(e) Basis of valuation of investments.

The valuation point is close of business on 31 July 2017. Listed investments are valued at fair value which is the bid price.

Unlisted, unapproved, illiquid or suspended securities are valued at the Authorised Corporate Directors' best estimate of the amount that would be received from an immediate transfer at arm's length. The ACD has appointed a FVP committee to review valuations.

Where applicable, investment valuations exclude any element of accrued revenue.

In the case of certain investments, valuations reflect the quoted premium to local market prices which such investments may command.

Authorised unit trusts are valued at the cancellation prices for trusts managed by the Authorised Corporate Directors and at the bid prices for other trusts. OEIC sub-funds are valued at the quoted price.

There is no material difference between the carrying values and the fair values of the financial assets and liabilities of the sub-funds disclosed in the Balance sheet and Portfolio statement of the individual sub-funds."

(f) Derivatives

Open forward currency exchange contracts are valued using forward rates of exchange applicable at the balance sheet date for the remaining period until maturity. All unrealised gains and losses are recognised in the Statement of Total Return. Currently forward positions are not collateralised.

Future contracts are valued at the exchange quoted price at close of business on 31 July 2017. Initial margin deposits are made in cash upon entering into future contracts. During the period the future contract is open, changes in the value of the contract are recognised as unrealised gains and losses by marking to market on a daily basis to reflect the market value of the contract at the end of each day's trading. Variation margin payments are made or received, depending upon whether unrealised losses or gains are incurred. Variation margin payments are recorded in the futures margin account in the Balance sheet and related movements on unrealised results are recorded in the Statement of Total Return. When the contract is closed, the sub-fund records a realised gain or loss equal to the difference between the proceeds from (or cost of) the closing transaction and the opening transaction.

Some of the sub-funds may enter into swap agreements such as credit default swaps, interest rate swaps, swaptions, overnight index swaps and inflation linked swaps. Gains or losses resulting from swap contracts are recognised in the Statement of Total Return. Swaps are valued at fair value determined at close of business on 31 July 2017 using external independent third party supplied prices as determined in good faith, pursuant to procedures established by the Authorised Corporate Director.

Some of the sub-funds may enter into write/sell or purchase agreements of put and call options. Gains or losses resulting from option contracts are recognised in the Statement of Total Return. Options are valued at the exchange price at close of business on 31 July 2017.

(g) Exchange rates.

Assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates prevailing at close of business on 31 July 2017.

Foreign currency transactions are translated at the rates of exchange ruling on the dates of the transactions. Exchange differences on such transactions follow the same treatment as the principal amounts.

Notes to the financial statements of Aberdeen Investment Funds ICVC

(h) Dilution adjustment

In certain circumstances (as detailed in the Prospectus) the ACD may apply a dilution adjustment on the creation or cancellation of shares, which is applied to the capital of the relevant sub-fund on an accruals basis. The adjustment is intended to protect existing investors from the costs of buying or selling underlying investments as a result of large inflows or outflows from the Fund.

(i) Taxation.

The charge for taxation is based on the results for the year. In general, the tax accounting treatment follows that of the principal amount, regarding the allocation between revenue and capital.

To meet the Fund's investment objective and to increase the distribution available to investors, Aberdeen Diversified Income Fund does not recognise marginal tax relief.

Deferred tax is provided on all timing differences that have originated but not reversed at the balance sheet date other than those recorded as permanent differences. Deferred tax is provided at the average rate of tax expected to apply. Deferred tax assets and liabilities are not discounted to reflect the time value of money. Provision of deferred tax assets are only made to the extent the timing difference is expected to be of future benefit.

(j) Stock lending

Stock lending revenue is treated as revenue on an accruals basis and is disclosed in the notes to the Financial Statements net of security lending agent fees payable to BNP Paribas Security Services. The value of the collateral must always exceed the value of the stock on loan. The accepted collateral includes cash, equities, certain types of bonds and money market instruments as agreed with the Depositary.

(k) Remuneration

The Manager has approved and adopted a UCITS V Remuneration Policy Statement in conjunction with the remuneration policy of the Aberdeen Asset Management group of companies ("Aberdeen" or "Aberdeen Group"). In accordance with the European Securities and Markets Authority (ESMA) Guidelines, the UCITS V Remuneration requirements comes into effect on 1 January 2017 following the first full performance period, accordingly there is no remuneration disclosures for this accounting period.

2. Risk exposures and risk management policies

Generic risks that the Aberdeen range of funds are exposed to and the risk management techniques employed are disclosed below.

Numerical disclosures and specific risks related to individual sub-funds, where relevant, are disclosed within the relevant sub-fund financial statements.

Risk management process (RMP)

Regulated funds must establish, implement and maintain an adequate and documented Risk Management Process ("RMP") for identifying the risks to which a fund is, or might be, exposed. The RMP must comprise of such procedures as are necessary to enable a management company to assess the exposure of each fund it manages to market risk, liquidity risk, counterparty risk, operational risk and all other risks that might be material for that fund.

The risk management policy must address at least the following elements:

1. the techniques, tools and arrangements that enable compliance with the applicable COLL and FUND rules;
2. the allocation of responsibilities pertaining to risk management; and
3. the terms, contents and frequency of reporting of the risk management function.

This RMP provides explanations, descriptions and demonstrations of the control environment for the Funds. It also provides an overview of the governance arrangements set by Aberdeen Fund Managers Limited (AFML), as the Management Company (either the Authorised Corporate Director (ACD) or Alternative Investment Fund Manager (AIFM)); a subsidiary of Aberdeen Asset Management PLC (the "Group"); as well as explaining the processes and allocation of responsibilities relating to risk management including the form, content and frequency of reporting. It also provides details of the policies, arrangements, processes and techniques used in the identification, monitoring and measurement of the material risks for the Funds to ensure compliance with regulatory and internal limits.

There is also a requirement in the FCA COLL and FUND rules (the "Rules") that a manager uses a risk management process to enable it to monitor and measure at any time the risk of its funds' positions and their contribution to the overall risk profile of those funds.

A copy of the RMP is available upon request.

Types of risks

Funds are broadly exposed to many types of risk, all of which can have an impact on the return from an investment. These can be categorised into:

- Market Risk
- Counterparty Risk
- Liquidity Risk
- Operational Risk

Notes to the financial statements of Aberdeen Investment Funds ICVC

The first three are primarily focussed on the investment itself and the financial losses associated with it. Within the Group these risks are monitored independently by the Market Risk Department. Operational risk is defined as the risk of loss that can arise from inadequate or failed internal processes, people and systems, or from external events such as fraud. Within the Group these risks are monitored by the Business Risk Department.

General market risks affecting all asset types

Below is a non-exhaustive list:

Country risk - an adverse change in the outlook (or, the perceived outlook) for a country, can result in the price of the assets in that country fluctuating and the portfolio experiencing a loss. Emerging market and frontier countries tend to fluctuate more (i.e. be more volatile) than developed countries and as a result are perceived to be more risky.

Sector risk - when the outlook (or, the perceived outlook) for a sector changes, the price of the securities in that sector adjust and the portfolio can experience a loss.

Asset-class risk - changes in the outlook (or, the perceived outlook) for a specific asset-class, can result in the price of the underlying securities within that asset-class to shift, thus the portfolio can experience a loss.

Inflation/deflation risk - the risk that the value of assets or income from investments will be worth less in the future as inflation erodes the value of money.

Interest rate risk - an unfavourable change in interest rates can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

Currency risk - fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

Derivatives risk - utilising derivatives can increase leverage and risk. This can result in the portfolio having higher volatility, where small market moves can lead to a more than proportionate increase in profits or losses. Additionally where derivatives are used for hedging purposes, there may be situations where hedge positions are not perfectly correlated with the underlying asset, which may lead to losses arising from market movements.

Concentration risk - the risk associated with any single exposure or group of exposures with the potential to produce large enough losses to materially threaten the portfolio's value. This may be from concentration in a single name or an industry.

Default risk - the risk of a loss arising from an issuer that is unlikely to pay its loan obligations in full. Default risk will impact all credit-sensitive transactions, including loans, securities and derivatives.

Equity risks

Equity risk - an adverse change in the price of a stock, sector or index (e.g. Vodafone, Utilities, FTSE 100, etc.).

Market capitalisation - smaller companies, due to their size can be more sensitive to both market and stock specific information. As a result smaller companies tend to be more volatile and less liquid than larger companies.

Fixed income risks

Sovereign risk - the risk of a portfolio loss arising from a sovereign state freezing foreign currency payments or when it defaults on its obligations. The probability of these events occurring tends to be linked with the country's economic performance and its political stability.

Ratings risk - an unfavourable change in the credit ratings (e.g. general downgrades from S&P, Moody's, or Fitch) can result in a loss in value for the portfolio.

Issuer risk - changes in the creditworthiness of an issuer, or group of issuers can affect the price of a security resulting in a loss in the value for the portfolio.

Direct property risks

Refinancing risk - the risk that upon a specific refinancing date an asset's valuation has fallen below the value of the financing.

Covenant risk - the risk that a property or portfolio of properties fail(s) a covenant due to falling valuation or a fall in interest coverage ratios.

Tenant risk - the risk that a tenant defaults, damages the property, or defrauds the fund of rental income due.

Re-letting risk - the risk that a property no longer meets the requirements of prospective tenants and ceases to be an attractive rental opportunity, and the subsequent impact on resale value.

Development risk - the risk that a development or a redevelopment of a property fails to deliver the expected uplift in income or valuation, or that the costs of development are materially higher than budgeted.

Notes to the financial statements of Aberdeen Investment Funds ICVC

Property multi-manager risks

Direct property risk - the risks that all direct property investments are exposed to as detailed above.

Manager risk - the risk that the underlying manager of an investment fails to carry out its duties as set out in the constitutional documents or its legal obligations to the fund and its investors.

Multi-Asset Funds, Fund of Long-Only Funds and Fund of Hedge Funds risks

These types of Funds have the ability to invest in all the other assets classes, and therefore will be subject to the relevant market risks.

Additionally the funds can invest into other asset classes where risks may be relevant, such as:

Commodity risk - an adverse change in commodity prices (e.g. cotton, gold, natural gas, crude oil, etc.).

Funding/Liquidity risk - the risk that an underlying fund is unable to meet margin calls to fund its open positions (particularly relevant in the Fund of Hedge Funds business where underlying managers may use significant levels of leverage).

Manager risk - the risk that the underlying manager of an investment Fund fails to carry out its duties as set out in the constitutional documents or its legal obligations to the fund and its investors.

Private Equity Risks

Funding/Liquidity risk - risk that debt facility or unfunded commitments cannot be funded when they fall due.

Returns risk - the possibility that targeted returns are not achieved.

Manager risk - the risk that the underlying manager of an investment Fund fails to carry out its duties as set out in the constitutional documents or its legal obligations to the fund and its investors.

Infrastructure risks

Portfolio risk - risk that deals/transactions do not close; targeted returns are not achieved; market conditions are not optimal for asset disposals

Project risk - risk that the fund incurs a Loss of equity; a lack of alignment of interest arising between sponsor and other shareholders; a deviation from the business plan; a lack of diversification in terms of contractors used on projects; and Counterparty risk pertaining to external counsels with respect to local knowledge.

Construction risk - the risk of partial or full loss during a project's construction period.

Funding/Liquidity risk - risk that unfunded commitments cannot be funded when they fall due.

Refinancing Risk - the risk of adverse market conditions changing terms and conditions of refinancing.

Factors that cause changes in market risks include, but are not limited to: future perceived prospects (i.e. changes in perception regarding the future economic position of countries, companies, sectors, etc.); shifts in demand and supply of products and services; political turmoil, changes in interest rate/inflation/taxation policies; major natural disasters; recessions; and terrorist attacks.

How Market Risk is measured

The RMP uses several ways to review and measure Market Risk:

Leverage - has the effect of gearing a Fund's expected performance by allowing it to gain greater exposure to underlying investment opportunities (gains and losses). The higher the leverage the greater the risk (potential loss).

Volatility, Value-at-Risk (VaR) and Conditional VaR (CVaR) - volatility indicates how a Fund is expected to perform. The higher the volatility the higher the risk. VaR measures with a degree of probability the minimum the Fund could expect to lose in any given time frame. Assuming a normal (Gaussian) distribution, this is a function of the volatility. The higher the volatility, the higher the VaR, the greater the risk. CVaR determines the expected loss, given that the VaR has been reached.

Tracking Error (TE) - measures the expected magnitude of divergence of returns between the Fund and benchmark over a given time.

"Systematic" and "Stock Specific" Risk - systematic risk represents the proportion of a fund's risk that is attributable to market exposure; and specific risk represents the risk that is intrinsic to individual stocks (i.e. particular to a given stock's attributes).

Notes to the financial statements of Aberdeen Investment Funds ICVC

Sensitivity analysis - effective duration and dollar value per basis point (DV01) measures allow the quantification of the interest rate risk across portfolios.

Stress tests and scenario analysis - this captures how much the current portfolio will make or lose if certain conditions occur.

Concentration risk - by grouping the portfolio into various different exposures (e.g. country, sector, issuer, asset, etc.), we are able to see where, if any, concentration risk exists.

Tenant and rent roll risk - this measure considers property vacancies, lease rolls, tenant quality and tenant concentration at an asset level (being direct funds at a property level, Property Multi-Manager at a target fund level) to provide an indication of the stability of income.

Debt risk - after a certain level, debt can significantly increase the volatility of return and limit the capacity of managing the asset appropriately. This measure considers and weights the loan to gross asset value, debt expiry, current and potential covenant breach and cost of debt at asset level to provide an indication of whether debt is endangering the stability of income and the capacity of the fund management team to follow the fund's strategy.

Loan-To-Value (LTV) - similar to leverage, but is debt facility specific, giving a portfolio increased exposure to a particular asset through the use of a secured bank loan. Unequal application of LTV within a portfolio can lead to outsized exposure to investment risk, particularly if gearing is at high levels.

Refinancing risk - this measure considers the risks inherent in refinancing any debt held within a portfolio.

Returns risk - within Private Equity the market uses Total Value to Paid-In (TVPI) and Distributions to Paid-In (DPI) ratio's, to help monitor the fund's performance.

Managing risk

For some of the risk measurements above, specific risk limits appropriate for each Fund will be set. The limits will generally be either hard limits or soft limits.

Hard limits are strictly enforced to ensure the Management Company does not inadvertently (or deliberately) breach them and add additional risk exposure to the Fund. Where possible, this is hard coded into the front office dealing system, Charles River (used for equities, fixed income, multi-asset and the fund of long-only funds businesses). This is done in a pre-trade capacity, preventing the fund manager adding to these exposures and breaching the set limits before the trade is actually executed. Front Office Compliance monitor this activity, escalating any breaches immediately. The majority of hard limits set, will aim to help prevent the occurrence of concentration risk.

Soft limits are generally internal limits or guidelines and are designed to highlight any potential issues. These soft limits will be measured on individual basis and any exceptions from the limits will be discussed with the Management Company and where necessary rectified within a reasonable timeframe.

Additionally, the Market Risk Department reviews all positions on each Fund on an appropriate basis, generally monthly, to ensure that the Fund is not overly concentrated in any one specific area or issuer. Where the mandate is expressly focused in one particular country, region or asset class, the Market Risk Department will take this into account. Any issues or concerns arising from these concentrations are immediately investigated and discussed with the fund manager, and any remedial action is taken and the implementation monitored.

Various risk management reports are produced regularly and circulated to various business areas including the relevant Board meetings.

As stated above, Risk can be separated into market risk, counterparty risk and liquidity risk. Each type of risk is discussed in turn below.

Notes to the financial statements of Aberdeen Investment Funds ICVC

Market risk

Market Risk is a type of Investment Risk and measures the exposures to underlying market factors. It is the risk of loss resulting from fluctuations in the market value of a Fund's portfolio attributable to changes in market variables.

Specific Risk (sometimes called Idiosyncratic Risk) is the part of risk directly associated with a particular asset, outside the realms of and not captured by Systematic Risk. In other words, it is the component of risk that is peculiar to a specific asset, and may manifest itself in various guises, for example: corporate actions, fraud or bankruptcy.

Market risk is monitored through factor modelling and discounted cash flow techniques used to calculate both absolute and relative ex ante quantities such as tracking error ("TE") and Value at Risk ("VaR"). The market risk is further monitored through the computation of the level of leverage by both the gross and net approach. The leverage is calculated by converting each FDI into the equivalent position in the underlying assets of those derivatives, on a NAV basis. The market risk linked to the concentration risk is mitigated through investment restrictions set according to the basic principle of diversification.

Types of Market Risk include foreign currency risk and interest rate risk. Exposure to each is disclosed within the individual sub-funds' financial statements.

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

Interest rate risk

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

Global exposure

The sub-funds must ensure that global exposure relating to derivatives and forward transactions held does not exceed the net value of the scheme property. Global exposure can be calculated as either as: (1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property (the commitment approach, refer to Leverage); or (2) the market risk of the scheme property (the VaR approach). The method suitable is determined by the investment strategy; types and complexities of the derivatives; and the proportion of the sub-fund comprising derivatives.

Objectives and limitations of the VaR Methodology

The Advanced Portfolio Technologies (APT) model uses statistical factor techniques to capture a maximal spanning set under its component model. Risk is subsequently decomposed according to explanatory variable regression techniques. The APT bond model provides an integrated framework to measure and decompose the risk of portfolios of all fixed income securities. These can include government and corporate bonds, convertibles, and various categorisations of swaps, futures and option contracts. Portfolios are modelled at the asset level to ensure every position is represented within the component approach. The VaR model is designed to measure market risk in a normal market environment.

The use of VaR has limitations because it is based on historical correlations and volatilities in market price returns and assumes that future price movements will follow a statistical distribution. Due to the fact that VaR relies significantly on historical data to provide information and may not clearly predict the future changes and modifications of the risk factors, the probability of large market moves may be underestimated if changes in risk factors fail to align with the given distribution assumption. VaR may also be under- or over-estimated due to the assumptions placed on risk factors and the relationship between such factors for specific instruments.

Even though positions may change throughout the day, the VaR only represents the risk of the portfolios at the close of each business day. In practice, the actual trading results will differ from the VaR calculation and, in particular, the calculation does not provide a meaningful indication of profits and losses in stressed market conditions. To determine the reliability of the VaR models, actual outcomes are monitored regularly to test the validity of the assumptions and the parameters used in the VaR calculation, i.e. the model is back tested. Market risk positions are also subject to regular stress tests to measure the response of the fund to an extreme market event.

Notes to the financial statements of Aberdeen Investment Funds ICVC

Leverage

Funds may achieve some leverage through the use of derivatives and other efficient portfolio management techniques. The use of leverage allows the manager to commit a relatively small amount of cash (generally known as premium or margin) to obtain exposure to the full returns of the associated underlying asset.

Funds which use derivatives for investment purposes rather than for hedging or efficient portfolio management only may be more highly leveraged than funds which use derivatives solely for efficient portfolio management.

Leverage can be calculated in two ways. The Commitment Approach converts the derivative into the market value of the equivalent position in the underlying asset, adds leverage from reinvestment of collateral in non risk-free assets to the net asset value (NAV) of the fund and then divides this amount by the NAV. The derivative calculation can be reduced for any netting and/or hedging arrangement. The manager applies very limited hedging strategies for this purpose, mainly forward FX transactions used for hedging currency and exchange rate risks and other derivatives for duration hedging. The sum of notional approach takes the notional derivative positions without hedging reductions described above and provides an overall total of the absolute values, adds leverage from reinvestment of collateral in non risk-free assets, adds the NAV and then divides the total by the NAV. The figures may therefore appear elevated especially when short term interest rate products are used (which require significantly larger notionals to achieve a similar degree of sensitivity/exposure to short term key rates of an interest rate curve compared to longer term rates).

The Risk Management Process (RMP) provides further details on the calculation methodologies and any netting arrangements and further information is available on request.

Funds which have an average leverage figure/ratio greater than 3 or 300% are considered to employ significant leverage.

Counterparty risk

Credit Risk is the risk that an underlying issuer may be unable (or unwilling) to make a payment or to fulfil their contractual obligations. This may materialise as an actual default or, to a lesser extent, by a weakening in a counterparty's credit quality. The actual default will result in an immediate loss whereas, the lower credit quality will more likely lead to mark-to-market adjustment.

Counterparty Credit Risk is managed through processes outlined in the Credit Risk Management Policy ("CRMP") detailing the creation and maintenance of credit opinions on Legal Entities and related consolidated banking groups to client OTC derivatives transactions, cash security transactions and cash deposits.

Derivatives and Credit Oversight Committee ("DCOC")

The DCOC is a regular forum consisting of representatives from Risk, Legal and Front Office teams from the Group.

The responsibility of the DCOC is to ensure that the use of derivatives and other investment instruments is adequately controlled from a regulatory and operational perspective and within the context of the investment strategies for clients. It is also to ensure that the multiple facets of counterparty credit risk are discussed, monitored and where possible, managed within acceptable boundaries.

For derivatives and other strategies, the Derivatives and Credit Oversight Committee is required to consider the credit risk of the counterparties which the Group selects and trades with on behalf of its clients. These counterparties include:

- financial institutions used to transact OTC, FX, Repo, Reverse Repo and Securities Lending;
- brokers used for cash (delivery versus payment - DVP) transactions; and
- banks and money market funds used for liquidity and cash management purposes.

In addition to the above and where appropriate, the collateral received in relation to the above transactions must be assessed to ensure it meets approved guidelines and is of suitable quality.

Transactions involving OTC derivatives are entered into with counterparties that are approved by the Counterparty Credit Risk Department.

OTC derivatives are traded under the terms of an ISDA Master agreement which defines the rights and obligations of parties engaging in derivatives trading. The Credit Support Annex (CSA) to the ISDA Master agreement contains the collateral terms applicable to the OTC derivatives contracts (with the exception of FX). The CSA highlights credit and operational thresholds (known as the Call Threshold and Minimum Transfer Amounts) the collateral movements are subject to.

The counterparty exposures linked to OTC derivatives are calculated by the Group operations team on a daily basis. The counterparty exposure calculation is done without applying any netting between funds to one counterparty

Notes to the financial statements of Aberdeen Investment Funds ICVC

Liquidity risk

Liquidity Risk is the probability of an adverse change in capital markets affecting the availability of debt and equity financing (liability side) and the lack of ability to dispose of investments to redeem equity and/or debt without incurring losses (asset side).

The Management Company has a Liquidity Risk Policy in place applicable to the Funds and set out in accordance with its overall Risk Management Process, relative to the size, scope and complexity of the Funds. Liquidity Risk is monitored on both the asset and liability sides. To measure and monitor asset liquidity risk the management company employs a number of methods specific to the underlying assets. In all cases, the approach is to reference the actual holdings of the sub-fund against a true measure of the market at both an aggregate and a position level. A Group Pricing Committee is responsible for the review and monitoring of asset pricing, in addition to the approval of pricing methodologies and asset-level fair value price adjustments and the Group Investor Protection Committee which looks at fund-level fair value approaches. The Management Company has implemented a Group Pricing Policy which details the operational responsibilities for pricing assets. On the liability side, investor transactions and, beyond this, investor behaviour are the main driver of liquidity within each sub-fund. In this context, the articles and prospectuses contain certain key provisions or limits which provide protection to the Funds and ultimately investors, in situations where liquidity might become a concern. In addition, the Fund receives and analyses periodic reports in respect of the shareholder concentration within each sub-fund. Any shareholder concentrations and transactional behaviour are identified at sub-fund level and any particular concerns noted are escalated to the relevant Group Committee and respective Boards, if material.

Risk limits

During the reporting period, none of the Funds breached any of the risk limits under which they operate.

Notes to the financial statements of Aberdeen Investment Funds ICVC

Cross Holding Table as at 31 July 2017

		Holding Fund					
		Aberdeen European High Yield Bond Fund		Aberdeen European Smaller Companies Equity Fund		Aberdeen Sterling Government Bond Fund	
		Number of Units	Market Value £'000	Number of Units	Market Value £'000	Number of Units	Market Value £'000
Investor Fund	Aberdeen Corporate Bond Fund	26,367,024	30,280	-	-	-	-
	Aberdeen European Equity Fund	-	-	585,767	10,210	-	-
	Aberdeen Multi-Asset Fund	-	-	-	-	33,978,749	35,705

		Holding Fund			
		Aberdeen Strategic Bond Fund		Aberdeen UK Smaller Companies Equity Fund	
		Number of Units	Market Value £'000	Number of Units	Market Value £'000
Investor Fund	Aberdeen Corporate Bond Fund	23,431,989	37,266	-	-
	Aberdeen Sterling Opportunistic Corporate Bond Fund	17,802,847	28,314	-	-
	Aberdeen UK Equity Fund	-	-	1,357,934	5,832

No other such cross-holdings, between other sub-funds in the Aberdeen Investment Funds ICVC, were held as at 31 July 2017.

Cross Holding Table as at 31 July 2016

		Holding Fund					
		Aberdeen Asia Pacific Equity Fund		Aberdeen Corporate Bond Fund		Aberdeen European Equity Fund	
		Number of Units	Market Value £'000	Number of Units	Market Value £'000	Number of Units	Market Value £'000
Investor Fund	Aberdeen Managed Distribution Fund	-	-	5,812,793	11,658	-	-
	Aberdeen Multi-Asset Fund	3,956,125	9,920	7,164,159	14,368	18,572,643	33,773

		Holding Fund					
		Aberdeen European High Yield Bond Fund		Aberdeen European Smaller Companies Equity Fund		Aberdeen Global High Yield Bond Fund	
		Number of Units	Market Value £'000	Number of Units	Market Value £'000	Number of Units	Market Value £'000
Investor Fund	Aberdeen Corporate Bond Fund	55,132,067	58,225	-	-	-	-
	Aberdeen European Equity Fund	-	-	908,302	12,263	-	-
	Aberdeen Global High Yield Bond Fund	29,216,109	30,855	-	-	-	-
	Aberdeen Managed Distribution Fund	-	-	-	-	2,009,875	2,963
	Aberdeen Multi-Asset Fund	-	-	-	-	4,959,757	7,312

Notes to the financial statements of Aberdeen Investment Funds ICVC

		Holding Fund					
		Aberdeen Sterling Bond Fund		Aberdeen Sterling Government Bond Fund		Aberdeen Strategic Bond Fund	
		Number of Units	Market Value £'000	Number of Units	Market Value £'000	Number of Units	Market Value £'000
Investor Fund	Aberdeen Corporate Bond Fund	-	-	-	-	43,478,751	64,609
	Aberdeen Managed Distribution Fund	9,612,415	10,315	7,415,975	7,995	-	-
	Aberdeen Sterling Opportunistic Corporate Bond Fund	-	-	-	-	16,441,077	24,432
	Aberdeen Multi-Asset Fund	17,290,252	18,554	12,141,489	13,090	-	-

		Holding Fund			
		Aberdeen UK Smaller Companies Equity Fund		Aberdeen World Opportunistic Bond Fund	
		Number of Units	Market Value £'000	Number of Units	Market Value £'000
Investor Fund	Aberdeen UK Equity Fund	1,488,644	5,006	-	-
	Aberdeen Managed Distribution Fund	-	-	2,989,878	3,197

No other such cross-holdings, between other sub-funds in the Aberdeen Investment Funds ICVC, were held as at 31 July 2016.

Aberdeen Absolute Return Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to achieve a positive return over a rolling 12-month period, independent of prevailing market conditions, by investing predominantly in Debt and debt-related securities issued by governments, supranational institutions, government-related bodies and/or corporations, as well as money market instruments, cash, near cash and deposits. There is no guarantee that a positive return will be achieved over 12 months or any time period and capital may be at risk. Investors may not get back the full amount originally invested. All or a substantial proportion of the physical assets of the Fund may at any time consist of cash and near cash, deposits and/or money market instruments. Additionally, the Fund may invest in units in collective investments schemes (including other funds managed by the Investment Adviser or its affiliates). The Fund may use financial derivative instruments for investment purposes and/or efficient portfolio management. The Fund may use derivative instruments to create short and/or long positions.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Absolute Return Bond Fund - A Accumulation Shares increased by 1.78% compared to an increase of 0.32% in the benchmark, the LIBOR GBP3 Month Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Fixed income markets saw pockets of volatility as an improving global economic backdrop was clouded by political risks stemming from the US, Europe and UK. In general, Global government bond yields moved higher with US treasuries closing the period at 2.29%. The US dollar index (DXY) appreciated sharply in the first half of the period following the election of US president Donald Trump and his campaign promise of pro-growth policies. These moves unwound by the end of the period as the Trump administration struggled to implement healthcare reforms leading participants to question his ability to implement fiscally expansive policies; DXY closed the period 2% lower.

US data continued to improve with the labour market showing signs of tightening. Unemployment fell to a cyclical low of 4.3% although pass through to wage inflation remains lacklustre. The US Federal Reserve (Fed) hiked interest rates three times (25 basis points in December, March and June) and signalled balance sheet normalisation, which is expected to take place in September.

European politics was a focus for markets in December as fears for rising populism and Euro-scepticism emerged in the region. Uncertainties going into the French Presidential election pushed France and peripheral spreads to their widest levels since 2012. These moves sharply unwound following the election of pro-EU candidate Emmanuel Macron. Uncertainties still remain in the region over the upcoming Italian elections, as well as Macron's ability to implement structural reforms in France.

The European Central Bank (ECB) announced in December that it would reduce its monthly asset purchases from €80bn to €60bn in March but extend the programme to December. European economic data continued to improve over the review period, with Purchasing Managers Indices hitting historical highs, prompting speculation the ECB would start to withdraw stimulus. Draghi gave a notable speech at the ECB's June conference in Sintra where he noted that as the economy continues to recover, the parameters of policy needs to be adjusted. Markets interpreted the message as hawkish with rates selling off and the euro strengthening sharply.

In the UK, the government triggered Article 50 the formal process for the UK to leave the European Union. Prime Minister Theresa May called a snap general election in order to win a larger majority and improve her ability to get Brexit related policies approved. This optimism was misplaced as the election resulted in a hung parliament requiring assistance from the Democratic Unionist Party (DUP) which leaves her in a more precarious position with regard to Brexit negotiations. The uncertainty surrounding Brexit has caused sterling to depreciate and further weakened after the hung parliament result.

UK data continued to show signs of improvement despite the murky political backdrop. Inflation reached a new high of 2.6% off the back of sterling depreciation prompting central bankers to weigh up the costs of an inflation overshoot from sterling depreciation and a demand undershoot from premature tightening of policy.

The Bank of Japan (BoJ) announced its new monetary policy package called qualitative quantitative easing with yield curve control. Essentially the BoJ target purchases at varying maturities to maintain the 10 year Japanese government bond yield close to 0% and have directly intervened if the yield exceeds 0.1%.

In the rolling twelve months to the end of July investors enjoyed a positive total return for bonds in general and across global corporate bond markets. The Bloomberg Barclays Global Corporate Index spread rallied to 102 basis points (bp), 38bp tighter over the period to yield 2.48%, the US Dollar corporate market outperformed (rallying -43bp) relative to the Sterling and Euro (rallying -31bp and -22bp respectively).

In the third quarter of 2016 corporates outperformed government bonds. Markets shrugged off the UK's Brexit vote and priced in more accommodative central-bank policy. UK credit was supported by the Bank of England, which announced that it would buy corporate bonds. In September, however, markets suffered from renewed uncertainty over monetary policy and concerns about Deutsche Bank and the US\$14 billion civil claim relating to the underwriting of residential mortgage-backed securities.

Towards the end of 2016 credit markets once again outperformed government bonds despite increased political uncertainty in the US and Europe. Yield curves steepened, as Donald Trump's election victory and infrastructure-spending plans led to hopes of higher US growth. The Federal Reserve raised interest rates in December, and the dollar strengthened. Markets grew increasingly certain that the European Central Bank would reduce its monthly asset purchases; this was announced in December, though the programme was extended by nine months. Elsewhere, UK economic growth surprised positively, while the High Court ruled that the government would need parliament's approval to leave the European Union.

Aberdeen Absolute Return Bond Fund

Credit markets rallied at the end of the period. This was as a result of market technicals taking a boost from the result of the French presidential election. The spread tightening trend continued throughout July in US dollar, sterling and euro corporate markets. Euro markets were the relative outperformer driven by tightening in subordinated financials and non-financial hybrids. Solid results from the banking sector in the first two quarters of the year, together with the absence of any contagion from failing banks to the sector as a whole, also contributed to the positive backdrop.

Portfolio review

Interest rate strategies positively contributed over the period led by curve positioning. US front-end curve steepeners outperformed in the first half of the period as positive economic data and expectations of fiscal stimulus following the surprise election of Donald Trump as US president prompted participants to price a sharper path of rate hikes causing the curve to steepen. Cross-market spreads also added value particularly short France and Italy versus Germany amid political uncertainties in Europe. Outright duration strategies detracted, particularly long New Zealand and Australia front-end positions as improving economic data led hikes to be priced back into the yield curve. A short US 5y position in the first quarter of the 2017 also negatively contributed as weak growth and inflation data drove yields lower. These losses were partially offset by a UK duration short. Elsewhere, inflation strategies marginally detracted.

Active currency management was a drag to performance. The Fund's overweight to US dollar added value in the first half of the period although this was given back in the second half as Trump-reflation trades unwound. Short euro, Australian dollar and Korean won positions were notable detractors. These losses were partially offset by longs in Russian rouble, Swedish krone and Czech koruna. A long euro versus Israeli shekel position also added value.

The Funds credit position continued to benefit from the rally in corporate bonds over the period; with strong returns attributable to both the core and credit alpha portions of the portfolio.

Overall, holdings in financials performed very well, in particular banking senior and subordinated paper. Outperformance early in the period was primarily driven by the Funds exposure to high-beta (subordinated) UK credit, as Brexit concerns relaxed and market sentiment improved. While there were some concerns over stability in the European banking sector into year-end, following the failure of a major bank to avert the need for government support, this failed to dent investors' confidence. In the light of Donald Trump's election victory and talk of financial deregulation as a focus in his campaign, this further supported spread tightening in the sector. In general banks continue to build on capital levels, with some banks announcing recently they have reached long term capital targets, such as Barclays in Europe, others in the US have now received permission from the Fed to distribute excess capital to shareholders through increased dividend and share buybacks. Financial positioning remains our biggest sector position in the Fund (+43.3%), despite recent reductions within the Fund, reflecting the continued favourable backdrop for the sector (low volatility, improving asset quality, low regulation in the US) which we expect to support profitability and fundamental credit quality.

Within the industrial sector, energy performance was strong over the period particularly within emerging market and high-yield credits, driven by a recovery in commodity prices (Brent up +24.0%). This was helped by The Organisation of Petroleum Exporting Countries (OPEC) November 2016 meeting which resulted in production cuts and more recently with inventory drawdowns and further OPEC compliance discussions assisting prices and supporting energy sector bond valuations (fund exposure +5.9%). Short dated assets (less than three years to maturity) currently represent 56% of the portfolio. These types of bonds provided stability to Fund performance. Within our credit alpha allocation we increased the beta hedge to 75% of the credit risk, reflecting our desire to lock in recent market outperformance and isolate the alpha within these positions. The asset mix continues to favour an internationally diversified mix of countries, with over 70% of issuers based outside of the UK (across 24 countries).

Outlook

Having experienced a synchronised pick-up in growth across regions, we continue to expect a hawkish shift in the policy settings of central banks. As we progress in the economic cycle, it is natural to see central banks become increasingly uncomfortable with the level of monetary easing currently deployed, and so we continue to expect continued hawkish surprises as they head towards the exit door. While we recognise that risks in Europe have diminished marginally with the election of Emmanuel Macron as French president, we think the structural flaws and internal divergence remain threats in the medium term. We anticipate further periods of political turbulence, with particular focus on Italy and the popularity of the Five Star Movement. China and its attempts to reduce credit growth while maintaining financial stability also remain in focus.

As at the end of the period USD, euro and sterling denominated markets remain well bid and new issuance continues to be successfully absorbed into the market. A prolonged period of rising yields may threaten the asset class but economic data and corporate earnings both remain relatively supportive for the time being.

Global Credit Team

August 2017

Aberdeen Absolute Return Bond Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	1.13	0.63	0.58	0.13
31 July 2016	1.13	0.63	0.58	0.13

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 2 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Derivatives: This Fund can use derivatives in order to meet its investment objective. The use of derivatives may result in greater fluctuations in the value of the Fund, and may increase the magnitude of any losses.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Absolute Return Bond Fund

Comparative tables

	31 July 2017 (pence per share)	31 July 2016 (pence per share)
A Accumulation Shares		
Change in net assets per share		
Opening net asset value per share	116.80	118.73 ^A
Return before operating charges*	3.38	(0.54)
Operating charges	(1.34)	(1.32)
Return after operating charges*	2.04	(1.86)
Distributions on accumulation shares	(0.85)	(0.32)
Retained distributions on accumulation shares	0.85	0.25
Closing net asset value per share	118.84	116.80
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	1.75%	(1.57%)
Other information		
Closing net asset value (£'000s)	4,920	8,138
Closing number of shares	4,140,283	6,967,665
Operating charges	1.13%	1.13%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	120.24	118.87
Lowest share price (pence)	116.99	115.55

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	97.05	98.87 ^A
Return before operating charges*	2.80	(0.50)
Operating charges	(1.11)	(1.11)
Return after operating charges*	1.69	(1.61)
Distributions on income shares	(0.70)	(0.21)
Closing net asset value per share	98.04	97.05
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	1.74%	(1.63%)
Other information		
Closing net asset value (£'000s)	8	13
Closing number of shares	8,376	12,976
Operating charges	1.13%	1.13%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	99.48	98.98
Lowest share price (pence)	96.76	96.12

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

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Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	103.14	104.45 ^A
Return before operating charges*	3.02	(0.51)
Operating charges	(0.66)	(0.65)
Return after operating charges*	2.36	(1.16)
Distributions on accumulation shares	(1.28)	(0.75)
Retained distributions on accumulation shares	1.28	0.60
Closing net asset value per share	105.50	103.14
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	2.29%	(1.11%)
Other information		
Closing net asset value (£'000s)	19,711	32,109
Closing number of shares	18,682,666	31,131,893
Operating charges	0.63%	0.63%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	106.72	104.58
Lowest share price (pence)	103.32	101.93

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	95.42	97.20 ^A
Return before operating charges*	2.79	(0.62)
Operating charges	(0.61)	(0.60)
Return after operating charges*	2.18	(1.22)
Distributions on income shares	(1.18)	(0.56)
Closing net asset value per share	96.42	95.42
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	2.28%	(1.26%)
Other information		
Closing net asset value (£'000s)	9,387	10,604
Closing number of shares	9,735,252	11,113,152
Operating charges	0.63%	0.63%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	98.06	97.32
Lowest share price (pence)	95.14	94.59

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

I Gross Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	118.46	119.77 ^A
Return before operating charges*	3.47	(0.56)
Operating charges	(0.76)	(0.75)
Return after operating charges*	2.71	(1.31)
Distributions on accumulation shares	(1.47)	(0.86)
Retained distributions on accumulation shares	1.47	0.86
Closing net asset value per share	121.17	118.46
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	2.29%	(1.09%)
Other information		
Closing net asset value (£'000s)	70,799	36,290
Closing number of shares	58,428,503	30,635,103
Operating charges	0.63%	0.63%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	122.56	119.92
Lowest share price (pence)	118.81	117.03

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

I Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	94.69	96.44 ^A
Return before operating charges*	2.76	(0.46)
Operating charges	(0.60)	(0.60)
Return after operating charges*	2.16	(1.06)
Distributions on income shares	(1.17)	(0.69)
Closing net asset value per share	95.68	94.69
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	2.28%	(1.10%)
Other information		
Closing net asset value (£'000s)	161	1,964
Closing number of shares	167,903	2,074,403
Operating charges	0.63%	0.63%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	97.30	96.55
Lowest share price (pence)	94.42	93.91

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

K Accumulation Shares ^B	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	100.68	100.00 ^A
Return before operating charges*	3.12	1.26
Operating charges	(0.60)	(0.58)
Return after operating charges*	2.52	0.68
Distributions on accumulation shares	(1.44)	-
Retained distributions on accumulation shares	1.44	-
Closing net asset value per share	103.20	100.68
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	2.50%	0.68%
Other information		
Closing net asset value (£'000s)	26	23
Closing number of shares	25,429	22,588
Operating charges	0.58%	0.58%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	104.38	100.97
Lowest share price (pence)	100.87	99.52

^A The opening net asset value stated is the share class launch price.

^B K Accumulation share class launched on 23 March 2016.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	126.58	127.72 ^A
Return before operating charges*	3.69	(0.68)
Operating charges	(0.17)	(0.16)
Return after operating charges*	3.52	(0.84)
Distributions on accumulation shares	(2.20)	(1.51)
Retained distributions on accumulation shares	2.20	1.21
Closing net asset value per share	130.10	126.58
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	2.78%	(0.66%)
Other information		
Closing net asset value (£'000s)	77,064	66,865
Closing number of shares	59,233,225	52,825,525
Operating charges	0.13%	0.13%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	131.55	127.88
Lowest share price (pence)	126.80	124.92

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Absolute Return Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
92.66% (2016: 94.61%)					
Bonds 92.66% (2016: 94.61%)					
Asset Backed Bonds / Mortgage Backed Bonds 1.32%					
(2016: 7.02%)					
United Kingdom 1.32% (2016: 7.02%)					
Lanark Master Issuer	FRN	22/12/54	712,207	715	0.39
Orbita Funding 2016-1	FRN	15/12/35	787,784	791	0.43
Paragon Mortgages No 8	FRN	15/04/44	1,047,122	906	0.50
				2,412	1.32
Total Asset Backed Bonds / Mortgage Backed Bonds				2,412	1.32
Corporate Bonds 87.06% (2016: 84.06%)					
Australia 1.61% (2016: 2.59%)					
BHP Billiton Finance	VAR	22/04/76	1,090,000	1,075	0.59
Suncorp Metway	2.3500	27/04/20	2,440,000	1,850	1.02
				2,925	1.61
Belgium 0.64% (2016: nil)					
KBC Bank	VAR	PERP	500,000	520	0.29
KBC [∞]	VAR	PERP	690,000	646	0.35
				1,166	0.64
Brazil 1.13% (2016: 0.87%)					
Marfrig	6.8750	24/06/19	1,200,000	937	0.51
Petrobras Global Finance	3.0000	15/01/19	1,200,000	909	0.50
QGOG Atlantic / Alaskan Rigs [∞]	5.2500	30/07/18	282,540	211	0.12
				2,057	1.13
Canada 0.69% (2016: 1.44%)					
Cenovus Energy	3.0000	15/08/22	1,000,000	737	0.40
Cenovus Energy	4.2500	15/04/27	702,000	520	0.29
				1,257	0.69
China 1.01% (2016: 1.61%)					
CNPC General Capital	2.7500	14/05/19	1,200,000	917	0.50
Sinopec Group Overseas Development 2014	2.7500	10/04/19	1,200,000	918	0.51
				1,835	1.01
Denmark 0.62% (2016: 0.25%)					
Danske Bank	VAR	PERP	670,000	645	0.35
Danske Bank (EMTN)	VAR	29/09/21	469,000	490	0.27
				1,135	0.62

Aberdeen Absolute Return Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
France 4.46% (2016: 5.36%)					
AXA	VAR	PERP	1,000,000	784	0.43
CNP Assurances	VAR	30/09/41	700,000	831	0.46
Engie	VAR	PERP	900,000	937	0.51
Natixis (EMTN)	5.8750	24/02/20	1,000,000	1,124	0.62
Societe Generale	VAR	PERP	2,650,000	2,781	1.53
TOTAL (EMTN)	VAR	PERP	700,000	637	0.35
Veolia Environnement	VAR	PERP	1,000,000	1,021	0.56
				8,115	4.46
Germany 7.57% (2016: 8.89%)					
ADO Properties	1.5000	26/07/24	500,000	445	0.24
ATF Netherlands	1.5000	03/05/22	2,000,000	1,822	1.00
BMW Finance (EMTN)™	1.7500	20/11/17	1,600,000	1,605	0.88
Daimler (EMTN)	1.7500	08/11/17	2,400,000	2,407	1.32
Deutsche Telekom International Finance (EMTN)	7.3750	04/12/19	1,170,000	1,342	0.74
Grand City Properties (EMTN)	1.3750	03/08/26	400,000	348	0.19
Muenchener Rueckversicherungs-Gesellschaft in Muenchen	VAR	21/06/28	1,700,000	1,795	0.99
PrestigeBidCo	6.2500	15/12/23	220,000	213	0.12
Volkswagen International Finance	VAR	PERP	2,050,000	1,879	1.03
Volkswagen International Finance	VAR	PERP	1,000,000	868	0.48
Vonovia Finance	VAR	PERP	1,100,000	1,059	0.58
				13,783	7.57
Hong Kong 1.07% (2016: 1.31%)					
Hutchison Whampoa Europe Finance 13	VAR	PERP	2,130,000	1,946	1.07
India 0.90% (2016: 0.90%)					
ICICI Bank Dubai (EMTN)	4.8000	22/05/19	900,000	710	0.39
NTPC (EMTN)	5.6250	14/07/21	1,110,000	927	0.51
				1,637	0.90
Ireland nil (2016: 0.14%)					
Israel nil (2016: 1.29%)					
Italy 3.37% (2016: 2.21%)					
Enel	VAR	24/09/73	446,000	408	0.22
FCA Bank Ireland (EMTN)	1.0000	15/11/21	825,000	746	0.41
Intesa Sanpaolo	6.5000	24/02/21	2,170,000	1,848	1.01
Italgas (EMTN)	0.5000	19/01/22	770,000	691	0.38
Telecom Italia (EMTN)	7.3750	15/12/17	1,700,000	1,740	0.96
Wind Acquisition Finance	4.0000	15/07/20	779,000	705	0.39
				6,138	3.37

Aberdeen Absolute Return Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Jersey nil (2016: 0.99%)					
Kazakhstan 0.51% (2016: nil)					
Nostrum Oil & Gas Finance	8.0000	25/07/22	1,210,000	923	0.51
Kuwait 0.52% (2016: nil)					
Equate Petrochemical ^{oo}	3.0000	03/03/22	1,253,000	947	0.52
Luxembourg 0.40% (2016: nil)					
Altice	7.7500	15/05/22	900,000	725	0.40
Mexico 1.00% (2016: nil)					
America Movil	VAR	06/09/73	400,000	439	0.24
America Movil	VAR	06/09/73	400,000	375	0.21
Petroleos Mexicanos	FRN	11/03/22	650,000	536	0.29
Petroleos Mexicanos (EMTN)	3.7500	15/03/19	500,000	471	0.26
				1,821	1.00
Netherlands 4.76% (2016: 3.10%)					
ABN AMRO Bank ^{oo}	VAR	PERP	1,100,000	1,062	0.58
ABN AMRO Bank (EMTN)	1.0000	30/06/20	500,000	502	0.28
Cooperatieve Rabobank	VAR	PERP	2,500,000	2,193	1.20
ING Bank (EMTN)	VAR	29/05/23	1,810,000	1,891	1.04
Koninklijke	VAR	PERP	1,970,000	1,862	1.02
LGE HoldCo VI	7.1250	15/05/24	1,150,000	1,162	0.64
				8,672	4.76
Russian Federation 1.23% (2016: nil)					
Gazprom (EMTN)	8.1460	11/04/18	900,000	708	0.39
Lukoil International Finance	3.4160	24/04/18	2,000,000	1,527	0.84
				2,235	1.23
South Korea nil (2016: 0.49%)					
Spain 1.61% (2016: 1.14%)					
FCC Aqualia	1.4130	08/06/22	1,046,000	940	0.52
Metrovacesa (EMTN)	2.3750	23/05/22	600,000	573	0.31
Telefonica Europe	VAR	PERP	1,500,000	1,426	0.78
				2,939	1.61
Supranational nil (2016: 0.28%)					
Sweden 2.21% (2016: 2.23%)					
Nordea Bank (EMTN)	0.3000	30/06/22	1,560,000	1,396	0.76
Nordea Bank (EMTN)	VAR	PERP	710,000	558	0.31
Rikshem (EMTN)	1.2500	28/06/24	930,000	822	0.45
Volvo Treasury ^{oo}	VAR	10/06/75	1,300,000	1,255	0.69
				4,031	2.21

Aberdeen Absolute Return Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Switzerland 2.03% (2016: 1.83%)					
Credit Suisse Group	VAR	PERP	500,000	407	0.22
Glencore Finance Europe (EMTN)	6.5000	27/02/19	1,500,000	1,620	0.90
UBS Jersey (EMTN)	VAR	PERP	1,000,000	919	0.50
Zurich Finance UK (EMTN)	VAR	PERP	622,000	745	0.41
				3,691	2.03
Turkey 0.52% (2016: nil)					
Turkiye Garanti Bankasi	5.8750	16/03/23	1,200,000	948	0.52
United Arab Emirates 0.37% (2016: 0.32%)					
National Bank of Abu Dhabi (EMTN)	3.0000	30/03/22	880,000	669	0.37
United Kingdom 21.02% (2016: 23.54%)					
Anglian Water Services Financing (EMTN)	VAR	10/10/40	1,800,000	1,815	1.00
Anglo American Capital	3.7500	10/04/22	893,000	693	0.38
Aviva (EMTN)	VAR	05/07/43	680,000	742	0.41
Barclays Bank [∞]	7.6250	21/11/22	610,000	536	0.29
Barclays Bank (EMTN)	VAR	PERP	1,100,000	1,149	0.63
Barclays Bank (EMTN) [∞]	1.8750	08/12/23	1,160,000	1,088	0.60
BG Energy Capital	VAR	30/11/72	1,668,000	1,698	0.93
Centrica (EMTN)	7.0000	19/09/18	1,500,000	1,600	0.88
Coventry Building Society (EMTN)	1.0000	05/05/20	650,000	650	0.36
CPUK Finance	4.2500	28/02/47	446,000	451	0.25
CYBG	VAR	09/02/26	620,000	636	0.35
CYBG	VAR	22/06/25	430,000	434	0.24
Experian Finance (EMTN)	1.3750	25/06/26	1,781,000	1,581	0.87
Friends Life [∞]	VAR	PERP	1,850,000	1,493	0.82
HBOS Capital Funding	VAR	PERP	1,790,000	1,897	1.03
HBOS Capital Funding	VAR	PERP	900,000	941	0.52
HSBC	VAR	13/03/23	2,396,000	1,861	1.01
HSBC (EMTN)	VAR	18/10/22	2,300,000	2,324	1.27
Jaguar Land Rover Automotive	5.6250	01/02/23	880,000	693	0.38
Legal & General (EMTN)	VAR	23/07/41	900,000	1,176	0.65
Lloyds Bank (MTN)	3.2500	01/04/20	1,000,000	613	0.34
National Grid Gas Finance (EMTN)	1.1250	22/09/21	750,000	750	0.41
National Westminster Bank	6.5000	07/09/21	1,000,000	1,181	0.65
Paragon	VAR	09/09/26	677,000	727	0.40
PGH Capital	5.7500	07/07/21	1,500,000	1,703	0.94
Reckitt Benckiser Treasury Services	FRN	24/06/22	1,800,000	1,369	0.75
Royal Bank of Scotland	VAR	PERP	800,000	691	0.38
Saga	3.3750	12/05/24	233,000	229	0.13
Santander UK	VAR	04/01/23	1,070,000	1,111	0.61
Scottish Amicable Finance	8.5000	PERP	1,655,000	1,754	0.96
SSE	VAR	PERP	1,660,000	1,713	0.94
Standard Chartered	2.1000	19/08/19	812,000	615	0.34

Aberdeen Absolute Return Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Standard Life (EMTN)	VAR	04/12/42	463,000	519	0.29
Tesco (EMTN)	5.5000	13/12/19	1,000,000	1,091	0.60
Tesco (EMTN)	6.1250	24/02/22	650,000	747	0.41
				38,271	21.02
United States 27.81% (2016: 23.28%)					
AbbVie	0.3750	18/11/19	1,640,000	1,481	0.81
AbbVie	2.9000	06/11/22	1,000,000	773	0.42
American International	4.1250	15/02/24	336,000	271	0.15
Anadarko Petroleum	4.8500	15/03/21	1,100,000	890	0.49
AT&T	3.2000	01/03/22	1,132,000	877	0.48
AutoNation	5.5000	01/02/20	165,000	135	0.07
Bank of America (MTN)	FRN	21/10/22	2,410,000	1,859	1.03
Broadcom Cayman Finance	2.3750	15/01/20	1,870,000	1,427	0.78
Capital One Financial	2.5000	12/05/20	1,090,000	834	0.46
Cardinal Health	FRN	15/06/22	2,420,000	1,845	1.01
Citibank	FRN	12/06/20	2,400,000	1,829	1.00
Citigroup	FRN	01/09/23	2,400,000	1,860	1.03
Citigroup (EMTN) ^{oo}	5.1250	12/12/18	1,500,000	1,582	0.87
Crown Castle International	2.2500	01/09/21	680,000	510	0.28
CSC	10.8750	15/10/25	335,000	317	0.17
Delta Air Lines	3.6250	15/03/22	1,200,000	938	0.52
eBay	FRN	30/01/23	2,470,000	1,884	1.04
Electronic Arts	3.7000	01/03/21	2,250,000	1,785	0.98
EMC	1.8750	01/06/18	2,000,000	1,512	0.83
Endo Finance	6.0000	15/07/23	700,000	460	0.25
Exelon	3.4970	01/06/22	764,000	600	0.33
Ford Motor Credit	3.3360	18/03/21	1,430,000	1,112	0.61
Ford Motor Credit	5.7500	01/02/21	1,000,000	836	0.46
General Electric (EMTN)	5.5000	07/06/21	1,300,000	1,517	0.83
General Motors Financial	2.6500	13/04/20	1,164,000	892	0.49
General Motors Financial (EMTN)	FRN	10/05/21	922,000	827	0.45
Goldman Sachs	3.0000	26/04/22	1,351,000	1,038	0.57
Goldman Sachs (EMTN)	FRN	09/09/22	1,427,000	1,281	0.70
Halliburton	3.5000	01/08/23	1,239,000	975	0.54
Intel	2.8750	11/05/24	1,020,000	783	0.43
JPMorgan Chase	FRN	24/10/23	2,405,000	1,860	1.03
JPMorgan Chase	VAR	25/04/23	2,000,000	1,524	0.84
JPMorgan Chase	VAR	PERP	1,180,000	913	0.50
Marathon Oil	2.8000	01/11/22	640,000	476	0.26
Morgan Stanley (MTN)	FRN	24/10/23	2,410,000	1,864	1.03
MPLX	4.5000	15/07/23	595,000	481	0.26
Mylan	1.2500	23/11/20	350,000	322	0.18
NextEra Energy Capital	6.0000	01/03/19	1,153,000	929	0.51
Penske Truck Leasing	3.3750	01/02/22	1,000,000	784	0.43
Perrigo Finance	3.5000	15/12/21	633,000	497	0.27
Phillips 66	FRN	15/04/20	577,000	439	0.24
Sabine Pass Liquefaction	6.2500	15/03/22	500,000	430	0.24

Aberdeen Absolute Return Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Sherwin-Williams	2.2500	15/05/20	2,040,000	1,557	0.85
Sprint Communications	9.0000	15/11/18	185,000	152	0.08
Time Warner	4.7500	29/03/21	1,200,000	984	0.54
Verizon Communications	FRN	16/03/22	1,755,000	1,349	0.74
Wells Fargo	3.0690	24/01/23	2,390,000	1,845	1.02
Wells Fargo (EMTN)	1.3750	30/06/22	1,300,000	1,298	0.71
				50,634	27.81
Total Corporate Bonds 87.06% (2016: 84.35%)				158,500	87.06
Corporate Convertible Bonds nil (2016: 0.56%)					
Spain nil (2016: 0.56%)					
Total Corporate Convertible Bonds nil (2016: 0.56%)				-	-
Government Bonds 4.28% (2016: 2.97%)					
Croatia nil (2016: 0.57%)					
India 0.50% (2016: 0.58%)					
Export-Import Bank of India (EMTN)	2.7500	01/04/20	1,200,000	913	0.50
Nigeria 0.75% (2016: nil)					
Nigeria (Federal Republic of)	5.1250	12/07/18	1,770,000	1,363	0.75
Russian Federation nil (2016: 0.58%)					
Serbia 1.01% (2016: 0.95%)					
Serbia (Republic of)	5.2500	21/11/17	2,410,000	1,848	1.01
South Korea 0.60% (2016: nil)					
Korea Water Resources	2.7500	23/05/22	1,433,000	1,088	0.60
Sweden 0.42% (2016: 0.29%)					
Svensk Exportkredit (EMTN)	VAR	14/11/23	1,000,000	757	0.42
Turkey 1.00% (2016: nil)					
Turkey (Republic of)	6.7500	03/04/18	2,340,000	1,824	1.00
Total Government Bonds				7,793	4.28
Total Bonds				168,705	92.66
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				168,705	92.66

Aberdeen Absolute Return Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Other transferable securities and money market instruments 2.82% (2016: nil)					
Bonds 2.82% (2016: nil)					
Asset Backed Bonds / Mortgage Backed Bonds 0.81% (2016: nil)					
Luxembourg 0.39% (2016: nil)					
Compartment Driver UK Two	FRN	25/01/23	701,664	702	0.39
United Kingdom 0.42% (2016: nil)					
Offa No 1	FRN	14/06/50	769,529	779	0.42
Total Asset Backed Bonds / Mortgage Backed Bonds				1,481	0.81
Corporate Bonds 2.01% (2016: nil)					
Netherlands 0.88% (2016: nil)					
ABN AMRO Bank (MTN)	3.2500	09/04/20	2,620,000	1,604	0.88
Sweden 0.51% (2016: nil)					
Skandinaviska Enskilda Banken	2.6250	17/11/20	1,196,000	921	0.51
United States 0.62% (2016: nil)					
AT&T	FRN	04/09/23	1,254,000	1,136	0.62
Total Corporate Bonds				3,661	2.01
Total Bonds				5,142	2.82
Total Other transferable securities and money market instruments				5,142	2.82
Open Ended Investment Funds 1.39% (2016: nil)					
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-3 [†]			2,522	2,522	1.39
Total Open Ended Investment Funds				2,522	1.39

Derivatives (2.24%) (2016: (1.10%))

Future contracts (0.15%) (2016: (0.16%))

Future	Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %
CBT Fed Funds 30 Day	29/09/17	569	9	-
CBT Fed Funds 30 Day	31/10/17	(569)	(45)	(0.02)
CBT US Ultra Bond	20/09/17	17	(19)	(0.01)
CBT US 10 Year Note	20/09/17	(9)	2	-
CBT US 10 Year Ultra	20/09/17	(67)	(18)	(0.01)
CBT US 2 Year Note	29/09/17	(1)	-	-
CBT US 5 Year Note	29/09/17	(277)	(1)	-
EUX Euro Bobl	07/09/17	(85)	73	0.04
EUX Euro Bund	07/09/17	9	(14)	(0.01)

Aberdeen Absolute Return Bond Fund

Future	Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %
EUX Euro Schatz	07/09/17	(157)	2	-
EUX Euro-BTP	07/09/17	(35)	24	0.01
EUX Euro-OAT	07/09/17	(153)	152	0.08
ICE Long Gilt	27/09/17	(177)	(60)	(0.03)
MSE Canada 10 Year Bond	20/09/17	243	(373)	(0.20)
Unrealised losses on future contracts			(268)	(0.15)

Forward currency exchange contracts (0.08%) (2016: 0.80%)

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays Capital	EUR	GBP	08/08/17	699,000	621,427	4	-
Barclays Capital	GBP	AUD	23/08/17	77,513	136,000	(5)	-
Barclays Capital	USD	JPY	23/08/17	3,055,757	338,800,000	(10)	(0.01)
Barclays Capital	USD	GBP	23/08/17	447,000	350,102	(11)	(0.01)
BNP Paribas	AUD	GBP	23/08/17	298,000	181,478	(1)	-
BNP Paribas	AUD	GBP	23/08/17	260,000	151,085	6	-
BNP Paribas	CAD	GBP	23/08/17	522,000	310,415	6	-
BNP Paribas	CAD	GBP	23/08/17	185,000	113,104	(1)	-
BNP Paribas	CAD	GBP	23/08/17	173,000	99,223	6	-
BNP Paribas	CHF	GBP	23/08/17	2,938,000	2,298,094	13	0.01
BNP Paribas	CZK	GBP	23/08/17	18,793,000	623,544	22	0.01
BNP Paribas	EUR	USD	23/08/17	181,271	202,000	9	-
BNP Paribas	EUR	CZK	27/03/18	5,187,111	139,393,229	(165)	(0.09)
BNP Paribas	GBP	USD	08/08/17	928,509	1,210,000	11	0.01
BNP Paribas	GBP	USD	23/08/17	798,005	1,039,000	11	0.01
BNP Paribas	GBP	CNH	23/08/17	611,224	5,402,000	4	-
BNP Paribas	GBP	CAD	23/08/17	317,452	560,000	(22)	(0.01)
BNP Paribas	GBP	AUD	23/08/17	270,047	458,000	(7)	-
BNP Paribas	GBP	USD	23/08/17	235,257	306,000	3	-
BNP Paribas	GBP	CAD	23/08/17	209,383	345,000	-	-
BNP Paribas	GBP	CAD	23/08/17	155,423	254,000	1	-
BNP Paribas	GBP	USD	23/08/17	147,566	191,000	3	-
BNP Paribas	GBP	CAD	23/08/17	83,218	136,000	1	-
BNP Paribas	GBP	AUD	23/08/17	82,619	145,000	(5)	-
BNP Paribas	NZD	GBP	23/08/17	2,870,000	1,518,510	112	0.06
BNP Paribas	SEK	GBP	23/08/17	8,397,000	750,771	37	0.02
BNP Paribas	USD	GBP	08/08/17	519,000	396,502	(3)	-
BNP Paribas	USD	GBP	08/08/17	115,000	88,740	(2)	-
BNP Paribas	USD	GBP	23/08/17	2,178,000	1,689,559	(39)	(0.02)
BNP Paribas	USD	EUR	23/08/17	2,005,851	1,778,000	(70)	(0.04)
Citigroup	AUD	GBP	23/08/17	903,000	548,694	(2)	-
Citigroup	EUR	ILS	23/08/17	4,296,000	16,970,918	227	0.12
Citigroup	EUR	GBP	23/08/17	385,000	335,381	9	-
Citigroup	EUR	USD	23/08/17	265,825	300,000	10	0.01
Citigroup	EUR	GBP	23/08/17	182,814	157,000	7	-
Citigroup	GBP	USD	08/08/17	25,898,698	33,609,000	410	0.23

Aberdeen Absolute Return Bond Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Citigroup	ILS	GBP	23/08/17	13,776,000	2,965,536	(30)	(0.02)
Citigroup	RUB	USD	23/08/17	70,922,000	1,187,774	(11)	(0.01)
Citigroup	SEK	GBP	23/08/17	27,599,000	2,430,517	159	0.09
Citigroup	USD	GBP	08/08/17	3,373,000	2,577,716	(20)	(0.01)
Citigroup	USD	BRL	23/08/17	2,407,496	8,029,000	(114)	(0.06)
Goldman Sachs	CAD	USD	23/08/17	1,048,000	838,203	-	-
Goldman Sachs	EUR	SEK	23/08/17	268,015	2,612,000	(5)	-
Goldman Sachs	GBP	EUR	08/08/17	35,618,973	40,569,000	(667)	(0.37)
Goldman Sachs	GBP	EUR	08/08/17	445,147	498,000	-	-
Goldman Sachs	GBP	JPY	23/08/17	2,820,000	400,630,350	69	0.04
Goldman Sachs	GBP	USD	23/08/17	1,408,211	1,817,000	31	0.02
Goldman Sachs	GBP	AUD	23/08/17	333,813	585,000	(20)	(0.01)
Goldman Sachs	GBP	AUD	23/08/17	264,862	458,000	(12)	(0.01)
Goldman Sachs	RUB	USD	23/08/17	115,187,000	2,003,357	(74)	(0.04)
Goldman Sachs	USD	GBP	08/08/17	252,000	195,446	(4)	-
Goldman Sachs	USD	GBP	23/08/17	239,000	183,055	(2)	-
HSBC	AUD	USD	23/08/17	6,034,000	4,836,975	(16)	(0.01)
HSBC	AUD	GBP	23/08/17	467,000	277,248	5	-
HSBC	EUR	GBP	23/08/17	125,000	111,469	-	-
HSBC	GBP	EUR	23/08/17	3,007,113	3,443,000	(73)	(0.04)
HSBC	GBP	CNH	23/08/17	2,168,313	19,488,000	(24)	(0.01)
HSBC	GBP	HUF	23/08/17	470,224	165,851,000	(17)	(0.01)
HSBC	GBP	JPY	23/08/17	280,732	40,140,000	5	-
HSBC	GBP	CAD	23/08/17	118,696	210,000	(9)	-
HSBC	ILS	GBP	23/08/17	3,426,000	751,054	(21)	(0.01)
HSBC	PLN	JPY	23/08/17	9,027,000	273,427,830	18	0.01
HSBC	USD	GBP	23/08/17	844,000	650,887	(11)	(0.01)
HSBC	USD	GBP	23/08/17	156,000	120,202	(2)	-
JPM Chase	CAD	GBP	23/08/17	159,000	97,497	(1)	-
JPM Chase	EUR	GBP	02/08/17	387,280	345,541	1	-
JPM Chase	EUR	HUF	23/08/17	3,184,000	975,848,240	(20)	(0.01)
JPM Chase	EUR	CZK	23/08/17	2,104,302	55,691,000	(29)	(0.02)
JPM Chase	EUR	GBP	23/08/17	146,000	129,186	1	-
JPM Chase	EUR	GBP	23/08/17	110,000	96,389	2	-
JPM Chase	GBP	USD	08/08/17	25,870,191	33,609,000	383	0.21
JPM Chase	GBP	EUR	08/08/17	345,330	387,000	(1)	-
JPM Chase	GBP	AUD	23/08/17	2,807,000	4,732,922	(56)	(0.03)
JPM Chase	GBP	USD	23/08/17	155,633	204,000	1	-
JPM Chase	GBP	EUR	23/08/17	125,109	143,000	(3)	-
JPM Chase	GBP	CAD	23/08/17	96,353	167,000	(5)	-
JPM Chase	JPY	GBP	23/08/17	145,901,000	994,349	7	-
JPM Chase	USD	EUR	08/08/17	233,000	203,375	(5)	-
Merrill Lynch	EUR	GBP	08/08/17	347,000	307,279	3	-
Merrill Lynch	GBP	EUR	08/08/17	1,804,260	2,038,000	(19)	(0.01)
Morgan Stanley	CZK	GBP	23/08/17	149,780,000	4,856,425	286	0.16
Morgan Stanley	GBP	AUD	08/08/17	2,171,246	3,687,000	(61)	(0.03)
Morgan Stanley	GBP	MXN	23/08/17	1,545,772	37,932,000	(59)	(0.03)

Aberdeen Absolute Return Bond Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Morgan Stanley	GBP	CAD	23/08/17	115,795	190,000	1	-
Morgan Stanley	MXN	NZD	23/08/17	37,932,000	2,848,526	(13)	(0.01)
Morgan Stanley	RUB	USD	23/08/17	71,077,000	1,177,551	(1)	-
Morgan Stanley	RUB	USD	23/08/17	70,686,000	1,172,239	(2)	-
Morgan Stanley	USD	ILS	23/08/17	4,879,493	17,202,000	33	0.02
Morgan Stanley	USD	CAD	23/08/17	1,192,702	1,579,000	(53)	(0.03)
Morgan Stanley	USD	CAD	23/08/17	1,185,795	1,567,000	(51)	(0.03)
Morgan Stanley	USD	MXN	23/08/17	1,172,064	21,481,000	(20)	(0.01)
Morgan Stanley	USD	GBP	23/08/17	400,000	309,545	(6)	-
Royal Bank of Canada	AUD	GBP	23/08/17	147,000	89,568	(1)	-
Royal Bank of Canada	CZK	EUR	27/03/18	139,393,229	5,237,000	120	0.07
Royal Bank of Canada	EUR	USD	23/08/17	3,182,000	3,625,122	99	0.05
Royal Bank of Canada	EUR	CHF	23/08/17	3,111,000	3,429,271	86	0.05
Royal Bank of Canada	GBP	USD	08/08/17	181,746	236,000	3	-
Royal Bank of Canada	GBP	EUR	23/08/17	156,452	175,000	-	-
Royal Bank of Canada	USD	AUD	23/08/17	1,987,662	2,667,000	(107)	(0.06)
Royal Bank of Canada	USD	GBP	23/08/17	243,000	188,279	(4)	-
State Street	CAD	GBP	23/08/17	271,000	160,279	4	-
State Street	EUR	GBP	23/08/17	412,000	364,657	4	-
State Street	EUR	JPY	23/08/17	256,506	31,990,000	10	0.01
State Street	GBP	USD	08/08/17	25,849,723	33,608,000	363	0.20
State Street	GBP	EUR	23/08/17	16,092,865	18,799,000	(728)	(0.39)
State Street	GBP	CAD	23/08/17	317,870	527,000	(2)	-
State Street	GBP	USD	23/08/17	179,414	230,000	5	-
State Street	GBP	EUR	23/08/17	124,216	141,000	(2)	-
State Street	GBP	EUR	23/08/17	110,590	125,000	(1)	-
State Street	GBP	CAD	23/08/17	87,455	145,000	-	-
State Street	SEK	EUR	23/08/17	17,746,000	1,818,431	38	0.02
State Street	USD	GBP	23/08/17	1,332,000	1,021,507	(12)	(0.01)
State Street	USD	GBP	23/08/17	497,000	387,614	(11)	(0.01)
UBS	CHF	GBP	23/08/17	585,000	469,808	(10)	(0.01)
UBS	EUR	AUD	23/08/17	4,148,000	6,073,668	37	0.02
UBS	EUR	SEK	23/08/17	3,101,357	29,686,000	(10)	(0.01)
UBS	EUR	HUF	23/08/17	2,670,377	822,049,000	(27)	(0.01)
UBS	GBP	USD	08/08/17	217,945	281,000	5	-
UBS	USD	AUD	23/08/17	2,393,602	3,176,000	(107)	(0.06)
UBS	USD	RUB	23/08/17	1,999,601	115,187,000	71	0.04
UBS	USD	SEK	23/08/17	358,214	2,940,000	(4)	-
Unrealised losses on forward currency exchange contracts						(144)	(0.08)

Swaps (2.01%) (2016: (1.74%))

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays Capital	EUR	15/04/22	20,350,000	1.1100	EUR EXT CPI	172	0.09
Barclays Capital	EUR	20/06/22	5,000,000	1.0000	Itraxx Europe Series 27	(103)	(0.06)
Barclays Capital	EUR	20/06/22	1,600,000	Virgin Media Finance PLC	5.0000	205	0.11

Aberdeen Absolute Return Bond Fund

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays Capital	EUR	15/04/27	20,350,000	EUR EXT CPI	1.3450	(215)	(0.12)
Barclays Capital	GBP	07/06/20	2,250,000	0.8530	06 Month GBP Libor	(10)	(0.01)
Barclays Capital	GBP	15/10/21	16,330,000	UK RPI	3.4575	104	0.06
Barclays Capital	GBP	15/10/21	6,490,000	UK RPI	3.4575	(137)	(0.08)
Barclays Capital	GBP	07/12/22	1,650,000	1.0560	06 Month GBP Libor	(11)	(0.01)
Barclays Capital	GBP	07/12/22	1,730,000	1.0560	06 Month GBP Libor	(11)	(0.01)
Barclays Capital	SEK	22/11/20	545,730,000	03 Month SEK Stibo	0.5750	(16)	(0.01)
Barclays Capital	SEK	22/11/20	825,260,000	03 Month SEK Stibo	0.5750	(25)	(0.01)
Barclays Capital	USD	28/06/19	123,960,000	1.6750	03 Month USD Libor	35	0.02
Barclays Capital	USD	11/10/19	3,500,000	1.1470	03 Month USD Libor	27	0.01
Barclays Capital	USD	21/04/20	9,500,000	1.2910	03 Month USD Libor	74	0.04
Barclays Capital	USD	30/09/20	8,400,000	1.6620	03 Month USD Libor	12	0.01
Barclays Capital	USD	21/10/21	3,600,000	1.5550	03 Month USD Libor	31	0.02
North American Investment Grade							
Barclays Capital	USD	20/06/22	140,000,000	1.0000	Series 28	(2,095)	(1.14)
Barclays Capital	USD	11/10/22	2,500,000	1.3470	03 Month USD Libor	54	0.03
Barclays Capital	USD	30/12/22	2,250,000	1.8540	03 Month USD Libor	9	-
Barclays Capital	USD	17/05/23	5,000,000	2.0020	03 Month USD Libor	(7)	-
Barclays Capital	USD	17/05/24	2,400,000	2.0790	03 Month USD Libor	(4)	-
Citigroup	EUR	15/04/22	21,160,000	1.1100	EUR EXT CPI	179	0.10
Citigroup	EUR	20/06/22	4,000,000	1.0000	Vodafone	(72)	(0.04)
Citigroup	EUR	20/06/22	46,600,000	1.0000	Itraxx Europe Series 27	(959)	(0.52)
Citigroup	EUR	15/04/27	21,160,000	EUR EXT CPI	1.3450	(223)	(0.12)
Citigroup	GBP	01/11/26	6,330,000	1.2290	06 Month GBP Libor	9	-
Citigroup	SEK	30/09/20	497,270,000	03 Month SEK Stibo	0.1300	(190)	(0.10)
Citigroup	SEK	01/06/21	190,060,000	03 Month SEK Stibo	0.5975	(50)	(0.03)
Citigroup	SEK	26/11/26	56,460,000	0.6700	03 Month SEK Stibo	262	0.15
Citigroup	USD	20/06/22	2,300,000	5.0000	North American High Yield Series 28	(133)	(0.07)
Goldman Sachs	EUR	10/05/19	61,630,000	1.2300	03 Month EUR Eibor	(22)	(0.01)
Goldman Sachs	USD	30/06/19	7,000,000	1.5210	03 Month USD Libor	6	-
Goldman Sachs	USD	30/03/20	6,250,000	1.6150	03 Month USD Libor	7	-
Goldman Sachs	USD	30/03/21	5,250,000	1.7150	03 Month USD Libor	8	-
Goldman Sachs	USD	30/06/22	11,500,000	1.8180	03 Month USD Libor	29	0.02
North American Investment Grade							
JPM Chase	USD	20/06/22	5,000,000	Series 28	1.0000	75	0.04
Merrill Lynch	USD	26/06/19	29,910,000	1.6850	US CPI	74	0.04
UBS	AUD	27/06/19	161,560,000	03 Month AUD BBR	1.9135	(74)	(0.04)
UBS	CAD	20/06/19	144,700,000	03 Month CAD BA	1.3950	(308)	(0.16)
UBS	GBP	22/06/20	94,440,000	SONIA	0.4930	(63)	(0.03)
03 Month USD							
UBS	USD	12/04/18	5,350,000	Libor	1.4950	1	-
03 Month USD							
UBS	USD	12/04/18	120,470,000	Libor	1.4950	30	0.02
03 Month USD							
UBS	USD	12/04/18	100,800,000	Libor	1.4950	25	0.01
UBS	USD	12/04/19	121,880,000	1.7800	03 Month USD Libor	(107)	(0.06)
UBS	USD	12/04/19	62,300,000	1.7800	03 Month USD Libor	(55)	(0.03)

Aberdeen Absolute Return Bond Fund

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) £'000	Total Net Assets %
UBS	USD	12/04/19	37,540,000	1.7800	03 Month USD Libor	(33)	(0.02)
UBS	USD	24/04/19	49,700,000	1.8650	US CPI	(138)	(0.08)
UBS	USD	24/04/19	12,490,000	1.8650	US CPI	(35)	(0.02)
Unrealised losses on swap contracts						(3,668)	(2.01)
Unrealised losses on derivatives						(4,080)	(2.24)
Total investments*						172,289	94.63
Other net assets						9,787	5.37
Total net assets						182,076	100.00

† Managed by subsidiaries of Aberdeen Asset Management PLC.

° A portion of this security is on loan at the year end.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Absolute Return Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	7,639	4.43	4.20

Collateral issuers	Market value of collateral received	Type	Quality	Custodian
	£'000			
UK Treasury	8,899	Government Bond	Investment grade	BNP Paribas
France (Government of)	197	Government Bond	Investment grade	BNP Paribas
Germany (Federal Republic of)	138	Government Bond	Investment grade	BNP Paribas
Luxembourg (Grand Duchy of)	26	Government Bond	Investment grade	BNP Paribas
Total collateral received	9,260			

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	9,260	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
EUR	361
GBP	8,899
Total collateral received	9,260

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
JPM Chase	7,191	United States	Tri-party
Barclays Bank	448	United Kingdom	Tri-party
Total market value of securities lending	7,639		

Aberdeen Absolute Return Bond Fund

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	6	125.00
Direct operational costs (securities lending agent costs)	(1)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(1)	(25.00)
Net return	5	100.00

Aberdeen Absolute Return Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	28 August 2015 to 31 July 2016
	Notes	£'000	£'000
Income			
Net capital gains/(losses)	1	1,278	(3,191)
Revenue	2	3,001	2,033
Expenses	3	(681)	(785)
Net revenue before taxation		2,320	1,248
Taxation	4	(10)	(3)
Net revenue after taxation		2,310	1,245
Total return before distributions		3,588	(1,946)
Distributions	5	(2,317)	(1,236)
Change in net assets attributable to shareholders from investment activities		1,271	(3,182)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	28 August 2015 to 31 July 2016
	£'000	£'000
Opening net assets attributable to shareholders	156,006	-
Amounts receivable on issue of shares	49,893	69,306
Amount receivable on amalgamation ^A	-	177,846
Amounts payable on cancellation of shares	(27,400)	(89,144)
	22,493	158,008
Dilution adjustment	78	207
Change in net assets attributable to shareholders from investment activities	1,271	(3,182)
Retained distributions on accumulation shares	2,227	973
Unclaimed distributions > 6 years	1	-
Closing net assets attributable to shareholders	182,076	156,006

^A Relating to the amalgamation on 28 August 2015 of Aberdeen Absolute Return Bond Fund, a sub-fund of Aberdeen Investment Funds ICVC III, into the Fund.

Aberdeen Absolute Return Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		180,821	151,253
Current assets:			
Debtors	6	3,191	2,062
Cash and bank balances	7	8,663	8,700
Total assets		192,675	162,015
Liabilities:			
Investment liabilities		8,532	5,373
Creditors:			
Amounts held at futures clearing houses and brokers		446	-
Bank overdrafts		1	-
Other creditors	8	1,568	527
Distribution payable		52	109
Total liabilities		10,599	6,009
Net assets attributable to shareholders		182,076	156,006

Aberdeen Absolute Return Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	28 August 2015 to 31 July 2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains	4,821	16,528
Derivative contracts	(630)	(2,485)
Forward currency contracts	(3,105)	(15,713)
Other currency gains/(losses)	180	(1,521)
Class actions	12	-
Net capital gains/(losses)	1,278	(3,191)

2. Revenue

	2017 £'000	28 August 2015 to 31 July 2016 £'000
Interest on debt securities	4,388	4,300
Stock lending commission	5	5
Bank interest	15	21
Derivatives revenue	(1,407)	(2,293)
Total revenue	3,001	2,033

3. Expenses

	2017 £'000	28 August 2015 to 31 July 2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	470	599
Operating, administrative and servicing fees	208	185
	678	784
<i>Other expenses:</i>		
Interest payable and similar charges	3	1
	3	1
Total expenses	681	785

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

Aberdeen Absolute Return Bond Fund

4. Taxation

	2017 £'000	28 August 2015 to 31 July 2016 £'000
The tax charge comprises:		
Corporation tax	-	1
Double tax relief	-	(1)
Overseas withholding tax	10	3
Current tax charge	10	3
Total taxation	10	3

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	28 August 2015 to 31 July 2016 £'000
Net revenue before taxation	2,320	1,248
Corporation tax at 20% (2016 - 20%)	464	250
Effects of:		
Tax effect of expensed double taxation relief	-	(1)
Tax deductible on interest distributions	(464)	(248)
Irrecoverable overseas withholding tax	10	2
Total taxation	10	3

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year/period end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	28 August 2015 to 31 July 2016 £'000
Interim	1,189	536
Final	1,159	710
	2,348	1,246
Add: Revenue deducted on cancellation of shares	88	246
Deduct: Revenue received on issue of shares	(119)	(256)
Distributions for the year/period	2,317	1,236
Total distributions	2,317	1,236

Details of the distribution per share are set out in the distribution tables on page 57.

Aberdeen Absolute Return Bond Fund

	2017	28 August 2015 to 31 July 2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	2,310	1,245
Add:		
Undistributed revenue brought forward	7	-
Movement between share classes due to conversions	-	(2)
Undistributed revenue carried forward	-	(7)
Distributions	2,317	1,236

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	3,026	948
Accrued bond interest purchased	-	1,047
Amounts receivable for issue of shares	41	50
Overseas withholding tax reclaimable	5	4
Currency transactions awaiting settlement	115	13
Tax reclaimable	4	-
Total debtors	3,191	2,062

7. Cash and bank balances

	2017	2016
	£'000	£'000
Amounts held at futures clearing houses and brokers	6,654	4,961
Cash and bank balances	2,009	3,739
Total cash and bank balances	8,663	8,700

8. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	68	59
Amounts payable for cancellation of shares	274	455
Purchases awaiting settlement	346	-
Swap interest payable	764	-
Currency transactions awaiting settlement	116	13
Total other creditors	1,568	527

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 45. £281,000 was due to the ACD (2016 - £447,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £2,522,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Aberdeen Absolute Return Bond Fund

Material shareholders

The Church of Scotland Pension Investment Fund held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 39% of the Fund's shares in issue.

Nortrust Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 31% of the Fund's shares in issue.

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'I' Gross: 0.50%

Class 'K': 0.45%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 23. The distribution per share class is given in the distribution tables on page 57. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	6,967,665	12,976	31,131,893	11,113,152
Creations during the year	376,700	-	1,039,700	838,400
Cancellations during the year	(3,190,400)	(4,600)	(13,480,200)	(2,216,300)
Shares converted during the year	(13,682)	-	(8,727)	-
Closing shares in issue	4,140,283	8,376	18,682,666	9,735,252

	I Gross Accumulation shares	I Gross Income shares	K Accumulation shares	Z Accumulation shares
Opening number of shares	30,635,103	2,074,403	22,588	52,825,525
Creations during the year	28,266,100	-	2,200	10,209,700
Cancellations during the year	(472,700)	(1,906,500)	(24,100)	(3,802,000)
Shares converted during the year	-	-	24,741	-
Closing shares in issue	58,428,503	167,903	25,429	59,233,225

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen Absolute Return Bond Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Barclays	448	499	Government Bond
JPM Chase	7,191	8,761	Government Bond
Total	7,639	9,260	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	6	1	5

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	446	524	Government Bond
JPM Chase	496	522	Government Bond
Total	942	1,046	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	7	2	5

Aberdeen Absolute Return Bond Fund

12. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Global Exposure

Based on the investment strategy, types of complexities of the derivatives and the proportion of the Fund comprising derivatives, the method of estimating the Fund's overall risk position (Global Exposure) is to use the value at risk (VaR) techniques which estimate the probability of portfolio losses based on the statistical analysis of historical price trends and volatilities. The VaR is produced on a daily basis and the Fund's current VaR limit is detailed below.

Value at risk (VaR)

The market risk of the Fund's financial asset and liability positions is monitored by the Investment Risk department using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

Model assumptions:

System:	Advanced Portfolio Technologies (APT)
VaR methodology:	Parametric
Confidence level:	99%
Holding period:	1 week (5 days)
Decay factor for exponential smoothing of the historical market data:	Nil
Historical observation period:	180 weeks
VaR limit (absolute)	20%
VaR limit (relative)	200%

Reference portfolio for relative VaR

The table below indicates the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017 %	2016 ^A %
Minimum VaR	0.46%	0.62%
Maximum VaR	0.76%	1.03%
Average VaR	0.60%	0.79%

^A Three outlier points were smoothed over, on 08/03/2016, 09/03/2016 and 10/06/2016.

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	(0.02%)	0.34%	-	0.30%	0.61%
31 July 2016 ^A	0.01%	0.42%	-	0.30%	0.73%

^A Restated.

Aberdeen Absolute Return Bond Fund

Financial derivatives

The Fund can use derivatives in order to meet its investment objectives or to protect from price and currency movements.

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Swap contracts £'000	Total by counterparty £'000
Barclays	4	723	727
BNP Paribas	245	-	245
Citigroup	822	450	1,272
Goldman Sachs	100	50	150
HSBC	28	-	28
JPM Chase	395	75	470
Merrill Lynch	3	74	77
Morgan Stanley	320	-	320
Royal Bank of Canada	308	-	308
State Street	424	-	424
UBS	113	56	169
Total exposure	2,762	1,428	4,190

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Swap contracts £'000	Total by counterparty £'000
Barclays	20	14	34
Citigroup	137	127	264
Deutsche Bank	183	-	183
Goldman Sachs	4	353	357
HSBC	161	-	161
JPM Chase	264	-	264
Royal Bank of Canada	553	-	553
State Street	835	-	835
UBS	810	-	810
Total exposure	2,967	494	3,461

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	3,436	4,625	471	8,532
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	446	-	-	-	446
Bank overdrafts	1	-	-	-	1
Other creditors	-	1,568	-	-	1,568
Distribution payable	-	52	-	-	52
Total financial liabilities	447	5,056	4,625	471	10,599

Aberdeen Absolute Return Bond Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	3,232	1,662	479	5,373
<i>Non-derivatives</i>					
Other creditors	-	527	-	-	527
Distribution payable	-	109	-	-	109
Total financial liabilities	-	3,868	1,662	479	6,009

13. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year/period				
Bonds	190,400	165,634	163,303	196,540
Collective Investment Schemes	12,124	-	9,602	-
Trades in the year/period before transactions costs	202,524	165,634	172,905	196,540
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year/period after transaction costs	202,524	165,634	172,905	196,540

Aberdeen Absolute Return Bond Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-

The prior period percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior period figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £163,378,000). There were corporate actions (net sales) of £3,609,000 in the year (2016 - £738,000).

There were transaction costs in respect of derivatives in the year of £26,000 (2016 - £18,000). The transaction costs in respect of derivatives expressed as a percentage of net asset value is 0.02% (2016 - 0.01%).

The average portfolio dealing spread as at 31 July 2017 was 0.32% (2016 - 0.43%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen Absolute Return Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1 ^A	253	485	633	357
Level 2	180,568	8,047	150,620	5,016
Level 3	-	-	-	-
Total	180,821	8,532	151,253	5,373

^A There were no debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price as at 31 July 2017 (2016 - £435,000).

Aberdeen Absolute Return Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2016

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.50863	-	0.50863	0.10808
Group 2	0.09993	0.40870	0.50863	0.10808
A Income shares				
Group 1	0.42263	-	0.42263	0.09000
Group 2	-	0.42263	0.42263	0.09000
I Accumulation shares				
Group 1	0.71639	-	0.71639	0.26865
Group 2	0.22575	0.49064	0.71639	0.26865
I Income shares				
Group 1	0.66278	-	0.66278	0.25000
Group 2	0.20298	0.45980	0.66278	0.25000
I Gross Accumulation shares				
Group 1	0.82322	-	0.82322	0.39744
Group 2	0.10603	0.71719	0.82322	0.39744
I Gross Income shares				
Group 1	0.65800	-	0.65800	0.32000
Group 2	0.65800	-	0.65800	0.32000
K Accumulation shares				
Group 1	0.85804	-	0.85804	-
Group 2	0.33239	0.52565	0.85804	-
Z Accumulation shares				
Group 1	1.17846	-	1.17846	0.55713
Group 2	0.28616	0.89230	1.17846	0.55713

Aberdeen Absolute Return Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.34064	-	0.34064	0.14424
Group 2	0.23619	0.10445	0.34064	0.14424
A Income shares				
Group 1	0.28183	-	0.28183	0.12000
Group 2	0.20833	0.07350	0.28183	0.12000
I Accumulation shares				
Group 1	0.56603	-	0.56603	0.33399
Group 2	0.34521	0.22082	0.56603	0.33399
I Income shares				
Group 1	0.52011	-	0.52011	0.31000
Group 2	0.33057	0.18954	0.52011	0.31000
I Gross Accumulation shares				
Group 1	0.64888	-	0.64888	0.46109
Group 2	0.43871	0.21017	0.64888	0.46109
I Gross Income shares				
Group 1	0.51511	-	0.51511	0.37000
Group 2	0.51511	-	0.51511	0.37000
K Accumulation shares				
Group 1	0.57848	-	0.57848	-
Group 2	0.34712	0.23136	0.57848	-
Z Accumulation shares				
Group 1	1.02606	-	1.02606	0.65089
Group 2	0.76619	0.25987	1.02606	0.65089

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Asia Pacific and Japan Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The objective of the Fund is to achieve capital growth by investing in countries of the Asia Pacific region, including Japan.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Asia Pacific and Japan Equity Fund - A Accumulation Shares increased by 18.47% compared to an increase of 21.55% in the benchmark, the MSCI AC Asia Pacific Index.

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Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Asian equities posted solid gains over the year, buoyed by improving fundamentals across the region and a recovery in global trade. Expectations that the US Federal Reserve would maintain a gradual pace of monetary tightening further bolstered risk appetite. Gains, however, were capped by worries of a messy Brexit, doubts about US President Donald Trump's ability to deliver on his economic agenda, and volatile oil prices.

China outpaced the region. Upbeat growth data, along with a sustained rise in Chinese internet stocks and MSCI's decision to include A-shares to its influential indices, drove the mainland market, despite Beijing's increased regulatory scrutiny and efforts to tighten leverage. Meanwhile, a re-rating of the technology sector underpinned Korea and Taiwan, with companies in the Apple supply chain among the beneficiaries. Korea also gained on the back of Moon Jae-in's presidential election win and hopes of easing tensions with China over the Thaad missile defence system. Japan was helped by a weaker yen and an improving domestic economy.

The Philippines and Malaysia, however, were the key regional laggards. Shares in the Philippines declined after an extended run, partly hampered by President Rodrigo Duterte's political rhetoric. In Malaysia, sluggish economic growth and political uncertainty surrounding the scandal-hit state investment fund undermined sentiment.

Portfolio review

The Fund delivered healthy returns over the review period, although it trailed the benchmark. China was a key area of weakness. Our light exposure to the mainland hurt performance, given the sharp rally in the domestic stockmarket. The lack of exposure to local internet giants Tencent and Alibaba also cost the Fund. The companies' robust

earnings growth has whetted investor appetite and pushed their share prices up by more than 60% and 80%, respectively. Although we don't hold Alibaba, we recently initiated a position in Tencent for our Aberdeen Global – Chinese Equity Fund, reflecting our evolving view of the company. Tencent's management has executed well on strategy and is improving in its treatment of minority shareholders, which are helping to mitigate our concerns over its corporate structure. Swire Pacific 'B' was another detractor. The Hong Kong conglomerate suffered soft annual results, hampered by both its airline subsidiary Cathay Pacific and marine business Swire Pacific Offshore.

Stock selection in Japan also detracted from performance. Japan Tobacco Inc share price came under pressure amid worries that its market share was being eroded by competitors' new offerings in the rapidly expanding e-cigarettes segment. Nevertheless, the company retains the lion's share in terms of overall domestic cigarette sales. Japan Tobacco Inc launched a competing product in the key Tokyo market in June and expects to expand sales nationwide by year-end. Medical diagnostics company Sysmex Corp was hurt by concerns that its inventory adjustment in China may be prolonged, and Yahoo Japan Corp shares detracted as the company has been in an investment phase, which will take some time to see the benefit. Although retail conglomerate Seven & i Holdings Co reported in-line results, its shares were dented by unexpectedly weaker-than-expected food sales at Ito-Yokado, an area that was supposed to drive the unit's growth.

However, the losses were mitigated by several of our financial holdings, which performed well as asset quality concerns eased and fee income improved. These included global lenders such as HSBC and Standard Chartered, as well as Singapore banks Oversea-Chinese Banking, DBS and United Overseas Bank. The re-rating of Singapore lenders' shares provided us the opportunity to take profits. Our regional life insurance holding in AIA further boosted returns, with its good fundamental performance reflected in the share price rally.

Australia was another positive contributor. Our holdings in Rio Tinto and BHP Billiton outperformed the local market as iron ore prices rallied on the back of positive Chinese macroeconomic data. BHP Billiton was also buoyed by the appointment of a new Chairman, Ken MacKenzie, who used to head another Australian-listed company Amcor. He has a good track record in restructuring Amcor's business during his tenure there, and we welcome this development, which was timely in view of much-discussed proposals to unlock further value from the company. We pared our positions in Rio Tinto and BHP Billiton following the strong run-up in their share prices.

Besides the portfolio movements stated earlier, we had mentioned in the interim report the initiations of two Japanese holdings – Calbee Inc and Sysmex Corp – as well as the introduction of Indian software services company Tata Consultancy Services, and Chinese fast-food operator Yum China following the parent company's (Yum Brands) restructuring.

In the latter half of the period, we initiated positions in another six companies, three of which were in Japan, two in India and one in Thailand. In Japan, we bought Amada Co, Japan Exchange Group Inc, and Makita Corp. Amada Co is a sheet-metal machinery maker with a dominant domestic market share, and is making inroads in other parts

Aberdeen Asia Pacific and Japan Equity Fund

of the world. Japan Exchange Group Inc, the operator of Tokyo and Osaka exchanges, has a domestic monopoly. We see promising opportunities as it diversifies from its robust equity business into derivatives, information and clearing services. Japan Exchange Group Inc has high barriers to entry and is well positioned to benefit from a balanced portfolio of growth in one of the world's largest stock exchanges. Makita Corp, a leading power-tool manufacturer, has a recognisable brand name, as well as extensive distribution and service networks, particularly in the domestic and European markets.

In India, we introduced Hindustan Unilever and Kotak Mahindra Bank. Hindustan Unilever is the Indian subsidiary of Anglo-Dutch consumer goods giant Unilever. Besides having a strong balance sheet, Hindustan Unilever has an unrivalled portfolio of brands, an extensive distribution network nationwide, as well as a long and successful operational track record in the country. Kotak Mahindra Bank is a well-managed private lender that has grown rapidly under the founder's stewardship as the local banking sector liberalised and private banks took an increasing market share from the less efficient and less well-managed state-owned banks. With good asset quality and a solid capital base, it is well positioned for a recovery in the Indian credit market, where a notable portion of the banking players remain undercapitalised.

The other new addition to the portfolio was Bangkok Dusit Medical Services, the largest private hospital group in Thailand with well-recognised brands and good management. It stands to gain from the rising demand for health care domestically and medical tourism across the region, given its reputation in high-quality complex treatments.

Elsewhere, we continued to build our position in the Aberdeen Global – China A Share Equity Fund, which provides diversified exposure to the domestic economy. The fund has been performing well, led by good stock selection in the technology, consumer discretionary and industrial sectors, and with core underlying holdings, such as Hangzhou Hikvision Digital, Shanghai International Airport and CITS, delivering impressive results. We also added to our two Korean holdings

Amorepacific and Naver on weakness. While Amorepacific's share price has been hurt by Thaad-related tensions between South Korea and China, the cosmetics company remains committed to investing in its brands to ensure that it is well positioned for when demand recovers. Its international operations continue to deliver steady growth, as its brands are well recognised by overseas customers. As for Naver, we continue to see good traction in the domestic business as the company leverages its market leadership and extends its lead into e-commerce and search advertising sector.

Conversely, we sold car makers Honda and Toyota Motor, as challenges within the automotive sector dimmed their prospects. While both companies remain strong in their fields and continue to invest in research and development, the future operating landscape remains in flux. In light of this uncertainty, we have opted to reallocate capital to other opportunities within the Fund's universe. We also divested Japanese sanitary goods maker Unicharm after its strong run. Despite the company's solid domestic presence, we think that stiff competition overseas has diminished its prospects outside Japan. In India, we took the opportunity in ICICI Bank's share price rally to exit the lender, as its balance sheet was saddled with significant non-performing loans.

Outlook

Asia has made a strong comeback this year with a broad recovery in exports and earnings, and China expected to drive regional growth. Inflation is generally subdued while many central banks have bucked the trend in the developed world by maintaining accommodative monetary policies. Although we can't be certain if regional markets will maintain the double-digit percentage returns that they have generated so far this year, valuations are broadly supportive and we remain comfortable with our holdings. Capital management is much improved and we see this in cash flow and better pay outs.

Asian Equities Team

August 2017

Aberdeen Asia Pacific and Japan Equity Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	1.95	1.20
31 July 2016	1.95	1.20
31 July 2015	1.95	1.24

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- Chinese Domestic Securities Market: The Fund may invest directly or indirectly in Chinese domestic securities markets via various channels, which involves additional risks as further described in the Fund's Prospectus.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Asia Pacific and Japan Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	194.91	173.34	171.48
Return before operating charges*	40.10	24.76	5.35
Operating charges	(4.19)	(3.19)	(3.49)
Return after operating charges*	35.91	21.57	1.86
Distributions on accumulation shares	(0.20)	(1.35)	(1.45)
Retained distributions on accumulation shares	0.20	1.35	1.45
Closing net asset value per share	230.82	194.91	173.34
 * after direct transaction costs of:	 0.11	 0.06	 0.06
Performance			
Return after charges	18.42%	12.44%	1.08%
Other information			
Closing net asset value (£'000s)	45,158	46,647	105,482
Closing number of shares	19,563,631	23,932,171	60,851,525
Operating charges	1.95%	1.95%	1.95%
Direct transaction costs	0.05%	0.03%	0.03%
Prices			
Highest share price (pence)	234.84	197.26	198.69
Lowest share price (pence)	193.10	145.51	165.64

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Asia Pacific and Japan Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	127.97	112.97	110.97
Return before operating charges*	26.42	16.29	3.45
Operating charges	(1.70)	(1.29)	(1.45)
Return after operating charges*	24.72	15.00	2.00
Distributions on accumulation shares	(1.20)	(1.69)	(1.77)
Retained distributions on accumulation shares	1.20	1.69	1.77
Closing net asset value per share	152.69	127.97	112.97
 * after direct transaction costs of:	 0.07	 0.04	 0.04
Performance			
Return after charges	19.32%	13.28%	1.80%
Other information			
Closing net asset value (£'000s)	96,091	90,439	77,031
Closing number of shares	62,931,565	70,672,353	68,188,462
Operating charges	1.20%	1.20%	1.24%
Direct transaction costs	0.05%	0.03%	0.03%
Prices			
Highest share price (pence)	155.19	129.50	129.20
Lowest share price (pence)	126.78	95.22	107.48

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Asia Pacific and Japan Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
90.43% (2016: 94.07%)			
Equities 90.43% (2016: 93.66%)			
Australia 1.17% (2016: 3.73%)			
CSL	21,711	1,655	1.17
China 0.95% (2016: 1.76%)			
Anhui Conch Cement	477,500	1,340	0.95
Hong Kong 13.15% (2016: 15.07%)			
AIA	639,600	3,820	2.70
China Mobile	367,500	2,987	2.11
Dairy Farm International	4,800	29	0.02
Hang Lung	307,000	886	0.63
Hang Lung Properties	491,000	926	0.66
Hong Kong Exchanges & Clearing	91,871	1,988	1.41
Jardine Strategic	126,839	3,898	2.76
MTR	163,772	717	0.51
Swire Pacific 'B'	1,307,500	1,757	1.24
Swire Properties	597,100	1,563	1.11
		18,571	13.15
India 5.22% (2016: 3.64%)			
Aditya Birla Capital	108,766	218	0.15
Grasim Industries	77,690	981	0.69
Hindustan Unilever	41,100	564	0.40
Housing Development Finance	96,241	2,035	1.44
Infosys	38,200	458	0.32
ITC	496,500	1,674	1.19
Kotak Mahindra Bank	61,400	743	0.53
Tata Consultancy Services	12,382	365	0.26
UltraTech Cement	6,914	332	0.24
		7,370	5.22
Indonesia 3.31% (2016: 2.17%)			
Astra International	2,240,000	1,017	0.72
Bank Central Asia	2,438,300	2,593	1.83
Unilever Indonesia	384,700	1,071	0.76
		4,681	3.31
Japan 28.54% (2016: 26.94%)			
Amada Co	196,900	1,703	1.21
Calbee Inc [∞]	90,300	2,833	2.01
Chugai Pharmaceutical Co	75,200	2,287	1.62
Daikin Industries Ltd	17,300	1,389	0.98
East Japan Railway Co	19,900	1,413	1.00
FANUC Corp	27,600	4,274	3.03

Aberdeen Asia Pacific and Japan Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Japan Exchange Group Inc	153,900	2,092	1.48
Japan Tobacco Inc	142,500	3,749	2.65
KDDI Corp	66,200	1,327	0.94
Keyence Corp	11,000	3,852	2.73
Makita Corp	48,100	1,423	1.01
Nippon Paint Holdings Co	69,900	2,039	1.44
Seven & i Holdings Co	93,700	2,858	2.02
Shin-Etsu Chemical Co	52,700	3,656	2.59
Symex Corp	49,200	2,131	1.51
Yahoo Japan Corp [∞]	956,300	3,276	2.32
		40,302	28.54
Malaysia 0.72% (2016: 1.28%)			
Public Bank	284,647	1,023	0.72
Philippines 2.30% (2016: 2.35%)			
Ayala	111,960	1,456	1.03
Ayala Land	499,300	314	0.22
Bank of the Philippine Islands	943,018	1,483	1.05
		3,253	2.30
Singapore 10.54% (2016: 12.93%)			
City Developments	449,300	2,816	2.00
DBS	177,733	2,147	1.52
Keppel	469,000	1,678	1.19
Oversea-Chinese Banking	427,236	2,713	1.92
Singapore Technologies Engineering	879,000	1,847	1.31
Singapore Telecommunications	1,091,100	2,421	1.71
United Overseas Bank	94,270	1,264	0.89
		14,886	10.54
South Korea 5.30% (2016: 4.88%)			
Amorepacific	5,501	451	0.32
Amorepacific (PREF)	8,437	1,007	0.71
Naver	3,753	2,043	1.45
Samsung Electronics (PREF)	3,047	3,986	2.82
		7,487	5.30
Taiwan 3.70% (2016: 4.14%)			
Taiwan Mobile	513,107	1,386	0.98
TSMC	714,504	3,841	2.72
		5,227	3.70
Thailand 4.04% (2016: 3.34%)			
Aberdeen New Thai Investment Trust ^{†#°}	824,036	4,246	3.01
Bangkok Dusit Medical Services (Alien)	1,513,800	656	0.46
Siam Cement (Alien)	69,900	803	0.57
		5,705	4.04

Aberdeen Asia Pacific and Japan Equity Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United Kingdom 10.29% (2016: 10.91%)			
Aberdeen Asian Smaller Companies Investment Trust ^{†#}	480,000	5,098	3.61
BHP Billiton	136,000	1,874	1.33
HSBC	365,881	2,786	1.97
Rio Tinto	74,350	2,617	1.85
Standard Chartered	254,798	2,157	1.53
		14,532	10.29
United States 1.20% (2016: 0.52%)			
Yum China	62,600	1,700	1.20
Total Equities		127,732	90.43
Bonds nil (2016: 0.41%)			
Corporate Convertible Bonds nil (2016: 0.41%)			
United Kingdom nil (2016: 0.41%)			
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
		127,732	90.43
Open Ended Investment Funds 8.46% (2016: 4.98%)			
Aberdeen Global - China A Share Equity Fund Z-2 [†]	670,536	6,135	4.34
Aberdeen Global - Indian Equity Fund Z-2 [†]	368,153	5,818	4.12
		11,953	8.46
Total Open Ended Investment Funds		11,953	8.46
Total investments		139,685	98.89
Other net assets		1,564	1.11
Total net assets		141,249	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

^{*} Listed on the London Stock Exchange.

[#] Regional investment vehicle.

Comparative figures are as at 31 July 2016.

Aberdeen Asia Pacific and Japan Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	3,607	2.58%	2.55%

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
France (Government of)	720	Government Bond	Investment grade	BNP Paribas
Caixabank	200	Equity	Main market listing	BNP Paribas
Royal Dutch Shell	200	Equity	Main market listing	BNP Paribas
Bankinter	200	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	200	Equity	Main market listing	BNP Paribas
Eni	199	Equity	Main market listing	BNP Paribas
Coca-Cola HBC	199	Equity	Main market listing	BNP Paribas
Paddy Power Betfair	199	Equity	Main market listing	BNP Paribas
HSBC	197	Equity	Main market listing	BNP Paribas
Red Electrica	195	Equity	Main market listing	BNP Paribas
Other Equity	1,221	Equity	Main market listing	BNP Paribas
Other Government Bond	219	Government Bond	Investment grade	BNP Paribas
Total collateral received	3,949			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		3,949	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
CHF		55
DKK		183
EUR		2,170
GBP		1,071
JPY		197
USD		273
Total collateral received		3,949

Aberdeen Asia Pacific and Japan Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
Citigroup	3,607	United States	Tri-party
Total market value of securities lending	3,607		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	4	125.00
Direct operational costs (securities lending agent costs)	(1)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(1)	(25.00)
Net return	3	100.00

Aberdeen Asia Pacific and Japan Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains	1		23,341		11,140
Revenue	2	2,968		3,850	
Expenses	3	(1,976)		(2,022)	
Net revenue before taxation		992		1,828	
Taxation	4	(151)		(162)	
Net revenue after taxation			841		1,666
Total return before distributions			24,182		12,806
Distributions	5		(844)		(1,757)
Change in net assets attributable to shareholders from investment activities			23,338		11,049

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		137,086		182,513
Amounts receivable on issue of shares	5,270		3,699	
Amounts payable on cancellation of shares	(25,239)		(61,749)	
		(19,969)		(58,050)
Dilution adjustment		-		58
Change in net assets attributable to shareholders from investment activities		23,338		11,049
Retained distributions on accumulation shares		794		1,516
Closing net assets attributable to shareholders		141,249		137,086

Aberdeen Asia Pacific and Japan Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		139,685	135,782
Current assets:			
Debtors	6	3,202	1,795
Cash and bank balances		2,644	2,152
Total assets		145,531	139,729
Liabilities:			
Creditors:			
Bank overdrafts		41	-
Other creditors	7	4,241	2,643
Total liabilities		4,282	2,643
Net assets attributable to shareholders		141,249	137,086

Aberdeen Asia Pacific and Japan Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	23,395	11,065
Other currency (losses)/gains	(54)	79
Class actions	-	(4)
Net capital gains	23,341	11,140

2. Revenue

	2017 £'000	2016 £'000
UK dividends	372	859
Interest on debt securities	3	17
Overseas dividends	2,269	2,532
Revenue from collective investment schemes	32	-
Underwriting commission	-	6
Stock dividends	272	320
Stock lending commission	3	2
Bank interest	-	3
Management fee rebates taken to revenue	17	111
Total revenue	2,968	3,850

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	1,727	1,781
Operating, administrative and servicing fees	249	241
Total expenses	1,976	2,022

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	151	162
Current tax charge	151	162
Total taxation	151	162

Aberdeen Asia Pacific and Japan Equity Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	992	1,828
Corporation tax at 20% (2016 - 20%)	198	366
Effects of:		
UK dividends	(105)	(172)
Non-taxable overseas dividends	(484)	(506)
Other non-taxable income	-	(64)
Excess management expenses	391	377
Irrecoverable overseas withholding tax	151	161
Total taxation	151	162

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £5,389,000 (2016 - £4,998,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Final	794	1,516
Add: Revenue deducted on cancellation of shares	67	271
Deduct: Revenue received on issue of shares	(17)	(30)
Distributions for the year	844	1,757
Total distributions	844	1,757

Details of the distribution per share are set out in the distribution tables on page 80.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	841	1,666
Add:		
Movement between share classes due to conversion	3	91
Distributions	844	1,757

Aberdeen Asia Pacific and Japan Equity Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	186	176
Amounts receivable for issue of shares	124	2
Overseas withholding tax reclaimable	7	37
Sales awaiting settlement	620	342
Currency transactions awaiting settlement	2,245	1,218
Other debtor	20	20
Total debtors	3,202	1,795

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	171	165
Amounts payable for cancellation of shares	160	368
Purchases awaiting settlement	1,675	910
Currency transactions awaiting settlement	2,235	1,200
Total other creditors	4,241	2,643

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 69. £185,000 was due to the ACD (2016 - £510,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £21,297,000 (2016 - £15,637,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Cofunds Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 22% of the Fund's shares in issue.

Aberdeen Asia Pacific and Japan Equity Fund

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.75%

Class 'I': 1.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 62. The distribution per share class is given in the distribution tables on page 80. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares
Opening number of shares	23,932,171	70,672,353
Creations during the year	1,213,900	1,909,200
Cancellations during the year	(5,068,400)	(10,430,900)
Shares converted during the year	(514,040)	780,912
Closing shares in issue	19,563,631	62,931,565

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen Asia Pacific and Japan Equity Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2017			
Citigroup	2,715	3,010	Equity
Citigroup	892	939	Government Bond
Total	3,607	3,949	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	4	1	3

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2016			
BNP Paribas	10	11	Equity
BNP Paribas	10	12	Government Bond
Citigroup	793	873	Equity
Total	813	896	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	3	1	2

Aberdeen Asia Pacific and Japan Equity Fund

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Australian Dollar	-	1,655	1,655
Hong Kong Dollar	-	18,771	18,771
Indian Rupee	23	7,370	7,393
Indonesian Rupiah	(94)	4,681	4,587
Japanese Yen	89	40,302	40,391
Korean Won	11	7,487	7,498
Malaysian Ringgit	-	1,023	1,023
Philippine Peso	-	3,253	3,253
Pound Sterling	1,439	15,992	17,431
Singapore Dollar	23	14,886	14,909
Taiwan Dollar	73	5,227	5,300
Thai Baht	-	1,459	1,459
US Dollar	-	17,579	17,579
Net assets	1,564	139,685	141,249
2016			
Australian Dollar	-	5,108	5,108
Hong Kong Dollar	-	20,916	20,916
Indian Rupee	21	4,990	5,011
Indonesian Rupiah	-	2,970	2,970
Japanese Yen	89	36,936	37,025
Korean Won	(34)	6,686	6,652
Malaysian Ringgit	-	1,758	1,758
Philippine Peso	-	3,224	3,224
Pound Sterling	900	22,096	22,996
Singapore Dollar	59	17,720	17,779
Taiwan Dollar	266	5,669	5,935
Thai Baht	-	774	774
US Dollar	3	6,935	6,938
Net assets	1,304	135,782	137,086

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £12,382,000 (2016 - £11,409,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Aberdeen Asia Pacific and Japan Equity Fund

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £6,984,000 (2016 - £6,789,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Bank overdrafts	-	41	-	-	41
Other creditors	-	4,241	-	-	4,241
Total financial liabilities	-	4,282	-	-	4,282
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	2,643	-	-	2,643
Distribution payable	-	-	-	-	-
Total financial liabilities	-	2,643	-	-	2,643

Aberdeen Asia Pacific and Japan Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	-	-	571	-
Equities	26,541	15,962	48,976	67,648
Collective Investment Schemes	10,504	918	7,406	4,319
Trades in the year before transactions costs	37,045	16,880	56,953	71,967
Commissions				
Bonds	-	-	-	-
Equities	16	10	(22)	(37)
Collective Investment Schemes	-	-	-	-
Total commissions	16	10	(22)	(37)
Taxes				
Bonds	-	-	-	-
Equities	5	2	(19)	(38)
Collective Investment Schemes	-	-	-	-
Total taxes	5	2	(19)	(38)
Other expenses				
Bonds	-	-	-	-
Equities	1	1	(10)	(16)
Collective Investment Schemes	-	-	-	-
Total other expenses	1	1	(10)	(16)
Total transaction costs	22	13	(51)	(91)
Total net trades in the year after transaction costs	37,067	16,893	56,902	71,876

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Equities	0.06	0.06	0.04	0.05
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Equities	0.02	0.01	0.04	0.05
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Equities	0.00	0.01	0.02	0.02
Collective Investment Schemes	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Asia Pacific and Japan Equity Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.04
Taxes	0.02	0.03
Other expenses	0.01	0.01
Total costs	0.05	0.08

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.25% (2016 - 0.25%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculations. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	127,732	-	122,666	-
Level 2	11,953	-	13,116	-
Level 3	-	-	-	-
Total	139,685	-	135,782	-

Aberdeen Asia Pacific and Japan Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.19826	-	0.19826	1.34850
Group 2	-	0.19826	0.19826	1.34850
I Accumulation shares				
Group 1	1.20069	-	1.20069	1.68800
Group 2	0.54873	0.65196	1.20069	1.68800

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Asia Pacific Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The objective of the Fund is to achieve capital growth by investing in the countries of the Asia Pacific region excluding Japan.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Asia Pacific Equity Fund - A Accumulation Shares increased by 21.87% compared to an increase of 25.69% in the benchmark, the MSCI AC Asia Pacific ex Japan Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Asian equities posted solid gains over the year, buoyed by improving fundamentals across the region and a recovery in global trade. Expectations that the US Federal Reserve would maintain a gradual pace of monetary tightening further bolstered risk appetite. Gains, however, were capped by worries of a messy Brexit, doubts about US President Donald Trump's ability to deliver on his economic agenda, and volatile oil prices.

China outpaced the region. Upbeat growth data, along with a sustained rise in Chinese internet stocks and MSCI's decision to include A-shares to its influential indices, drove the mainland market, despite Beijing's increased regulatory scrutiny and efforts to tighten leverage. Meanwhile, a re-rating of the technology sector underpinned Korea and Taiwan, with companies in the Apple supply chain among the beneficiaries. Korea also gained on the back of Moon Jae-in's presidential election win and hopes of easing tensions with China over the Thaad missile defence system.

The Philippines and Malaysia, however, were the key regional laggards. Shares in the Philippines declined after an extended run, partly hampered by President Rodrigo Duterte's political rhetoric. In Malaysia, sluggish economic growth and political uncertainty surrounding the scandal-hit state investment fund undermined sentiment.

Portfolio review

The Fund delivered healthy returns over the review period, although it trailed the benchmark. China was a key area of weakness. Our light exposure to the mainland hurt performance, given the sharp rally in the domestic stockmarket. The lack of exposure to local internet giants Tencent and Alibaba also cost the Fund. The companies' robust earnings growth has whetted investor appetite and pushed their share

prices up by more than 60% and 80%, respectively. Although we don't hold Alibaba, we recently initiated a position in Tencent for our Aberdeen Global – Chinese Equity Fund, reflecting our evolving view of the company. Tencent's management has executed well on strategy and is improving in its treatment of minority shareholders, which are helping to mitigate our concerns over its corporate structure. Swire Pacific was another detractor. The Hong Kong conglomerate suffered soft annual results, hampered by both its airline subsidiary Cathay Pacific and marine business Swire Pacific Offshore.

However, the losses were mitigated by several of our financial holdings, which performed well as asset quality concerns eased and fee income improved. These included global lenders such as HSBC and Standard Chartered, along with Singapore banks OCBC, DBS and UOB. The re-rating of Singapore lenders' shares provided us the opportunity to take profits. Our regional life insurance holding in AIA Group further boosted returns, with its good fundamental performance reflected in the share price rally.

Australia was another positive contributor. Our holdings in Rio Tinto and BHP Billiton outperformed the local market as iron ore prices rallied on the back of positive Chinese macroeconomic data. BHP was also buoyed by the appointment of a new Chairman, Ken MacKenzie, who used to head another Australian-listed company Amcor. He has a good track record in restructuring Amcor's business during his tenure there, and we welcome this development, which was timely in view of much-discussed proposals to unlock further value from the company. We pared our positions in Rio and BHP following the strong run-up in their share prices.

Our Indian holdings also performed impressively on the back of a rising domestic market. The ruling BJP's landslide win in the Uttar Pradesh state election in March and receding short-term pain from demonetisation supported the local benchmark, while the implementation of GST proved fairly benign. Against this backdrop, two of our holdings – Grasim Industries and HDFC – were among the top contributors to relative return. Grasim continued to rise on expectations of its restructuring into a broader conglomerate, comprising cement, viscose fibre, chemicals, telecoms and financial services businesses. As a long-term shareholder in the group, we've seen and benefited from similar restructurings that the group has previously undertaken. Hence, we remain supportive of its latest effort. Meanwhile, HDFC's core mortgage business continues to thrive, bolstered by supportive affordable housing policies designed to increase supply.

Besides the portfolio movements stated earlier, we had mentioned in the interim report the initiations of Indian software services company Tata Consultancy Services, and Chinese fast-food operator Yum China following the parent company's (Yum Brands) restructuring.

In the latter half of the period, we introduced Bangkok Dusit Medical Services, the largest private hospital group in Thailand with well-recognised brands and good management. It stands to benefit from the rising demand for health care domestically and medical tourism across the region, given its reputation in high-quality complex treatments.

Aberdeen Asia Pacific Equity Fund

In India, we initiated positions in two companies – Hindustan Unilever and Kotak Mahindra Bank – and exited ICICI Bank. Hindustan Unilever is the Indian subsidiary of Anglo-Dutch consumer goods giant Unilever. Besides having a strong balance sheet, Hindustan Unilever has an unrivalled portfolio of brands, an extensive distribution network nationwide, as well as a long and successful operational track record in the country. Kotak Mahindra is a well-managed private lender that has grown rapidly under the founder's stewardship as the local banking sector liberalised and private banks took an increasing market share from the less efficient and less well-managed state-owned banks. With good asset quality and a solid capital base, it is well positioned for a recovery in the Indian credit market, where a notable portion of the banking players remain undercapitalised. Meanwhile, ICICI Bank's share price rally provided us the opportunity to exit the stock, as the lender's balance sheet was saddled with significant non-performing loans.

Elsewhere, we continued to build our position in the Aberdeen Global – China A-Share Fund, which provides diversified exposure to the domestic economy. The fund has been performing well, led by good stock selection in the technology, consumer discretionary and industrial sectors, and with core underlying holdings, such as Hangzhou Hikvision, Shanghai International Airport and China International Travel Service, delivering impressive results.

We also added to our two Korean holdings AmorePacific Corp and Naver on weakness. While AmorePacific's share price has been hurt by Thaad-related tensions between South Korea and China, the cosmetics company remains committed to investing in its brands to ensure that it is well positioned for when demand recovers. Its international operations continue to deliver steady growth, as its brands are well recognised by overseas customers. As for Naver, we continue to see good traction in the domestic business as the company leverages its market leadership and extends its lead into e-commerce and search advertising sector.

Outlook

Asia has made a strong comeback this year with a broad recovery in exports and earnings, and China expected to drive regional growth. Inflation is generally subdued while many central banks have bucked the trend in the developed world by maintaining accommodative monetary policies. Although we can't be certain if regional markets will maintain the double-digit percentage returns that they have generated so far this year, valuations are broadly supportive and we remain comfortable with our holdings. Capital management is much improved and we see this in cash flow and better pay outs.

Asian Equities Team

August 2017

Aberdeen Asia Pacific Equity Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.95	1.20	0.20
31 July 2016	1.95	1.20	0.20
31 July 2015	1.94	1.19	0.19

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- Chinese Domestic Securities Market: The Fund may invest directly or indirectly in Chinese domestic securities markets via various channels, which involves additional risks as further described in the Fund's Prospectus.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberndeen-asset.co.uk.

Aberdeen Asia Pacific Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	214.42	196.00	198.60
Return before operating charges*	51.96	21.96	1.39
Operating charges	(4.64)	(3.54)	(3.99)
Return after operating charges*	47.32	18.42	(2.60)
Distributions on accumulation shares	(1.09)	(1.90)	(2.10)
Retained distributions on accumulation shares	1.09	1.90	2.10
Closing net asset value per share	261.74	214.42	196.00
 * after direct transaction costs of:	 0.15	 0.14	 0.16
Performance			
Return after charges	22.07%	9.40%	(1.31%)
Other information			
Closing net asset value (£'000s)	322,674	319,315	532,620
Closing number of shares	123,279,877	148,918,951	271,749,604
Operating charges	1.95%	1.95%	1.94%
Direct transaction costs	0.06%	0.08%	0.08%
Prices			
Highest share price (pence)	264.07	218.33	225.80
Lowest share price (pence)	213.55	160.24	191.02

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Asia Pacific Equity Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	194.49	179.37	183.72
Return before operating charges*	47.13	20.09	1.28
Operating charges	(4.22)	(3.23)	(3.69)
Return after operating charges*	42.91	16.86	(2.41)
Distributions on income shares	(0.98)	(1.74)	(1.94)
Closing net asset value per share	236.42	194.49	179.37
 * after direct transaction costs of:	 0.14	 0.13	 0.15
Performance			
Return after charges	22.06%	9.40%	(1.31%)
Other information			
Closing net asset value (£'000s)	23,477	20,940	49,130
Closing number of shares	9,930,082	10,766,265	27,389,648
Operating charges	1.95%	1.95%	1.94%
Direct transaction costs	0.06%	0.08%	0.08%
Prices			
Highest share price (pence)	239.52	199.80	208.88
Lowest share price (pence)	193.69	146.65	176.71

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Asia Pacific Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	229.21	207.95	209.21
Return before operating charges*	55.74	23.59	1.33
Operating charges	(3.06)	(2.33)	(2.59)
Return after operating charges*	52.68	21.26	(1.26)
Distributions on accumulation shares	(3.09)	(3.48)	(3.78)
Retained distributions on accumulation shares	3.09	3.48	3.78
Closing net asset value per share	281.89	229.21	207.95
 * after direct transaction costs of:	 0.17	 0.15	 0.17
Performance			
Return after charges	22.98%	10.22%	(0.60%)
Other information			
Closing net asset value (£'000s)	809,196	809,692	934,315
Closing number of shares	287,055,830	353,259,550	449,306,820
Operating charges	1.20%	1.20%	1.19%
Direct transaction costs	0.06%	0.08%	0.08%
Prices			
Highest share price (pence)	284.34	233.36	239.06
Lowest share price (pence)	228.28	170.70	201.79

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Asia Pacific Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	110.91	102.17	104.69
Return before operating charges*	26.98	11.59	0.66
Operating charges	(1.49)	(1.14)	(1.29)
Return after operating charges*	25.49	10.45	(0.63)
Distributions on income shares	(1.49)	(1.71)	(1.89)
Closing net asset value per share	134.91	110.91	102.17
 * after direct transaction costs of:	 0.08	 0.07	 0.08
Performance			
Return after charges	22.98%	10.23%	(0.60%)
Other information			
Closing net asset value (£'000s)	56,584	48,177	43,043
Closing number of shares	41,940,775	43,436,149	42,126,938
Operating charges	1.20%	1.20%	1.19%
Direct transaction costs	0.06%	0.08%	0.08%
Prices			
Highest share price (pence)	137.59	114.66	119.63
Lowest share price (pence)	110.47	83.88	100.98

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Asia Pacific Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	250.35	224.88	224.11
Return before operating charges*	61.20	25.89	1.22
Operating charges	(0.56)	(0.42)	(0.45)
Return after operating charges*	60.64	25.47	0.77
Distributions on accumulation shares	(6.19)	(5.89)	(6.28)
Retained distributions on accumulation shares	6.19	5.89	6.28
Closing net asset value per share	310.99	250.35	224.88
 * after direct transaction costs of:	 0.18	 0.16	 0.18
Performance			
Return after charges	24.22%	11.33%	0.34%
Other information			
Closing net asset value (£'000s)	91,365	83,368	66,706
Closing number of shares	29,379,181	33,300,481	29,662,995
Operating charges	0.20%	0.20%	0.19%
Direct transaction costs	0.06%	0.08%	0.08%
Prices			
Highest share price (pence)	313.59	254.86	257.81
Lowest share price (pence)	249.34	185.59	216.96

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Asia Pacific Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
92.75% (2016: 94.66%)			
Equities 92.75% (2016: 94.55%)			
Australia 1.96% (2016: 5.05%)			
CSL	334,479	25,501	1.96
China 1.96% (2016: 1.78%)			
Anhui Conch Cement ^{oo}	5,665,000	15,900	1.22
PetroChina	19,799,900	9,673	0.74
		25,573	1.96
Hong Kong 19.13% (2016: 20.81%)			
AIA	7,387,800	44,127	3.39
China Mobile	4,853,600	39,455	3.03
Dairy Farm International	983,700	5,999	0.46
Hang Lung	5,173,000	14,921	1.14
Hang Lung Properties	3,004,220	5,666	0.43
Hong Kong Exchanges & Clearing	1,223,422	26,473	2.03
Jardine Strategic	1,993,052	61,241	4.71
MTR	2,442,208	10,697	0.82
Swire Pacific 'B'	22,473,700	30,208	2.32
Swire Properties	4,000,218	10,470	0.80
		249,257	19.13
India 13.18% (2016: 8.81%)			
Aditya Birla Capital	3,607,625	7,244	0.56
Grasim Industries	2,576,875	32,547	2.49
Hero MotoCorp	449,407	19,419	1.49
Hindustan Unilever	663,745	9,103	0.70
Housing Development Finance	2,138,305	45,194	3.46
Infosys	444,000	5,329	0.41
ITC	8,646,300	29,157	2.24
Kotak Mahindra Bank	1,134,000	13,717	1.05
Tata Consultancy Services	342,858	10,106	0.78
		171,816	13.18
Indonesia 4.17% (2016: 2.77%)			
Astra International	19,446,500	8,829	0.68
Bank Central Asia	29,651,900	31,525	2.42
Unilever Indonesia	5,019,821	13,981	1.07
		54,335	4.17
Malaysia 2.19% (2016: 2.97%)			
British American Tobacco Malaysia	142,800	1,113	0.09
CIMB	12,868,082	14,910	1.14
Public Bank	3,489,195	12,536	0.96
		28,559	2.19

Aberdeen Asia Pacific Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Philippines 3.91% (2016: 4.02%)			
Ayala Land	40,761,740	25,674	1.97
Bank of the Philippine Islands	16,054,945	25,244	1.94
		50,918	3.91
Singapore 16.39% (2016: 18.73%)			
City Developments	6,388,100	40,058	3.07
DBS	2,131,755	25,747	1.98
Keppel	6,356,200	22,736	1.74
Oversea-Chinese Banking	7,287,925	46,270	3.55
Singapore Technologies Engineering	11,917,500	25,044	1.92
Singapore Telecommunications	18,420,779	40,871	3.14
United Overseas Bank	962,235	12,902	0.99
		213,628	16.39
South Korea 8.43% (2016: 7.69%)			
Amorepacific	45,116	3,700	0.28
Amorepacific (PREF)	80,075	9,553	0.73
E-Mart	76,239	13,100	1.01
Naver	41,318	22,489	1.73
Samsung Electronics (PREF)	46,664	61,047	4.68
		109,889	8.43
Sri Lanka 1.55% (2016: 1.80%)			
Aitken Spence	10,436,328	3,361	0.26
DFCC Bank	6,750,000	4,155	0.32
John Keells	14,891,083	12,719	0.97
		20,235	1.55
Taiwan 5.08% (2016: 5.16%)			
Taiwan Mobile	6,309,305	17,038	1.31
TSMC	9,143,827	49,155	3.77
		66,193	5.08
Thailand 3.26% (2016: 3.17%)			
Aberdeen New Thai Investment Trust ^{†#°}	1,786,130	9,203	0.71
Bangkok Dusit Medical Services (Alien)	13,922,500	6,030	0.46
Siam Cement (Alien)	2,369,400	27,221	2.09
		42,454	3.26
United Kingdom 10.34% (2016: 10.75%)			
Aberdeen Asian Smaller Companies Investment Trust ^{†#°}	1,203,400	12,780	0.98
BHP Billiton [°]	1,858,600	25,612	1.97
HSBC	4,290,510	32,669	2.51
Rio Tinto	984,040	34,638	2.65
Standard Chartered	3,435,106	29,085	2.23
		134,784	10.34

Aberdeen Asia Pacific Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
United States 1.20% (2016: 1.04%)			
Yum China	574,000	15,587	1.20
Total Equities		1,208,729	92.75
Bonds nil (2016: 0.11%)			
Corporate Convertible Bonds nil (2016: 0.11%)			
United Kingdom nil (2016: 0.11%)			
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		1,208,729	92.75
Open Ended Investment Funds 5.88% (2016: 4.55%)			
Aberdeen Global - China A Share Equity Fund Z-2 [†]	6,162,362	56,378	4.32
Aberdeen Global - Indian Equity Fund Z-2 [†]	1,283,665	20,286	1.56
		76,664	5.88
Total Open Ended Investment Funds		76,664	5.88
Total investments		1,285,393	98.63
Other net assets		17,903	1.37
Total net assets		1,303,296	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

^{*} Listed on the London Stock Exchange.

[#] Regional investment vehicle.

Comparative figures are as at 31 July 2016.

Aberdeen Asia Pacific Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	21,127	1.64	1.62

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
JPM Chase	1,536	Equity	Main market listing	BNP Paribas
Deere & Co	1,530	Equity	Main market listing	BNP Paribas
France (Government of)	1,443	Government Bond	Investment grade	BNP Paribas
HSBC	815	Equity	Main market listing	BNP Paribas
Imperial Brands	802	Equity	Main market listing	BNP Paribas
NTT	785	Equity	Main market listing	BNP Paribas
Toyota Motor	781	Equity	Main market listing	BNP Paribas
Daimler	778	Equity	Main market listing	BNP Paribas
British Sky Broadcasting	777	Equity	Main market listing	BNP Paribas
Intertek Testing Services	776	Equity	Main market listing	BNP Paribas
Other Equity	12,845	Equity	Main market listing	BNP Paribas
Other Government Bond	393	Government Bond	Investment grade	BNP Paribas
Total collateral received	23,261			

Market value of collateral held		Proportion held in segregated accounts
Collateral held per custodian	£'000	%
BNP Paribas	23,261	100.00

One custodian is used to hold the collateral.

Market value of collateral received	
Collateral analysed by currency	£'000
CHF	852
DKK	221
EUR	6,737
GBP	6,682
JPY	3,657
USD	5,112
Total collateral received	23,261

Aberdeen Asia Pacific Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
Societe Generale	14,135	France	Tri-party
Citigroup	4,316	United States	Tri-party
BNP Paribas	2,676	France	Tri-party
Total market value of securities lending	21,127		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	49	125.00
Direct operational costs (securities lending agent costs)	(10)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(10)	(25.00)
Net return	39	100.00

Aberdeen Asia Pacific Equity Fund

Statement of total return

For the year ended 31 July 2017

	Notes	2017 £'000	2016 £'000
Income			
Net capital gains	1	254,556	60,145
Revenue	2	32,253	39,117
Expenses	3	(17,077)	(17,161)
Net revenue before taxation		15,176	21,956
Taxation	4	(1,288)	(1,326)
Net revenue after taxation		13,888	20,630
Total return before distributions		268,444	80,775
Distributions	5	(13,950)	(21,011)
Change in net assets attributable to shareholders from investment activities		254,494	59,764

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017 £'000	2016 £'000
Opening net assets attributable to shareholders	1,281,492	1,625,814
Amounts receivable on issue of shares	17,145	54,361
Amounts payable on cancellation of shares	(261,858)	(475,989)
	(244,713)	(421,628)
Dilution adjustment	-	448
Change in net assets attributable to shareholders from investment activities	254,494	59,764
Retained distributions on accumulation shares	12,017	17,087
Unclaimed distributions > 6 years	6	7
Closing net assets attributable to shareholders	1,303,296	1,281,492

Aberdeen Asia Pacific Equity Fund

Balance sheet As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		1,285,393	1,271,385
Current assets:			
Debtors	6	10,539	4,643
Cash and bank balances		20,268	12,105
Total assets		1,316,200	1,288,133
Liabilities:			
Creditors:			
Bank overdraft		-	167
Other creditors	7	12,180	5,544
Distribution payable		724	930
Total liabilities		12,904	6,641
Net assets attributable to shareholders		1,303,296	1,281,492

Aberdeen Asia Pacific Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	255,559	60,851
Other currency (losses)/gains	(1,004)	30
Transaction costs	-	(1)
Class actions	-	(735)
Net capital gains	254,555	60,145

2. Revenue

	2017 £'000	2016 £'000
UK dividends	3,186	8,667
Interest on debt securities	6	44
Overseas dividends	24,454	25,862
Revenue from collective investment schemes	372	-
Underwriting commission	-	65
Stock dividends	4,050	3,533
Stock lending commission	39	46
Bank interest	2	29
Management fee rebates taken to revenue	144	871
Total revenue	32,253	39,117

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	14,611	14,739
Operating, administrative and servicing fees	2,466	2,422
Total expenses	17,077	17,161

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	1,288	1,326
Current tax charge	1,288	1,326
Total taxation	1,288	1,326

Aberdeen Asia Pacific Equity Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	15,176	21,956
Corporation tax at 20% (2016 - 20%)	3,035	4,391
Effects of:		
UK dividends	(966)	(1,733)
Non-taxable overseas dividends	(5,457)	(5,598)
Tax effect of expensed double taxation relief	-	(40)
Excess management expenses	3,388	2,980
Irrecoverable overseas withholding tax	1,288	1,326
Total taxation	1,288	1,326

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £43,354,000 (2016 - £39,966,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Final	12,741	18,018
Add: Revenue deducted on cancellation of shares	1,326	3,403
Deduct: Revenue received on issue of shares	(117)	(410)
Distributions for the year	13,950	21,011
Total distributions	13,950	21,011

Details of the distribution per share are set out in the distribution tables on page 105.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	13,888	20,630
Add:		
Undistributed revenue brought forward	40	55
Movement between share classes due to conversion	22	366
Deduct:		
Undistributed revenue carried forward	-	(40)
Distributions	13,950	21,011

Aberdeen Asia Pacific Equity Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	1,223	890
Amounts receivable for issue of shares	96	56
Overseas withholding tax reclaimable	84	375
Sales awaiting settlement	2,159	-
Currency transactions awaiting settlement	3,656	-
Other debtor	3,321	3,322
Total debtors	10,539	4,643

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	1,467	1,442
Amounts payable for cancellation of shares	4,418	3,922
Purchases awaiting settlement	2,623	180
Currency transactions awaiting settlement	3,672	-
Total other creditors	12,180	5,544

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 94. £5,578,000 was due to the ACD (2016 - £5,101,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £98,647,000 (2016 - £79,080,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Windsor Life Assurance Co Ltd held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 30% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.75%

Class 'I': 1.00%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 84. The distribution per share class is given in the distribution tables on page 105. All share classes have the same rights on winding up.

Aberdeen Asia Pacific Equity Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	148,918,951	10,766,265	353,259,550	43,436,149
Creations during the year	434,500	158,454	2,841,272	5,894,075
Cancellations during the year	(23,499,518)	(812,300)	(71,170,484)	(8,274,616)
Shares converted during the year	(2,574,056)	(182,337)	2,125,492	885,167
Closing shares in issue	123,279,877	9,930,082	287,055,830	41,940,775

	Z Accumulation shares
Opening number of shares	33,300,481
Creations during the year	345,300
Cancellations during the year	(4,266,600)
Shares converted during the year	-
Closing shares in issue	29,379,181

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Aberdeen Asia Pacific Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
BNP Paribas	2,676	2,952	Equity
Citigroup	3,250	3,604	Equity
Citigroup	1,066	1,122	Government Bond
Societe Generale	13,457	14,869	Equity
Societe Generale	678	714	Government Bond
Total	21,127	23,261	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	49	10	39

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
ABN AMRO	3,423	3,803	Equity
ABN AMRO	25,559	26,906	Government Bond
Barclays Bank	2,422	2,600	Government Bond
BNP Paribas	3,325	3,639	Equity
BNP Paribas	5,905	6,215	Government Bond
Citigroup	3,061	3,367	Equity
Total	43,695	46,530	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	58	12	46

14. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Aberdeen Asia Pacific Equity Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Australian Dollar	-	25,501	25,501
Hong Kong Dollar	-	240,259	240,259
Indian Rupee	509	171,815	172,324
Indonesian Rupiah	(217)	54,335	54,118
Korean Won	722	109,889	110,611
Malaysian Ringgit	325	28,559	28,884
Philippine Peso	-	50,918	50,918
Pound Sterling	15,523	111,318	126,841
Singapore Dollar	284	213,629	213,913
Sri Lanka Rupee	-	20,235	20,235
Taiwan Dollar	757	66,193	66,950
Thai Baht	-	33,250	33,250
US Dollar	-	159,492	159,492
Net assets	17,903	1,285,393	1,303,296

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Australian Dollar	-	64,672	64,672
Hong Kong Dollar	-	250,956	250,956
Indian Rupee	822	112,929	113,751
Indonesian Rupiah	-	35,466	35,466
Korean Won	(302)	98,483	98,181
Malaysian Ringgit	-	38,048	38,048
Philippine Peso	-	51,460	51,460
Pound Sterling	8,250	162,686	170,936
Singapore Dollar	275	240,020	240,295
Sri Lanka Rupee	-	23,069	23,069
Taiwan Dollar	1,001	66,136	67,137
Thai Baht	2	32,323	32,325
US Dollar	59	95,137	95,196
Net assets	10,107	1,271,385	1,281,492

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £117,646,000 (2016 - £111,056,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

Aberdeen Asia Pacific Equity Fund

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £64,270,000 (2016 - £63,569,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
<i>Non-derivatives</i>					
Other creditors	-	12,180	-	-	12,180
Distribution payable	-	724	-	-	724
Total financial liabilities	-	12,904	-	-	12,904
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Bank overdraft	167	-	-	-	167
Other creditors	-	5,544	-	-	5,544
Distribution payable	-	930	-	-	930
Total financial liabilities	167	6,474	-	-	6,641

Aberdeen Asia Pacific Equity Fund

15. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	-	-	1,435	-
Equities	154,452	79,390	403,894	457,944
Collective Investment Schemes	81,420	20,524	77,311	45,770
Trades in the year before transactions costs	235,872	99,914	482,640	503,714
Commissions				
Bonds	-	-	(1)	-
Equities	134	64	(255)	(405)
Collective Investment Schemes	-	-	-	-
Total commissions	134	64	(256)	(405)
Taxes				
Bonds	-	-	-	-
Equities	93	38	(237)	(322)
Collective Investment Schemes	-	-	-	-
Total taxes	93	38	(237)	(322)
Other expenses				
Bonds	-	-	-	-
Equities	10	8	(111)	(107)
Collective Investment Schemes	-	-	-	-
Total other expenses	10	8	(111)	(107)
Total transaction costs	237	110	(604)	(834)
Total net trades in the year after transaction costs	236,109	100,024	482,036	502,880

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Equities	0.09	0.06	0.06	0.08
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Equities	0.06	0.04	0.06	0.06
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Equities	0.01	0.01	0.03	0.02
Collective Investment Schemes	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Asia Pacific Equity Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.03	0.04
Taxes	0.03	0.03
Other expenses	0.01	0.01
Total costs	0.07	0.08

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.24% (2016 - 0.33%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

This methodology did not change the prior year figure.

16. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	1,208,729	-	1,211,656	-
Level 2	76,664	-	59,729	-
Level 3	-	-	-	-
Total	1,285,393	-	1,271,385	-

Aberdeen Asia Pacific Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.08594	-	1.08594	1.90130
Group 2	0.56736	0.51858	1.08594	1.90130
A Income shares				
Group 1	0.98498	-	0.98498	1.74000
Group 2	0.44611	0.53887	0.98498	1.74000
I Accumulation shares				
Group 1	3.08605	-	3.08605	3.48020
Group 2	1.53223	1.55382	3.08605	3.48020
I Income shares				
Group 1	1.49330	-	1.49330	1.71000
Group 2	0.57951	0.91379	1.49330	1.71000
Z Accumulation shares				
Group 1	6.19466	-	6.19466	5.89160
Group 2	3.46428	2.73038	6.19466	5.89160

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Corporate Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Investment grade corporate Debt and debt-related securities denominated in (or hedged back to) Sterling. The Fund may also invest in other transferable securities, including Investment grade and sub-Investment grade Debt and debt-related securities denominated in any currency, including those issued by governments, public bodies and supra-national issuers, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of Aberdeen Corporate Bond Fund - A Accumulation Shares increased by 2.85% compared to an increase of 2.39% in the benchmark, the Markit iBoxx Sterling Collateralized & Corporate Tracker Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Corporate bonds delivered strong returns over the 12 months to 31 July. Early on in the review period, government bond yields collapsed to record lows and corporate bond spreads tightened. In the UK, market participants focused on news flow which included a further easing of monetary policy by the Bank of England. While sterling was weak, reflecting those policy decisions and the increased likelihood of a slowdown in economic activity, UK risk assets – including investment grade bonds – performed very strongly.

Following the success of Donald Trump in November's US presidential election, inflationary risks were perceived to have increased and both equity and bond markets responded accordingly. Corporate bonds were strong in all the major markets, and credit risk premiums (spreads) fell as investor's added risk. Central banks such as the European Central Bank and the Bank of England bought significant amounts of bonds.

The asset class continued to deliver positive returns in the first quarter of 2017. While central banks continued to buy bonds, the main support for the asset class came from "real money" investors, and demand was sufficiently robust to soak up new issuance.

Between April and June, the benign global macroeconomic environment was supported by a strong earnings season. Markets also drew comfort from the result of the French presidential election. Towards the end of June, policymakers hinted that easy monetary policy regimes may be coming to a close, driving underlying government bond yields higher.

As the 12-month review period drew to an end, many of the themes that have prevailed over the past couple of years were evident once more. Financials led the performance tables – in particular, subordinated insurance bonds – but spreads tightened in practically all sectors. Better global growth conditions, persistent loose monetary policy, and the beneficial effects of the Bank of England's £10 billion corporate bond purchasing spree were all contributory factors.

Portfolio review

Returns from the Aberdeen Corporate Bond Fund were generally strong. Fund outperformance against the benchmark has been driven by asset allocation and stock selection, particularly within the principal financial sectors.

Early on, Fund performance was boosted by exposure to the UK investment grade market. While performance was largely driven by stock selection, an overall long position in lower quality credit risk was also beneficial. In its August meeting, the Bank of England announced a corporate bond-buying programme which boosted prices, to the benefit of the Fund.

Some exposure to US dollar-denominated corporate bonds was added to the Fund and performed well, especially in the period immediately after the US presidential election. Trades included purchases of new deals issued by Lanxess, Verizon and Thames Water, all of which were attractively priced. Sales included a reduction in Italian risk ahead of the referendum on the country's constitution and a reduction in exposure to UK engineering company GKN, which has some risks of a rating downgrade.

Moving into 2017, an overweight position in financial sector stocks – notably insurers – boosted returns. A short duration position for most of January was helpful. In February, exposure to French issuers Axa and utility company EDF detracted from returns as political concerns distracted market, but these recovered in March as market-friendly outcomes in upcoming elections were priced in.

Fund outperformance in April was driven by asset allocation and stock selection, particularly within the principal financial sectors. An overweight in Aviva and a holding in Royal & Sun Alliance were both beneficial. Underweight positions relative to benchmark in consumers, housing associations, water and covered bonds helped performance. In May, high yield bonds made a strong contribution. French corporate bonds performed well after Emmanuel Macron's presidential election victory. A hedge via the iTraxx Crossover index detracted as spreads tightened.

Towards the end of the review period, yield curve positioning detracted from performance. The Fund was positioned with an underweight duration stance – mostly expressed in the UK – against a falling yield environment.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The Bank of England's Monetary Policy Committee (MPC) is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

We continue to reduce the overall level of credit risk in the Fund with a move tighter in broad spreads. We have reduced our holdings in subordinated insurance and energy, reflecting the strong year-to-date performance. Duration exposure has also been reduced to benchmark levels.

Aberdeen Corporate Bond Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	P Shares %	Q Shares %	Z Shares %
31 July 2017	1.13	0.63	0.48	0.38	0.28	0.13
31 July 2016	1.13	0.63	0.48	0.38	0.28	0.13
31 July 2015	1.13	0.63	-	0.38	0.28	0.13

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Corporate Bond Fund

Comparative table

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	159.37	145.34	143.15 ^A
Return before operating charges*	5.92	16.56	3.87
Operating charges	(1.80)	(1.65)	(1.64)
Return after operating charges*	4.12	14.91	2.23
Distributions on accumulation shares	(3.99)	(4.40)	(0.17)
Retained distributions on accumulation shares	3.78	3.52	0.13
Closing net asset value per share	163.28	159.37	145.34
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	2.59%	10.26%	1.56%
Other information			
Closing net asset value (£'000s)	3,530	3,570	1,025
Closing number of shares	2,161,853	2,239,859	705,446
Operating charges	1.13%	1.13%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	165.48	159.58	145.87
Lowest share price (pence)	154.25	141.26	143.15

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	116.52	108.83	107.28 ^A
Return before operating charges*	4.12	11.53	2.88
Operating charges	(1.32)	(1.23)	(1.23)
Return after operating charges*	2.80	10.30	1.65
Distributions on income shares	(2.74)	(2.61)	(0.10)
Closing net asset value per share	116.58	116.52	108.83
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	2.40%	9.46%	1.54%
Other information			
Closing net asset value (£'000s)	416,957	460,739	514,335
Closing number of shares	357,655,935	395,422,015	472,621,059
Operating charges	1.13%	1.13%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	120.97	117.26	109.32
Lowest share price (pence)	112.16	104.43	107.28

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	182.51	165.77	163.24 ^A
Return before operating charges*	6.80	18.97	3.62
Operating charges	(1.16)	(1.06)	(1.04)
Return after operating charges*	5.64	17.91	2.58
Distributions on accumulation shares	(5.49)	(5.85)	(0.24)
Retained distributions on accumulation shares	5.20	4.68	0.19
Closing net asset value per share	187.86	182.51	165.77
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	3.09%	10.80%	1.58%
Other information			
Closing net asset value (£'000s)	16,336	16,718	2,392
Closing number of shares	8,695,942	9,160,166	1,443,224
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	190.14	182.74	166.37
Lowest share price (pence)	176.88	161.49	163.24

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	120.32	112.35	110.77 ^A
Return before operating charges*	4.21	11.82	2.42
Operating charges	(0.76)	(0.71)	(0.71)
Return after operating charges*	3.45	11.11	1.71
Distributions on income shares	(3.39)	(3.14)	(0.13)
Closing net asset value per share	120.38	120.32	112.35
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	2.87%	9.89%	1.54%
Other information			
Closing net asset value (£'000s)	14,053	15,897	3,315
Closing number of shares	11,674,462	13,213,064	2,950,569
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	124.94	121.20	112.89
Lowest share price (pence)	115.85	107.86	110.77

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

I Gross Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	208.26	187.85	184.93 ^A
Return before operating charges*	7.70	21.61	4.10
Operating charges	(1.34)	(1.20)	(1.18)
Return after operating charges*	6.36	20.41	2.92
Distributions on accumulation shares	(6.24)	(6.67)	(0.27)
Retained distributions on accumulation shares	6.24	6.67	0.27
Closing net asset value per share	214.62	208.26	187.85
	-		
* after direct transaction costs of:		-	-
Performance			
Return after charges	3.05%	10.87%	1.58%
Other information			
Closing net asset value (£'000s)	1,163	13,723	13,591
Closing number of shares	541,678	6,589,678	7,234,877
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	217.22	208.52	188.51
Lowest share price (pence)	202.15	183.75	184.93

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

K Income Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	106.45	100.00 ^B
Return before operating charges*	3.70	7.47
Operating charges	(0.51)	(0.47)
Return after operating charges*	3.19	7.00
Distributions on income shares	(3.13)	(0.55)
Closing net asset value per share	106.51	106.45
	-	
* after direct transaction costs of:		-
Performance		
Return after charges	3.00%	7.00%
Other information		
Closing net asset value (£'000s)	17	70
Closing number of shares	15,713	65,513
Operating charges	0.48%	0.48%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	110.56	107.14
Lowest share price (pence)	102.51	99.55

^A K Income share class launched on 13 May 2016.

^B The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

P Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	113.50	105.99	104.50 ^A
Return before operating charges*	3.95	11.09	2.02
Operating charges	(0.43)	(0.40)	(0.40)
Return after operating charges*	3.52	10.69	1.62
Distributions on income shares	(3.47)	(3.18)	(0.13)
Closing net asset value per share	113.55	113.50	105.99
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	3.10%	10.09%	1.55%
Other information			
Closing net asset value (£'000s)	72,326	37,151	28,336
Closing number of shares	63,692,503	32,732,759	26,733,879
Operating charges	0.38%	0.38%	0.38%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	117.87	114.38	106.50
Lowest share price (pence)	109.30	101.75	104.50

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

P Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	116.95	109.22	107.67 ^A
Return before operating charges*	4.27	12.26	2.12
Operating charges	(0.44)	(0.42)	(0.41)
Return after operating charges*	3.83	11.84	1.71
Distributions on income shares	(3.78)	(4.11)	(0.16)
Closing net asset value per share	117.00	116.95	109.22
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	3.27%	10.84%	1.59%
Other information			
Closing net asset value (£'000s)	2,648	1,679	1,380
Closing number of shares	2,263,307	1,435,407	1,263,906
Operating charges	0.38%	0.38%	0.38%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	121.50	118.05	109.76
Lowest share price (pence)	112.62	104.88	107.67

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

Q Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	113.48	105.99	104.49 ^A
Return before operating charges*	3.96	11.06	1.93
Operating charges	(0.32)	(0.30)	(0.30)
Return after operating charges*	3.64	10.76	1.63
Distributions on income shares	(3.58)	(3.27)	(0.13)
Closing net asset value per share	113.54	113.48	105.99
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	3.21%	10.15%	1.56%
Other information			
Closing net asset value (£'000s)	922,233	841,846	628,837
Closing number of shares	812,251,213	741,819,490	593,296,651
Operating charges	0.28%	0.28%	0.28%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	117.86	114.40	106.50
Lowest share price (pence)	109.30	101.75	104.49

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

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Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

Q Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	116.97	109.23	107.69 ^A
Return before operating charges*	4.28	12.26	2.02
Operating charges	(0.33)	(0.31)	(0.31)
Return after operating charges*	3.95	11.95	1.71
Distributions on income shares	(3.90)	(4.21)	(0.17)
Closing net asset value per share	117.02	116.97	109.23
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	3.38%	10.94%	1.59%
Other information			
Closing net asset value (£'000s)	48,965	44,308	30,447
Closing number of shares	41,845,091	37,879,987	27,873,299
Operating charges	0.28%	0.28%	0.28%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	121.52	118.09	109.78
Lowest share price (pence)	112.64	104.91	107.69

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

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Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

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Aberdeen Corporate Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	199.59	180.58	177.80 ^A
Return before operating charges*	7.47	20.72	3.07
Operating charges	(0.26)	(0.24)	(0.23)
Return after operating charges*	7.21	20.48	2.84
Distributions on accumulation shares	(7.02)	(7.32)	(0.30)
Retained distributions on accumulation shares	6.65	5.85	0.24
Closing net asset value per share	206.43	199.59	180.58
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	3.61%	11.34%	1.60%
Other information			
Closing net asset value (£'000s)	250,552	312,345	114,288
Closing number of shares	121,373,858	156,495,828	63,289,370
Operating charges	0.13%	0.13%	0.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	208.80	199.83	181.22
Lowest share price (pence)	193.68	176.29	177.80

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

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Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

Z Income Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	106.46	100.00 ^B
Return before operating charges*	4.15	7.20
Operating charges	(0.14)	(0.13)
Return after operating charges*	4.01	7.07
Distributions on income shares	(1.72)	(0.61)
Closing net asset value per share	108.75	106.46
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	3.77%	7.07%
Other information		
Closing net asset value (£'000s)	1	11,841
Closing number of shares	924	11,122,624
Operating charges	0.13%	0.13%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	110.56	107.20
Lowest share price (pence)	102.53	99.56

^A Z Income share class launched on 13 May 2016.

^B The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

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Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Corporate Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
91.58% (2016: 91.69%)					
Equities 0.35% (2016: 0.31%)					
United Kingdom 0.35% (2016: 0.31%)					
Santander UK			3,466,939	6,102	0.35
Total Equities				6,102	0.35
Bonds 91.23% (2016: 91.38%)					
Asset Backed Bonds/Mortgage Backed Bonds 0.90% (2016: 2.34%)					
United Kingdom 0.90% (2016: 2.34%)					
Castell 2017-1	FRN	25/10/44	8,311,000	8,311	0.47
Dukinfield II	FRN	20/12/52	7,411,506	7,484	0.43
				15,795	0.90
Total Asset Backed Bonds/Mortgage Backed Bonds				15,795	0.90
Corporate Bonds 85.99% (2016: 83.98%)					
Australia 2.78% (2016: 2.59%)					
APT Pipelines (EMTN) [∞]	3.5000	22/03/30	13,456,000	14,089	0.82
Australia & New Zealand Banking	FRN	PERP	10,000,000	6,019	0.34
BHP Billiton Finance (EMTN) [∞]	4.3000	25/09/42	4,971,000	6,128	0.35
Commonwealth Bank of Australia (EMTN)	1.1250	22/12/21	12,600,000	12,645	0.72
QBE Insurance	VAR	24/05/42	5,761,000	6,498	0.37
Vicinity Centres (EMTN)	3.3750	07/04/26	2,992,000	3,233	0.18
				48,612	2.78
Belgium nil (2016: 0.08%)					
Canada 0.27% (2016: 0.44%)					
Glencore Canada Financial (EMTN) [∞]	7.3750	27/05/20	4,000,000	4,635	0.27
Cayman Islands nil (2016: 0.08%)					
China nil (2016: 0.13%)					
Denmark 0.47% (2016: 0.25%)					
Danica Pension Livsforsikringsaktieselskab	VAR	29/09/45	5,000,000	5,092	0.29
Danske Bank (EMTN)	VAR	29/09/21	3,049,000	3,188	0.18
				8,280	0.47
France 6.67% (2016: 7.25%)					
AXA (EMTN)	VAR	PERP	12,398,000	13,715	0.78
AXA (EMTN)	VAR	PERP	5,109,000	6,016	0.34
Cie de Saint-Gobain (EMTN) [∞]	5.6250	15/11/24	4,200,000	5,224	0.30

Aberdeen Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
CNP Assurances	VAR	30/09/41	4,000,000	4,747	0.27
Electricite de France (EMTN)	6.1250	02/06/34	11,550,000	15,819	0.91
Electricite de France (EMTN)	5.5000	27/03/37	12,000,000	15,590	0.89
Electricite de France (EMTN)	5.5000	17/10/41	10,600,000	13,993	0.80
Electricite de France (EMTN)	6.0000	23/01/14	4,000,000	5,644	0.32
Electricite de France (EMTN)	5.1250	22/09/50	1,150,000	1,495	0.09
Electricite de France (EMTN)	VAR	PERP	5,400,000	5,711	0.33
Natixis (EMTN)	5.8750	24/02/20	6,369,000	7,161	0.41
Orange (EMTN)	5.3750	22/11/50	5,000,000	7,261	0.42
Orange (EMTN)	VAR	PERP	5,098,000	5,649	0.32
Societe Generale [∞]	VAR	PERP	3,500,000	3,714	0.21
TDF Infrastructure	2.5000	07/04/26	3,300,000	3,066	0.18
Teleperformance	1.5000	03/04/24	2,000,000	1,804	0.10
				116,609	6.67
Germany 4.15% (2016: 3.96%)					
BMW Finance (EMTN) [∞]	2.3750	01/12/21	5,000,000	5,264	0.30
Daimler (EMTN)	1.0000	20/12/19	5,000,000	4,996	0.29
E.ON International Finance (EMTN)	6.7500	27/01/39	9,050,000	14,061	0.80
E.ON International Finance (EMTN)	6.3750	07/06/32	5,900,000	8,342	0.48
innogy Finance (EMTN)	6.2500	03/06/30	11,775,000	16,203	0.93
innogy Finance (EMTN) [∞]	4.7500	31/01/34	6,500,000	8,005	0.46
innogy Finance (EMTN)	6.1250	06/07/39	1,450,000	2,137	0.12
KFW (EMTN)	5.5000	18/06/25	7,000,000	9,266	0.53
Volkswagen International Finance	VAR	PERP	4,900,000	4,254	0.24
				72,528	4.15
Ireland 0.19% (2016: 0.31%)					
ESB Finance (EMTN)	6.5000	05/03/20	3,000,000	3,406	0.19
Italy 2.08% (2016: 1.80%)					
Assicurazioni Generali	VAR	PERP	2,250,000	2,455	0.14
Enel (EMTN)	5.7500	22/06/37	10,000,000	13,522	0.78
Enel (EMTN)	6.2500	20/06/19	5,247,000	5,748	0.33
Enel Finance International (EMTN)	5.7500	14/09/40	4,000,000	5,457	0.31
Enel Finance International (EMTN)	5.6250	14/08/24	994,000	1,223	0.07
FCA Capital Ireland (EMTN) [∞]	1.6250	29/09/21	8,000,000	7,889	0.45
				36,294	2.08
Jersey nil (2016: 0.33%)					
Luxembourg nil (2016: 0.21%)					
Mexico 0.35% (2016: 0.75%)					
America Movil	4.9480	22/07/33	4,985,000	6,103	0.35

Aberdeen Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
Netherlands 1.68% (2016: 1.56%)					
ABN AMRO Bank (EMTN)	2.2500	11/09/17	2,183,000	2,187	0.13
Cooperatieve Rabobank (EMTN)	5.3750	03/08/60	2,500,000	4,327	0.25
Cooperatieve Rabobank (EMTN)	4.8750	10/01/23	1,000,000	1,176	0.07
ING Bank (EMTN)	VAR	29/05/23	6,745,000	7,047	0.40
Rabobank Nederland (EMTN)	4.6250	23/05/29	6,950,000	8,103	0.46
Rabobank Nederland	VAR	PERP	5,000,000	6,497	0.37
				29,337	1.68
New Zealand 0.36% (2016: 0.37%)					
Chorus (EMTN) [∞]	6.7500	06/04/20	5,500,000	6,255	0.36
Norway 0.14% (2016: nil)					
Nordea Bank Norge	FRN	PERP	4,000,000	2,488	0.14
Spain 0.76% (2016: nil)					
Iberdrola Finanzas (EMTN)	7.3750	29/01/24	10,000,000	13,317	0.76
Supranational 1.23% (2016: 0.10%)					
European Investment Bank (EMTN)	1.5000	01/02/19	10,000,000	10,160	0.58
European Investment Bank (EMTN)	4.2500	07/12/21	952,000	1,091	0.06
European Investment Bank (EMTN)	4.5000	07/06/29	8,000,000	10,401	0.59
				21,652	1.23
Sweden 0.57% (2016: 0.59%)					
Svenska Handelsbanken (EMTN) [∞]	4.0000	18/01/19	5,219,000	5,462	0.31
Vattenfall (EMTN)	6.8750	15/04/39	2,839,000	4,530	0.26
				9,992	0.57
Switzerland nil (2016: 1.07%)					
United Kingdom 55.12% (2016: 52.83%)					
Abbey National Treasury Services (EMTN)	1.8750	17/02/20	8,450,000	8,656	0.49
Annington Funding (EMTN)	3.6850	12/07/34	3,290,000	3,413	0.20
Annington Funding (EMTN)	3.9350	12/07/47	2,400,000	2,565	0.15
Aspire Defence Finance	4.6740	31/03/40	7,273,107	9,000	0.51
Aspire Defence Finance [∞]	4.6740	31/03/40	1,810,921	2,241	0.13
Autolink Concessionaires M6	8.3900	15/06/22	2,465,840	2,867	0.16
Aviva	VAR	14/11/36	6,000,000	7,144	0.41
Aviva (EMTN)	VAR	03/06/41	9,012,000	10,387	0.59
Aviva (EMTN)	VAR	04/06/50	3,950,000	4,363	0.25
Aviva (EMTN)	VAR	20/05/58	3,000,000	4,028	0.23
Aviva (EMTN)	VAR	12/09/49	2,061,000	2,156	0.12
Aviva	VAR	PERP	4,000,000	4,512	0.26
Babcock International (EMTN)	1.8750	05/10/26	4,782,000	4,640	0.27
BAE Systems	4.1250	08/06/22	9,459,000	10,620	0.61
Bank of Scotland	VAR	PERP	7,248,000	9,070	0.52
Barclays Bank (EMTN)	10.0000	21/05/21	18,106,000	23,311	1.34

Aberdeen Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
BAT International Finance (EMTN) ^{oo}	1.7500	05/07/21	7,825,000	7,924	0.45
BAT International Finance (EMTN) ^{oo}	2.2500	09/09/52	7,847,000	6,205	0.35
BAT International Finance (EMTN)	6.0000	24/11/34	3,918,000	5,400	0.31
BAT International Finance (EMTN)	4.0000	04/09/26	2,600,000	2,923	0.17
BG Energy Capital	VAR	30/11/72	13,911,000	14,157	0.81
BG Energy Capital (EMTN) ^{oo}	5.0000	04/11/36	6,610,000	8,870	0.51
BL Superstores Finance	5.2700	04/07/25	3,352,667	3,769	0.22
BP Capital Markets (EMTN)	2.0300	14/02/25	23,069,000	23,298	1.33
BUPA Finance	2.0000	05/04/24	7,740,000	7,752	0.44
Canary Wharf Finance II	6.4550	22/04/30	2,507,059	3,244	0.19
Centrica (EMTN) ^{oo}	4.3750	13/03/29	4,650,000	5,470	0.31
Channel Link Enterprises Finance	VAR	30/06/50	2,940,000	2,972	0.17
Channel Link Enterprises Finance ^{oo}	3.8480	30/06/50	930,000	980	0.06
Circle Anglia Social Housing (EMTN) ^{oo}	5.2000	02/03/44	4,248,000	6,019	0.34
City Greenwich Lewisham Rail Link	9.3750	11/10/20	512,727	556	0.03
City Greenwich Lewisham Rail Link	9.3750	11/10/20	81,818	89	0.01
Community Finance 1 (EMTN) (SINK)	5.0170	31/07/34	1,788,000	2,402	0.14
CYBG	VAR	09/02/26	3,659,000	3,756	0.21
Daily Mail & General Trust	6.3750	21/06/27	8,550,000	10,143	0.58
Dignity Finance	4.6956	31/12/49	7,428,000	9,195	0.53
DS Smith (EMTN)	2.8750	26/07/29	2,280,000	2,254	0.13
Eastern Power Networks (EMTN)	6.2500	12/11/36	4,475,000	6,772	0.39
FCE Bank (EMTN)	2.7270	03/06/22	6,060,000	6,304	0.36
Firstgroup	8.1250	19/09/18	10,000,000	10,775	0.62
Firstgroup	8.7500	08/04/21	5,952,000	7,448	0.43
Firstgroup	5.2500	29/11/22	3,000,000	3,489	0.20
Firstgroup ^{oo}	6.1250	18/01/19	1,905,000	2,039	0.12
Gatwick Funding (EMTN) ^{oo}	6.5000	02/03/41	5,600,000	8,871	0.51
Gatwick Funding (EMTN)	6.1250	02/03/28	6,000,000	7,788	0.45
Gatwick Funding (EMTN) ^{oo}	2.6250	07/10/46	1,700,000	1,571	0.09
GlaxoSmithKline Capital (EMTN) ^{oo}	5.2500	10/04/42	4,000,000	5,796	0.33
GlaxoSmithKline Capital (EMTN) ^{oo}	3.3750	20/12/27	2,622,000	2,942	0.17
GlaxoSmithKline Capital (EMTN)	6.3750	09/03/39	878,000	1,396	0.08
Great Rolling Stock (EMTN)	6.5000	05/04/31	4,810,000	6,306	0.36
Greene King Finance	5.7020	15/12/34	1,105,000	1,035	0.06
Greene King Finance (EMTN)	FRN	15/12/33	2,151,907	2,115	0.12
Greene King Finance (SINK)	4.0643	15/03/35	1,983,412	2,180	0.12
HBOS Capital Funding	6.8500	PERP	7,700,000	5,967	0.34
HBOS Capital Funding	VAR	PERP	4,700,000	4,982	0.28
Heathrow Funding (EMTN)	6.4500	10/12/31	13,589,000	19,667	1.12
Heathrow Funding (EMTN) ^{oo}	4.6250	31/10/46	7,371,000	9,653	0.55
Heathrow Funding (EMTN)	7.1250	14/02/24	5,570,000	7,172	0.41
Heathrow Funding (EMTN)	9.2000	29/03/21	4,650,000	5,946	0.34
Heathrow Funding (EMTN)	2.7500	09/08/49	4,200,000	4,012	0.23
HSBC (EMTN)	7.0000	07/04/38	13,400,000	20,173	1.15
HSBC (EMTN)	6.5000	20/05/24	12,823,000	16,564	0.95
HSBC (EMTN)	6.0000	29/03/40	8,900,000	12,221	0.70
HSBC (EMTN)	5.7500	20/12/27	2,027,000	2,527	0.14

Aberdeen Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
HSBC (EMTN)	VAR	18/10/22	200,000	202	0.01
Imperial Tobacco Finance (EMTN)	5.5000	28/09/26	6,014,000	7,447	0.43
Imperial Tobacco Finance (EMTN)	4.8750	07/06/32	2,390,000	2,864	0.16
InterContinental Hotels (EMTN)	3.7500	14/08/25	8,685,000	9,643	0.55
InterContinental Hotels (EMTN)	3.8750	28/11/22	4,159,000	4,579	0.26
Intu Metrocentre Finance	4.1250	06/12/23	6,610,000	7,330	0.42
LCR Finance	4.5000	07/12/28	5,000,000	6,467	0.37
LCR Finance	4.5000	07/12/28	1,337,000	1,729	0.10
Lloyds Bank	9.6250	06/04/23	4,000,000	5,551	0.32
Lloyds Bank (EMTN)	VAR	PERP	4,000,000	7,554	0.43
Lloyds Bank (EMTN)	7.6250	22/04/25	4,860,000	6,626	0.38
Lloyds Bank	11.7500	PERP	1,900,000	3,324	0.19
London Power Networks (EMTN)	5.1250	31/03/23	5,100,000	6,042	0.35
Longstone Finance	4.8960	19/04/36	1,955,000	2,203	0.13
Manchester Airport Group Funding (EMTN)	4.7500	31/03/34	7,600,000	9,610	0.55
Meadowhall Finance	4.9860	12/01/32	10,256,028	12,752	0.73
Meadowhall Finance	4.9880	12/01/32	3,791,772	4,705	0.27
Midland Heart Capital	5.0870	20/09/44	5,000,000	6,753	0.39
Motability Operations (EMTN)	3.6250	10/03/36	3,950,000	4,545	0.26
National Grid Gas Finance (EMTN)	2.7500	22/09/46	8,320,000	7,993	0.46
National Grid Gas Finance (EMTN)	2.6250	22/09/38	2,200,000	2,114	0.12
National Westminster Bank	6.5000	07/09/21	600,000	709	0.04
National Westminster Bank (EMTN)	VAR	PERP	10,790,000	9,152	0.52
National Westminster Bank (EMTN)	VAR	PERP	14,753,000	16,473	0.94
NGG Finance	VAR	18/06/73	10,300,000	11,678	0.67
NIE Finance	6.3750	02/06/26	10,162,000	13,631	0.78
Northern Gas Networks [∞]	4.8750	30/06/27	5,268,000	6,535	0.37
Northumbrian Water Finance	5.1250	23/01/42	2,820,000	3,951	0.23
Notting Hill Housing Trust	4.3750	20/02/54	3,250,000	4,360	0.25
Orbit Capital	3.5000	24/03/45	6,600,000	7,075	0.40
Paragon	VAR	09/09/26	8,237,000	8,851	0.51
Paragon Treasury	3.6250	21/01/47	3,000,000	3,290	0.19
Porterbrook Rail Finance (EMTN)	5.5000	20/04/19	9,800,000	10,504	0.60
Premiertel	6.1750	08/05/32	6,742,413	7,560	0.43
Prudential (EMTN)	VAR	19/12/63	8,160,000	9,473	0.54
Prudential (EMTN)	VAR	29/05/39	6,940,000	8,187	0.47
Prudential (EMTN)	VAR	20/07/55	1,100,000	1,189	0.07
Rio Tinto Finance (EMTN) [∞]	4.0000	11/12/29	6,020,000	7,039	0.40
RI Finance Bonds No 3	6.1250	13/11/28	4,950,000	5,696	0.33
RMPA Services	5.3370	30/09/38	8,791,967	10,832	0.62
Rolls-Royce (EMTN) [∞]	3.3750	18/06/26	2,800,000	3,059	0.17
Royal Bank of Scotland	VAR	PERP	4,069,000	4,366	0.25
RSA Insurance	VAR	10/10/45	10,400,000	11,756	0.67
Santander UK	10.0625	29/10/49	2,500,000	3,788	0.22
Santander UK (EMTN) [∞]	3.6250	14/01/26	5,449,000	5,880	0.34
Santander UK (EMTN)	5.2500	16/02/29	2,000,000	2,671	0.15
Scottish Amicable Finance	8.5000	PERP	3,000,000	3,179	0.18
Scottish Power UK (EMTN) (STEP)	VAR	31/05/41	3,500,000	5,161	0.30

Aberdeen Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
Scottish Widows	5.5000	16/06/23	2,889,000	3,285	0.19
Scottish Widows	7.0000	16/06/43	400,000	522	0.03
Segro	6.7500	23/11/21	9,632,000	11,815	0.68
Severn Trent Utilities Finance	6.2500	07/06/29	4,752,000	6,707	0.38
Severn Trent Utilities Finance	6.1250	26/02/24	5,000,000	6,331	0.36
Severn Trent Utilities Finance (EMTN)	4.8750	24/01/42	2,082,000	2,824	0.16
Severn Trent Utilities Finance (EMTN)	2.7500	05/12/31	2,000,000	2,074	0.12
Smiths (EMTN)	2.0000	23/02/27	2,570,000	2,355	0.13
Society of Lloyd's	4.7500	30/10/24	5,000,000	5,698	0.33
South Eastern Power Networks (EMTN)™	5.5000	05/06/26	6,248,000	7,935	0.45
Southern Gas Networks (EMTN)	5.1250	02/11/18	8,413,000	8,842	0.51
Southern Gas Networks (EMTN)™	4.8750	21/03/29	3,925,000	4,969	0.28
Southern Gas Networks (EMTN)	6.3750	15/05/40	2,425,000	3,851	0.22
Southern Water Services Finance (EMTN)™	VAR	31/03/38	2,500,000	2,761	0.16
SSE	VAR	PERP	21,000,000	21,671	1.24
SSE (EMTN)™	6.2500	27/08/38	3,350,000	5,071	0.29
Stagecoach	4.0000	29/09/25	9,701,000	10,572	0.60
Standard Chartered (EMTN)	5.1250	06/06/34	6,700,000	7,396	0.42
Standard Chartered (EMTN)	VAR	PERP	3,550,000	4,105	0.23
Standard Life (EMTN)	VAR	04/12/42	6,610,000	7,415	0.42
Standard Life	VAR	PERP	6,500,000	7,755	0.44
Swan Housing Capital	3.6250	05/03/48	2,840,000	3,071	0.18
Telereal Securitisation	5.3887	10/12/31	3,123,286	3,751	0.21
Thames Water Utilities Cayman Finance	3.5000	25/02/28	6,700,000	7,408	0.42
Thames Water Utilities Cayman Finance (EMTN)	4.3750	03/07/34	5,800,000	7,042	0.40
Thames Water Utilities Cayman Finance (EMTN)	VAR	13/09/30	5,090,000	5,928	0.34
Thames Water Utilities Cayman Finance (EMTN)	7.7380	09/04/58	2,510,000	5,283	0.30
Thames Water Utilities Cayman Finance (EMTN)	2.8750	03/05/27	3,640,000	3,627	0.21
Thames Water Utilities Cayman Finance (EMTN)	2.6250	24/01/32	1,700,000	1,693	0.10
Thames Water Utilities Finance (EMTN)	6.7500	16/11/28	5,200,000	7,440	0.43
Thames Water Utilities Financial (EMTN)	5.1250	28/09/37	1,037,000	1,399	0.08
THFC Funding No 1	5.1250	21/12/35	4,037,000	5,307	0.30
THFC Funding No 3 (EMTN)™	5.2000	11/10/43	6,130,000	8,466	0.48
Trafford Centre Finance	7.0300	28/01/29	1,652,083	2,113	0.12
Trafford Centre Finance	6.5000	28/07/33	115,060	158	0.01
Transport for London (EMTN)	4.5000	31/03/31	1,182,000	1,428	0.08
UPP (EMTN)	4.9023	28/02/40	1,722,136	2,110	0.12
Virgin Media Secured Finance	5.0000	15/04/27	6,010,000	6,264	0.36
Virgin Media Secured Finance	4.8750	15/01/27	2,200,000	2,293	0.13
Western Power Distribution	3.6250	06/11/23	3,300,000	3,587	0.21
Western Power Distribution South Wales	5.7500	23/03/40	1,300,000	1,910	0.11
Western Power Distribution South West	5.8750	25/03/27	1,250,000	1,638	0.09
Western Power Distribution West Midlands (EMTN)	5.7500	16/04/32	8,950,000	12,304	0.70
Western Power Distribution West Midlands (EMTN)™	5.5000	09/05/25	1,988,000	2,573	0.15
Western Power Distribution West Midlands (EMTN)	3.8750	17/10/24	1,990,000	2,250	0.13
White City Property Finance	5.1202	17/04/35	2,057,622	2,583	0.15
				963,720	55.12

Aberdeen Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
United States 9.17% (2016: 9.28%)					
Apple	3.0500	31/07/29	2,200,000	2,417	0.14
Apple [∞]	3.6000	31/07/42	1,894,000	2,215	0.13
AT&T	5.2000	18/11/33	11,790,000	14,242	0.81
AT&T	4.8750	01/06/44	8,418,000	9,837	0.56
AT&T	3.5500	14/09/37	5,700,000	5,582	0.32
AT&T (EMTN)	7.0000	30/04/40	5,000,000	7,371	0.42
Bank of America (EMTN)	2.3000	25/07/25	12,000,000	12,220	0.70
Bank of America (EMTN)	7.0000	31/07/28	4,000,000	5,712	0.33
Brown-Forman [∞]	2.6000	07/07/28	1,990,000	2,031	0.12
Citigroup (EMTN)	6.8000	25/06/38	4,622,000	7,408	0.42
Citigroup (EMTN)	7.3750	01/09/39	3,960,000	6,763	0.39
Citigroup (EMTN) [∞]	7.6250	03/04/18	1,246,000	1,302	0.07
Energy Transfer Partners	4.2000	15/04/27	5,000,000	3,809	0.22
GE Capital UK Funding (EMTN)	6.2500	05/05/38	7,442,000	11,724	0.67
Goldman Sachs	7.1250	07/08/25	3,400,000	4,606	0.26
McDonald's	4.1250	11/06/54	2,500,000	3,054	0.17
Morgan Stanley	2.6250	09/03/27	7,000,000	7,109	0.41
SLM Student Loan Trust 2003-12	VAR	15/03/38	3,760,000	3,625	0.21
Thermo Fisher Scientific	1.3750	12/09/28	5,900,000	5,040	0.29
Time Warner Cable	5.2500	15/07/42	2,917,000	3,510	0.20
Time Warner Cable	5.7500	02/06/31	1,000,000	1,238	0.07
Time Warner Cable	5.2500	15/07/42	950,000	1,143	0.07
Toyota Motor Credit (EMTN)	1.1250	07/09/21	7,332,000	7,355	0.42
Verizon Communications (EMTN)	4.7500	17/02/34	6,000,000	7,010	0.40
Wells Fargo Bank (EMTN)	5.2500	01/08/23	5,900,000	7,097	0.41
Wells Fargo (EMTN)	1.3750	30/06/22	12,300,000	12,282	0.70
Welltower	4.8000	20/11/28	3,923,000	4,600	0.26
				160,302	9.17
Total Corporate Bonds				1,503,530	85.99
Government Bonds 4.34% (2016: 5.06%)					
Guernsey 0.11% (2016: 0.11%)					
States of Guernsey	3.3750	12/12/46	1,660,000	1,870	0.11
Italy nil (2016: 0.03%)					
Mexico 0.15% (2016: 0.26%)					
Mexico (Government of) (EMTN)	5.6250	19/03/14	2,500,000	2,656	0.15
United Kingdom 3.49% (2016: 4.66%)					
UK Treasury	5.0000	07/03/25	22,277,000	29,005	1.66
UK Treasury	4.5000	07/09/34	12,803,000	18,123	1.04
UK Treasury	4.2500	07/12/55	7,510,000	12,770	0.73
UK Treasury	3.2500	22/01/44	858,000	1,098	0.06
				60,996	3.49

Aberdeen Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value US\$'000	Total Net Assets %
United States 0.59% (2016: nil)					
Tennessee Valley Authority	5.6250	07/06/32	7,500,000	10,359	0.59
Total Government Bonds				75,881	4.34
Total Bonds				1,595,206	91.23
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				1,601,308	91.58
Other transferable securities and money market instruments 2.16% (2016: nil)					
Bonds 2.16% (2016: nil)					
Asset Backed Bonds/Mortgage Backed Bonds 1.82% (2016: nil)					
United Kingdom 1.82% (2016: nil)					
Alba 2006-2	FRN	15/12/38	6,081,838	5,787	0.33
Gemgarto 2015-1	FRN	16/02/47	854,280	856	0.05
PCL Funding II 2017-1	FRN	15/06/22	4,702,000	4,724	0.27
Precise Mortgage Funding No 1	FRN	12/03/47	254,102	255	0.01
Precise Mortgage Funding 2015-1	FRN	12/03/48	604,102	605	0.03
Precise Mortgage Funding 2017-1B A	FRN	12/03/54	5,000,000	5,004	0.29
Residential Mortgage Securities 28	FRN	15/06/46	4,057,791	4,082	0.23
Stanlington No.1	FRN	12/06/46	10,490,515	10,539	0.61
				31,852	1.82
Total Asset Backed Bonds/Mortgage Backed Bonds				31,852	1.82
Corporate Bonds 0.34% (2016: nil)					
Luxembourg nil (2016: nil)					
Teksid Aluminum Luxembourg SARL	11.3750	15/07/11	7,007,000	31	-
United Kingdom 0.07% (2016: nil)					
Porterbrook Rail Finance (EMTN)	4.6250	04/04/29	1,082,000	1,288	0.07
United States 0.27% (2016: nil)					
Fidelity National Information Services	1.7000	30/06/22	4,650,000	4,631	0.27
Lehman Brothers (EMTN)	4.6250	14/03/19	12,850,000	-	-
				4,631	0.27
Total Corporate Bonds				5,950	0.34
Total Bonds				37,802	2.16
Total Other transferable securities and money market instruments				37,802	2.16
Open Ended Investment Funds 3.86% (2016: 7.32%)					
Aberdeen European High Yield Bond Fund Z-Acc [†]			26,367,024	30,280	1.73
Aberdeen Strategic Bond Fund Z-Acc [†]			23,431,989	37,266	2.13
				67,546	3.86
Total Open Ended Investment Funds				67,546	3.86

Aberdeen Corporate Bond Fund

Derivatives (0.18%) (2016: (0.25%))

Future contracts (0.02%) (2016: 0.10%)

Future	Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %
EUX Euro Bund	07/09/17	(43)	97	0.01
ICE Long Gilt	27/09/17	353	(502)	(0.03)
Unrealised losses on future contracts			(405)	(0.02)

Forward currency exchange contracts (0.02%) (2016: (0.35%))

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
HSBC	GBP	EUR	06/09/17	4,309,398	4,900,000	(76)	-
JPM Chase	GBP	USD	06/09/17	8,308,167	10,776,000	145	0.01
Morgan Stanley	GBP	EUR	06/09/17	23,416,937	26,814,000	(581)	(0.04)
Royal Bank of Canada	GBP	USD	06/09/17	3,330,303	4,312,000	64	-
State Street	GBP	EUR	14/09/17	3,105,839	3,521,000	(46)	-
UBS	GBP	USD	06/09/17	6,264,666	8,033,000	179	0.01
Unrealised losses on forward currency exchange contracts						(315)	(0.02)

Swaps (0.14%) (2016: nil)

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) £'000	Total Net Assets %
Citigroup	EUR	20/06/22	22,000,000	5.00%	Itraxx Europe Crossover Series 27	(2,351)	(0.14)
Unrealised losses on swap contracts						(2,351)	(0.14)
Unrealised losses on derivatives						(3,071)	(0.18)
Total investments*						1,703,585	97.42
Other net assets						45,196	2.58
Total net assets						1,748,781	100.00

* A portion of this security is on loan at the year end.

† Managed by subsidiaries of Aberdeen Asset Management PLC.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Corporate Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	100,479	5.90%	5.75%

Collateral issuers	Market value of collateral received		Quality	Custodian
	£'000	Type		
UK Treasury	101,803	Government Bond	Investment grade	BNP Paribas
France (Government of)	2,361	Government Bond	Investment grade	BNP Paribas
Germany (Federal Republic of)	1,657	Government Bond	Investment grade	BNP Paribas
Luxembourg (Grand Duchy of)	309	Government Bond	Investment grade	BNP Paribas
Total collateral received	106,130			

Collateral held per custodian	Market value of collateral held		Proportion held in segregated accounts
	£'000		%
BNP Paribas	106,130		100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received	
	£'000	
EUR	4,327	
GBP	101,803	
Total collateral received	106,130	

Counterparties per type of SFT	Market value of securities lending		Countries of counterparty establishment	Settlement and clearing
	£'000			
Securities lending				
JPM Chase	99,587		United States	Tri-party
Nomura	892		Japan	Tri-party
Total market value of securities lending	100,479			

Aberdeen Corporate Bond Fund

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	38	125.00
Direct operational costs (securities lending agent costs)	(8)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(8)	(25.00)
Net return	30	100.00

Aberdeen Corporate Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	4,264	114,314
Revenue	2	62,892	59,586
Expenses	3	(8,118)	(7,881)
Net revenue before taxation		54,774	51,705
Taxation	4	-	(18)
Net revenue after taxation		54,774	51,687
Total return before distributions		59,038	166,001
Distributions	5	(54,830)	(51,699)
Change in net assets attributable to shareholders from investment activities		4,208	114,302

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	1,759,887	1,337,946
Amounts receivable on issue of shares	317,556	268,847
Amount receivable on amalgamation ^A	-	172,218
Amounts payable on cancellation of shares	(343,242)	(139,486)
	(25,686)	301,579
Dilution adjustment	1,069	-
Change in net assets attributable to shareholders from investment activities	4,208	114,302
Retained distributions on accumulation shares	9,285	6,060
Unclaimed distributions > 6 years	18	-
Closing net assets attributable to shareholders	1,748,781	1,759,887

^A Relating to the amalgamation on 13 May 2016 of Aberdeen Global II - Sterling Credit Bond Fund, a sub-fund of Aberdeen Global II, into the Fund.

Aberdeen Corporate Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		1,707,141	1,744,463
Current assets:			
Debtors	6	48,670	28,409
Cash and bank balances	7	16,152	14,925
Total assets		1,771,963	1,787,797
Liabilities:			
Investment liabilities		3,556	6,323
Creditors:			
Amounts held at futures clearing houses and brokers		97	1,707
Other creditors	8	7,727	6,914
Distribution payable		11,802	12,966
Total liabilities		23,182	27,910
Net assets attributable to shareholders		1,748,781	1,759,887

Aberdeen Corporate Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	10,619	115,027
Derivative contracts	(4,185)	7,996
Forward currency contracts losses	(2,187)	(8,646)
Other currency losses	(155)	(76)
Class actions	172	13
Net capital gains	4,264	114,314

2. Revenue

	2017 £'000	2016 £'000
UK dividends	360	342
Interest on debt securities	57,051	52,535
Revenue from collective investment schemes	5,443	6,653
Stock lending commission	30	7
Bank interest	8	44
Other revenue	-	5
Total revenue	62,892	59,586

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	7,023	6,884
Operating, administrative and servicing fees	1,094	996
	8,117	7,880
<i>Other expenses:</i>		
Interest payable and similar charges	1	1
	1	1
Total expenses	8,118	7,881

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

Aberdeen Corporate Bond Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax prior year adjustment	-	18
Current tax charge	-	18
Total taxation	-	18

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	54,774	51,705
Corporation tax at 20% (2016 - 20%)	10,955	10,341
Effects of:		
UK dividends	(72)	(69)
Tax deductible on interest distributions	(10,883)	(10,272)
Corporation tax prior year adjustment	-	18
Total taxation	-	18

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
First interim	14,188	13,621
Second interim	14,176	12,817
Third interim	12,208	12,373
Final	14,199	13,776
	54,771	52,587
Add: Revenue deducted on cancellation of shares	1,346	600
Deduct: Revenue received on issue of shares	(1,287)	(1,488)
Distributions for the year	54,830	51,699
Total distributions	54,830	51,699

Details of the distribution per share are set out in the distribution tables on page 144.

Aberdeen Corporate Bond Fund

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	54,774	51,687
Add:		
Undistributed revenue brought forward	58	72
Movement between share classes due to conversion	(2)	(2)
Deduct:		
Undistributed revenue carried forward	-	(58)
Distributions	54,830	51,699

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	24,922	25,762
Amounts receivable for issue of shares	899	412
Sales awaiting settlement	22,146	2,004
Merger debtor	-	2
Other debtor	-	31
Tax reclaimable	703	198
Total debtors	48,670	28,409

7. Cash and bank balances

	2017	2016
	£'000	£'000
Amounts held at futures clearing houses and brokers	1,783	1,171
Cash and bank balances	14,369	13,754
Total cash and bank balances	16,152	14,925

8. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	692	707
Amounts payable for cancellation of shares	1,785	2,010
Purchases awaiting settlement	5,135	4,179
Corporation tax payable	-	18
Swap interest payable	115	-
Total other creditors	7,727	6,914

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 131. £1,482,000 was due to the ACD (2016 - £2,203,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £67,546,000 (2016 - £128,846,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Aberdeen Corporate Bond Fund

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 40% of the Fund's shares in issue.

Boltro Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 28% of the Fund's shares in issue.

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'I' Gross: 0.50%

Class 'K': 0.35%

Class 'P': 0.25%

Class 'P' Gross: 0.25%

Class 'Q': 0.25%

Class 'Q' Gross: 0.25%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 108. The distribution per share class is given in the distribution tables on page 144. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	2,239,859	395,422,015	9,160,166	13,213,064
Creations during the year	4,442,000	30,286,200	8,738,578	328,100
Cancellations during the year	(4,514,100)	(67,920,800)	(9,302,500)	(6,244,292)
Shares converted during the year	(5,906)	(131,480)	99,698	4,377,590
Closing shares in issue	2,161,853	357,655,935	8,695,942	11,674,462

	I Gross Accumulation shares	K Income shares	P Income shares	P Gross Income shares
Opening number of shares	6,589,678	65,513	32,732,759	1,435,407
Creations during the year	357,000	-	31,666,800	883,000
Cancellations during the year	(6,405,000)	(49,800)	(524,700)	(55,100)
Shares converted during the year	-	-	(182,356)	-
Closing shares in issue	541,678	15,713	63,692,503	2,263,307

	Q Income shares	Q Gross Income shares	Z Accumulation shares	Z Income shares
Opening number of shares	741,819,490	37,879,987	156,495,828	11,122,624
Creations during the year	183,164,100	7,603,600	4,206,900	116,700
Cancellations during the year	(109,107,300)	(2,901,400)	(39,278,200)	(11,238,400)
Shares converted during the year	(3,625,077)	(737,096)	(50,670)	-
Closing shares in issue	812,251,213	41,845,091	121,373,858	924

Aberdeen Corporate Bond Fund

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
JPM Chase	99,587	105,176	Government Bond
Nomura	892	954	Government Bond
Total	100,479	106,130	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	38	8	30

Aberdeen Corporate Bond Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
HSBC	1,647	1,734	Government Bond
JPM Chase	1,494	1,573	Government Bond
Total	3,141	3,307	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	9	2	7

14. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2017				
Euro	18,720	12,297	298	31,315
Pound Sterling	247,458	1,352,403	122,335	1,722,196
US Dollar	8,507	9,776	169	18,452
Total financial assets	274,685	1,374,476	122,802	1,771,963

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2016				
Euro	17,598	19,030	630	37,258
Pound Sterling	225,767	1,346,492	164,921	1,737,180
US Dollar	3,936	9,111	312	13,359
Total financial assets	247,301	1,374,633	165,863	1,787,797

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	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Euro	(97)	(2,352)	(115)	(2,564)
Pound Sterling	-	-	(20,618)	(20,618)
Total financial liabilities	(97)	(2,352)	(20,733)	(23,182)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2016				
Euro	-	-	(135)	(135)
Pound Sterling	-	-	(27,587)	(27,587)
US Dollar	-	-	(188)	(188)
Total financial liabilities	-	-	(27,910)	(27,910)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	1,478,031	84.52
Below investment grade (BB and below)	96,422	5.52
Unrated securities	58,555	3.35
Equities	6,102	0.35
Collective Investment Schemes	67,546	3.86
Derivatives*	(3,071)	(0.18)
Net other assets	45,196	2.58
Net assets	1,748,781	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	1,474,037	83.76
Below investment grade (BB and below)	86,687	4.92
Unrated securities	47,457	2.70
Equities	5,443	0.31
Collective Investment Schemes	128,846	7.32
Derivatives*	(4,330)	(0.25)
Net other assets	21,747	1.24
Net assets	1,759,887	100.00

* Please refer to the counter party risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Aberdeen Corporate Bond Fund

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	2.46%	2.21%
Maximum VaR	2.91%	2.46%
Average VaR	2.67%	2.34%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.01%	2.13%	-	0.49%	2.62%
31 July 2016	-	2.01%	-	0.44%	2.45%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
JPM Chase	145	145
Royal Bank Of Canada	64	64
UBS	179	179
Total exposure	388	388

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £000	Total by counterparty £000
Deutsche Bank	22	22
HSBC	264	264
Total exposure	286	286

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen Corporate Bond Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	1,205	2,351	-	3,556
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	97	-	-	-	97
Other creditors	-	7,727	-	-	7,727
Distribution payable	-	11,802	-	-	11,802
Total financial liabilities	97	20,734	2,351	-	23,182
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	6,323	-	-	6,323
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	1,707	-	-	-	1,707
Other creditors	-	6,914	-	-	6,914
Distribution payable	-	12,966	-	-	12,966
Total financial liabilities	1,707	26,203	-	-	27,910

Aberdeen Corporate Bond Fund

15. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Bonds	924,384	623,791	874,883	451,008
Collective Investment Schemes	-	33,244	68,512	7,810
Trades in the year before transactions costs	924,384	657,035	943,395	458,818
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	924,384	657,035	943,395	458,818

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Corporate Bond Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £190,406,000). There were corporate actions (net sales) of £16,639,000 in the year (2016 - £38,171,000).

There were transaction costs in respect of derivatives in the year of £1,000 (2016 - nil). The transaction costs in respect of derivatives expressed as a percentage of net asset value is 0.00% (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.77% (2016 - 0.99%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

16. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1 ^A	82,745	502	84,109	-
Level 2	1,624,396	3,054	1,660,354	6,323
Level 3	-	-	-	-
Total	1,707,141	3,556	1,744,463	6,323

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £82,649,000 as at 31 July 2017 (2016: £82,402,000).

Aberdeen Corporate Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	1.06990	0.21398	0.85592	-	0.85592	0.96157
Group 2	0.81209	0.16242	0.64967	0.20625	0.85592	0.96157
A Income shares						
Group 1	0.78221	0.15644	0.62577	-	0.62577	0.72000
Group 2	0.33762	0.06752	0.27010	0.35567	0.62577	0.72000
I Accumulation shares						
Group 1	1.45609	0.29122	1.16487	-	1.16487	1.25412
Group 2	1.10866	0.22173	0.88693	0.27794	1.16487	1.25412
I Income shares						
Group 1	0.95991	0.19198	0.76793	-	0.76793	0.85000
Group 2	0.41047	0.08209	0.32838	0.43955	0.76793	0.85000
I Gross Accumulation shares						
Group 1	1.72434	-	1.72434	-	1.72434	1.78398
Group 2	1.01784	-	1.01784	0.70650	1.72434	1.78398
K Income shares						
Group 1	0.87056	0.17411	0.69645	-	0.69645	-
Group 2	0.87056	0.17411	0.69645	-	0.69645	-
P Income shares						
Group 1	0.97474	0.19495	0.77979	-	0.77979	0.85000
Group 2	0.37329	0.07466	0.29863	0.48116	0.77979	0.85000
P Gross Income shares						
Group 1	1.00256	-	1.00256	-	1.00256	1.11000
Group 2	0.57583	-	0.57583	0.42673	1.00256	1.11000
Q Income shares						
Group 1	1.00150	0.20030	0.80120	-	0.80120	0.88000
Group 2	0.29529	0.05906	0.23623	0.56497	0.80120	0.88000
Q Gross Income shares						
Group 1	1.03750	-	1.03750	-	1.03750	1.13000
Group 2	0.44398	-	0.44398	0.59352	1.03750	1.13000
Z Accumulation shares						
Group 1	1.83134	0.36627	1.46507	-	1.46507	1.55130
Group 2	1.14758	0.22952	0.91806	0.54701	1.46507	1.55130
Z Income shares						
Group 1	0.99648	0.19930	0.79718	-	0.79718	-
Group 2	0.99648	0.19930	0.79718	-	0.79718	-

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Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.99464	-	0.99464	0.88737
Group 2	0.66569	0.32895	0.99464	0.88737
A Income shares				
Group 1	0.72322	-	0.72322	0.66000
Group 2	0.37890	0.34432	0.72322	0.66000
I Accumulation shares				
Group 1	1.36560	-	1.36560	1.17457
Group 2	0.71352	0.65208	1.36560	1.17457
I Income shares				
Group 1	0.89442	-	0.89442	0.79000
Group 2	0.24954	0.64488	0.89442	0.79000
I Gross Accumulation shares				
Group 1	1.46183	-	1.46183	1.67139
Group 2	0.66068	0.80115	1.46183	1.67139
K Income shares				
Group 1	0.82379	-	0.82379	-
Group 2	0.82379	-	0.82379	-
P Income shares				
Group 1	0.91574	-	0.91574	0.80000
Group 2	0.31142	0.60432	0.91574	0.80000
P Gross Income shares				
Group 1	0.94544	-	0.94544	1.03000
Group 2	0.57573	0.36971	0.94544	1.03000
Q Income shares				
Group 1	0.94422	-	0.94422	0.82000
Group 2	0.28706	0.65716	0.94422	0.82000
Q Gross Income shares				
Group 1	0.97432	-	0.97432	1.06000
Group 2	0.44394	0.53038	0.97432	1.06000
Z Accumulation shares				
Group 1	1.74606	-	1.74606	1.46746
Group 2	1.17527	0.57079	1.74606	1.46746
Z Income shares				
Group 1	0.91897	-	0.91897	-
Group 2	0.64897	0.27000	0.91897	-

Aberdeen Corporate Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	0.88312	-	0.88312	0.86585
Group 2	0.54769	0.33543	0.88312	0.86585
A Income shares				
Group 1	0.63805	-	0.63805	0.64000
Group 2	0.44302	0.19503	0.63805	0.64000
I Accumulation shares				
Group 1	1.22992	-	1.22992	1.15307
Group 2	0.67920	0.55072	1.22992	1.15307
I Income shares				
Group 1	0.79943	-	0.79943	0.77000
Group 2	0.31700	0.48243	0.79943	0.77000
I Gross Accumulation shares				
Group 1	1.41136	-	1.41136	1.64763
Group 2	0.51779	0.89357	1.41136	1.64763
K Income shares				
Group 1	0.74761	-	0.74761	-
Group 2	0.74761	-	0.74761	-
P Income shares				
Group 1	0.82405	-	0.82405	0.79000
Group 2	0.48176	0.34229	0.82405	0.79000
P Gross Income shares				
Group 1	0.84883	-	0.84883	1.01000
Group 2	0.57590	0.27293	0.84883	1.01000
Q Income shares				
Group 1	0.85087	-	0.85087	0.80000
Group 2	0.61465	0.23622	0.85087	0.80000
Q Gross Income shares				
Group 1	0.87678	-	0.87678	1.04000
Group 2	0.50774	0.36904	0.87678	1.04000
Z Accumulation shares				
Group 1	1.59231	-	1.59231	1.44114
Group 2	0.58231	1.01000	1.59231	1.44114
Z Income shares				
Group 1	-	-	-	-
Group 2	-	-	-	-

Aberdeen Corporate Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.04156	-	1.04156	0.80293
Group 2	0.58530	0.45626	1.04156	0.80293
A Income shares				
Group 1	0.74841	-	0.74841	0.59000
Group 2	0.32809	0.42032	0.74841	0.59000
I Accumulation shares				
Group 1	1.43951	-	1.43951	1.10069
Group 2	1.05682	0.38269	1.43951	1.10069
I Income shares				
Group 1	0.92950	-	0.92950	0.73000
Group 2	0.45390	0.47560	0.92950	0.73000
I Gross Accumulation shares				
Group 1	1.64431	-	1.64431	1.56549
Group 2	0.93599	0.70832	1.64431	1.56549
K Income shares				
Group 1	0.86631	-	0.86631	0.55000
Group 2	0.86631	-	0.86631	0.55000
P Income shares				
Group 1	0.95200	-	0.95200	0.74000
Group 2	0.56693	0.38507	0.95200	0.74000
P Gross Income shares				
Group 1	0.98075	-	0.98075	0.96000
Group 2	0.28954	0.69121	0.98075	0.96000
Q Income shares				
Group 1	0.98065	-	0.98065	0.77000
Group 2	0.56241	0.41824	0.98065	0.77000
Q Gross Income shares				
Group 1	1.01075	-	1.01075	0.98000
Group 2	0.51348	0.49727	1.01075	0.98000
Z Accumulation shares				
Group 1	1.84599	-	1.84599	1.39431
Group 2	0.66599	1.18000	1.84599	1.39431
Z Income shares				
Group 1	-	-	-	0.61000
Group 2	-	-	-	0.61000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Diversified Income Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund's investment objective is to provide income combined with long term capital growth. It will aim to achieve this by investing in a globally diversified portfolio of assets. The majority of the Fund will be exposed to Equity and Equity-Related securities, Investment grade and sub-Investment grade Debt and debt-related securities issued by governments, government-related bodies, and corporations. The remainder of the Fund may be exposed to cash, cash equivalents, deposits, money market instruments and alternative assets including property and infrastructure. The Fund's holdings may include exposure to emerging markets. The Fund may not include exposure to all of the stated asset classes at any point in time.

The Fund is multi-asset in nature and the Investment Adviser has the flexibility to amend the allocation between different asset classes in line with its view on markets in order to achieve the Fund's objective. The Fund will mainly gain exposure to the asset classes through direct investment, although exposure to alternative asset classes will be obtained indirectly. When investing indirectly the Fund will gain exposure through investment in collective investment schemes, exchange traded funds (ETFs) and derivatives. When investing indirectly through collective investment schemes, the Fund will mainly invest in products managed by the Investment Adviser and/or its associated group companies where such products are available. The Fund may also invest in collective investment schemes managed by third party managers. The Fund may use financial derivative instruments for investment purposes and/or efficient portfolio management (including hedging) The Fund may use derivative instruments to create short and/or long positions in currencies other than the base currency.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Diversified Income Fund – A Accumulation Shares increased by 9.51%.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

At the start of the review period, financial markets rebounded as volatility arising from the UK referendum on its EU membership started to abate and central banks pledged their continued support. UK equities registered positive returns over the following 12 months, with the FTSE 100 Index hitting record highs in May, despite Brexit-related concerns and the snap general election.

In November, Donald Trump's surprise presidential election win sent stock markets lower and led investors towards safe havens such as government bonds and gold. However, initial jitters were transient as the election result supported the US dollar as well as the reflation theme. Since then, US markets have gone on to a series of record highs. At one point, all four of the major US equity indices reached new peaks – the first time since the middle of the dotcom boom. In June, the Federal Reserve increased US interest rates for the second time in 2017.

Meanwhile, a surge in the popularity of Eurosceptic parties ahead of upcoming elections prompted concerns over the future of the EU. However, investor sentiment was buoyed by election results that were hailed as a rejection of 'populism' in the eurozone. As in the UK, interest rates were left unchanged in June. Mario Draghi, the European Central Bank president, later veered from his usual stance when referring to the future of monetary policy, leading some investors to think that the ECB's attempts to boost economic recovery might end more quickly than expected.

Portfolio review

In September 2016, the Aberdeen Managed Distribution Fund changed its name to Aberdeen Diversified Income Fund. The Fund historically targeted a balanced approach, providing capital growth combined with a mid-range annual yield by investing in UK equities and bonds. However, the ability of the Fund to continue meeting its income objective had grown challenging, given the expected continuation of historically low UK interest rates, declining bond yields and falling dividends resulting from the UK-focused benchmark. We believed that the Fund would benefit from a more global approach in its focus on income generation. This was achieved by increasing the diversity of asset classes and broadening the investment universe. The Fund now generates a higher income for investors, while aiming to reduce overall portfolio risk, when compared to the old strategy. Since then, we have made several new investments.

In January, we reduced our allocation to investment-grade credit to fund an investment in the Prytania Diversified Asset-Backed Securities Fund. This Fund, which was set up for us, invests in a diversified portfolio of asset-backed securities. This was followed by positions in Blackstone/GSO Loan Financing and Fair Oaks Income Fund, both of which invest in the more junior segments of collateralised loan obligations.

In March, we increased our allocation to local-currency emerging-market debt. This was predominantly funded by the sale of investment-grade bonds. In EMD, we also added a position in the Aberdeen Frontier Markets Bond Fund. We reduced our generalist property (REITs) exposure, reflecting a view that there are greater return prospects and diversification benefits to be found elsewhere.

In absolute return, we invested in alternative risk premia, a strategy that offers exposure to a diverse collection of largely market-neutral risk premia indices provided by Goldman Sachs. This position was increased in July.

Over the second half of the review period, we increased exposure to infrastructure, initiating positions in Bilfinger Berger Global Infrastructure and International Public Partnerships. These provide exposure to operational public private partnership/private finance initiative (PPP/PFI) projects.

In special opportunities, we added a position in BioPharma Credit, which will build a diversified portfolio of debt backed by assets or royalties from biotechnology firms. We also took a strategic stake in the Aberdeen Diversified Income and Growth Trust. As a closed-end fund, ADIG is able to invest in a number of illiquid asset classes that cannot be accessed directly in this Fund.

Aberdeen Diversified Income Fund

Towards the end of the period, we reduced exposure to high-yield debt and loans. As spreads have tightened, the future expected returns have reduced significantly and we see better opportunities in other asset classes.

Outlook

In the short term, our base case economic view is positive for equities and other risk assets. In the US, the Fed continues to normalise monetary policy, despite softer-than-expected inflation. The UK economy remains resilient, despite Theresa May's snap general election ending in a hung parliament. Elsewhere, Europe is upbeat after a strong quarter as political risk continues to recede. China's high-octane growth may have diminished but the economy continues to move forward.

This positive base case is somewhat countered by greater uncertainty. In the US, the policies of a Trump-led administration are still unclear. In Europe, uncertainty comes largely from Brexit. In China, there is broad consensus that credit growth is unsustainable but it is unclear when this issue might be addressed and how well it can be managed. There are also downside risks for emerging markets as commodities remain subdued.

The challenging long-term investment environment and heightened near-term risks highlight the importance of a diversified portfolio. We continue to see opportunities in a range of asset classes with different return drivers, which are not excessively exposed to the performance of traditional asset classes.

Diversified Multi-Asset Team

August 2017

Aberdeen Diversified Income Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.41	0.76	0.16
31 July 2016	1.42	0.77	0.17
31 July 2015	1.44	0.80	0.21

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
 - Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
 - Derivatives: This Fund can use derivatives in order to meet its investment objective. The use of derivatives may result in greater fluctuations in the value of the Fund, and may increase the magnitude of any losses.
 - Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
 - Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
 - REITs: The Fund may invest in real estate investment trusts (REITs) which themselves invest directly in real estate. Under adverse market or economic conditions, such assets may become difficult to buy or sell or experience a drop in value.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Diversified Income Fund

Comparative table

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	200.41	189.41	182.16
Return before operating charges*	20.77	13.62	9.96
Operating charges	(2.91)	(2.62)	(2.71)
Return after operating charges*	17.86	11.00	7.25
Distributions on accumulation shares	(10.05)	(6.11)	(6.03)
Retained distributions on accumulation shares	10.05	6.11	6.03
Closing net asset value per share	218.27	200.41	189.41
 * after direct transaction costs of:	 0.20	 0.10	 0.09
Performance			
Return after charges	8.91%	5.81%	3.98%
Other information			
Closing net asset value (£'000s)	35,918	39,777	60,166
Closing number of shares	16,455,806	19,847,205	31,764,194
Operating charges	1.39%	1.42%	1.44%
Direct transaction costs	0.09%	0.05%	0.05%
Prices			
Highest share price (pence)	220.00	200.75	197.60
Lowest share price (pence)	198.51	173.05	177.45

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Diversified Income Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	128.03	125.01	124.10
Return before operating charges*	13.02	8.71	6.80
Operating charges	(1.83)	(1.71)	(1.83)
Return after operating charges*	11.19	7.00	4.97
Distributions on income shares	(6.29)	(3.98)	(4.06)
Closing net asset value per share	132.93	128.03	125.01
 * after direct transaction costs of:	 0.12	 0.07	 0.06
Performance			
Return after charges	8.74%	5.60%	4.00%
Other information			
Closing net asset value (£'000s)	1,422	1,615	5,414
Closing number of shares	1,069,386	1,261,366	4,330,853
Operating charges	1.39%	1.42%	1.44%
Direct transaction costs	0.09%	0.05%	0.05%
Prices			
Highest share price (pence)	135.35	129.31	132.87
Lowest share price (pence)	126.48	112.53	120.93

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Diversified Income Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	125.47	118.02	112.96
Return before operating charges*	12.86	8.34	6.00
Operating charges	(0.97)	(0.89)	(0.94)
Return after operating charges*	11.89	7.45	5.06
Distributions on accumulation shares	(6.14)	(3.69)	(3.75)
Retained distributions on accumulation shares	6.14	3.69	3.75
Closing net asset value per share	137.36	125.47	118.02
 * after direct transaction costs of:	 0.12	 0.06	 0.06
Performance			
Return after charges	9.48%	6.31%	4.48%
Other information			
Closing net asset value (£'000s)	39,039	39,190	36,666
Closing number of shares	28,421,025	31,234,851	31,067,580
Operating charges	0.74%	0.77%	0.80%
Direct transaction costs	0.09%	0.05%	0.05%
Prices			
Highest share price (pence)	138.33	125.68	123.08
Lowest share price (pence)	124.26	108.10	110.19

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Diversified Income Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	111.11	107.86	106.58
Return before operating charges*	11.18	7.38	5.66
Operating charges	(0.85)	(0.80)	(0.88)
Return after operating charges*	10.33	6.58	4.78
Distributions on income shares	(5.32)	(3.33)	(3.50)
Closing net asset value per share	116.12	111.11	107.86
 * after direct transaction costs of:	 0.11	 0.06	 0.05
Performance			
Return after charges	9.30%	6.10%	4.48%
Other information			
Closing net asset value (£'000s)	25,039	10,863	11,909
Closing number of shares	21,563,241	9,776,999	11,040,895
Operating charges	0.74%	0.77%	0.80%
Direct transaction costs	0.09%	0.05%	0.05%
Prices			
Highest share price (pence)	117.98	112.09	114.58
Lowest share price (pence)	109.93	97.34	103.97

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Diversified Income Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	206.12	192.95	183.79
Return before operating charges*	20.93	13.49	9.56
Operating charges	(0.30)	(0.32)	(0.40)
Return after operating charges*	20.63	13.17	9.16
Distributions on accumulation shares	(9.83)	(6.05)	(6.09)
Retained distributions on accumulation shares	9.83	6.05	6.09
Closing net asset value per share	226.75	206.12	192.95
* after direct transaction costs of:	0.20	0.10	0.10
Performance			
Return after charges	10.01%	6.83%	4.98%
Other information			
Closing net asset value (£'000s)	6,863	6,514	6,834
Closing number of shares	3,026,857	3,160,357	3,542,057
Operating charges	0.14%	0.17%	0.21%
Direct transaction costs	0.09%	0.05%	0.05%
Prices			
Highest share price (pence)	228.21	206.46	200.96
Lowest share price (pence)	204.14	177.18	179.51

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Diversified Income Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
79.44% (2016: 59.38%)			
Equities 61.21% (2016: 57.75%)			
Australia 0.70% (2016: nil)			
AGL Energy	5,813	85	0.08
Ansell	5,434	72	0.07
CIMIC	3,238	81	0.07
CSR	25,246	60	0.06
Fortescue Metals	43,471	151	0.15
Lendlease	7,954	80	0.07
Medibank Private	34,914	57	0.05
Metcash	56,308	89	0.08
Seven West Media	161,502	78	0.07
		753	0.70
Belgium 0.24% (2016: nil)			
Ageas	5,557	189	0.18
Bpost	3,342	69	0.06
		258	0.24
Bermuda 2.18% (2016: 0.25%)			
Blue Capital Global Reinsurance Fund	1,746,440	1,365	1.26
Blue Capital Reinsurance	63,901	938	0.87
RenaissanceRe	514	57	0.05
		2,360	2.18
Brazil 0.20% (2016: nil)			
Cia de Gas de Sao Paulo 'A' (PREF)	6,230	71	0.07
Multiplus	7,800	75	0.07
Smiles	4,400	69	0.06
		215	0.20
Canada 0.12% (2016: nil)			
George Weston	897	59	0.05
Industrivarden 'A'	3,441	68	0.07
		127	0.12
China 0.16% (2016: nil)			
Uni-President China	133,000	78	0.07
Yangzijiang Shipbuilding	114,700	91	0.09
		169	0.16
Czech Republic 0.14% (2016: nil)			
MONETA Money Bank	27,211	74	0.07
O2 Czech Republic	7,748	75	0.07
		149	0.14

Aberdeen Diversified Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Denmark 0.22% (2016: nil)			
H Lundbeck	2,006	91	0.08
Tryg	4,360	75	0.07
Vestas Wind Systems	972	72	0.07
		238	0.22
Finland 0.33% (2016: nil)			
Neste	2,092	68	0.06
UPM-Kymmene	14,286	295	0.27
		363	0.33
France 0.24% (2016: nil)			
Atos	612	70	0.06
Eutelsat Communications	4,558	93	0.09
Peugeot	5,695	93	0.09
		256	0.24
Germany 0.52% (2016: nil)			
Covestro	1,538	90	0.08
Deutsche Lufthansa	6,147	100	0.09
Hochtief	523	70	0.07
Muenchener Rueckver	1,319	214	0.20
Uniper	5,595	87	0.08
		561	0.52
Greece 0.08% (2016: nil)			
Motor Oil (Hellas)	5,050	86	0.08
Guernsey 11.94% (2016: 4.96%)			
Bluefield Solar Income Fund	269,569	308	0.28
Doric Nimrod Air Three	296,541	308	0.28
DP Aircraft	986,171	793	0.73
International Public Partnerships ^{oo}	1,032,750	1,663	1.54
John Laing Infrastructure Fund	666,341	906	0.84
NB Global Floating Rate Income Fund ^{oo}	4,918,879	4,672	4.31
NextEnergy Solar Fund	868,528	984	0.91
Renewables Infrastructure	1,581,866	1,734	1.60
TwentyFour Income Fund	1,322,828	1,571	1.45
		12,939	11.94
Hong Kong 1.84% (2016: nil)			
BOC Hong Kong	101,500	378	0.35
CLP	43,000	347	0.32
Hopewell Highway Infrastructure	145,000	67	0.06
Jardine Strategic	2,100	65	0.06
Li & Fung	244,000	68	0.06
NWS	49,000	71	0.07
PCCW	150,000	64	0.06

Aberdeen Diversified Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Power Assets	33,500	252	0.23
Sa Sa International	220,000	61	0.06
Television Broadcasts	21,500	60	0.05
Texwinca	136,000	63	0.06
Vtech	5,900	64	0.06
WH	205,500	146	0.14
Wheelock	23,000	131	0.12
Xinyi Glass	104,000	82	0.08
Yue Yuen Industrial	22,500	70	0.06
		1,989	1.84
Hungary 0.15% (2016: nil)			
Magyar Telekom	55,947	76	0.07
MOL Hungarian Oil & Gas	1,245	82	0.08
		158	0.15
Ireland 0.53% (2016: 0.83%)			
Greencoat Renewables	619,619	578	0.53
Israel 0.07% (2016: nil)			
Strauss	5,001	72	0.07
Italy 0.14% (2016: nil)			
Atlantia	6,542	150	0.14
Japan 3.12% (2016: nil)			
Adastria Co	3,700	70	0.06
Astellas Pharma Inc	6,900	67	0.06
Brother Industries Ltd	3,700	72	0.07
Canon Marketing Japan Inc	4,200	70	0.06
Coca-Cola West Co	2,900	66	0.06
Daikyo Inc	41,000	65	0.06
Daito Trust Construction Co	1,000	128	0.12
Gree	10,500	61	0.06
Heiwa Corp	3,400	57	0.05
ITOCHU Corporation	38,700	458	0.42
Kajima Corp	24,000	158	0.15
Konami Holdings Corp	1,900	75	0.07
Maeda Road Construction Co	5,000	78	0.07
Marubeni Corp	41,100	206	0.19
Matsumotokiyoshi Holdings Co	1,600	75	0.07
Megmilk Snow Brand Co	3,100	65	0.06
Miraca Holdings	2,000	69	0.06
Mitsubishi Gas Chemical	4,600	81	0.07
Mitsubishi Shokuhin Co	2,900	64	0.06
Mitsui Chemicals	15,000	65	0.06
NEC Corp	31,000	64	0.06
Nichirei Corp	3,300	70	0.06

Aberdeen Diversified Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Nippo Corp	5,000	77	0.07
NTT	6,300	233	0.22
Obayashi Corp	17,400	158	0.15
SCREEN Holdings Co	1,500	76	0.07
Sumitomo Corp	30,700	314	0.29
Sundrug Co	2,300	65	0.06
Taisei Corp	28,000	203	0.19
Toyota Boshoku Corp	4,500	71	0.07
		3,381	3.12
Luxembourg 1.25% (2016: nil)			
BBGI SICAV sm	942,973	1,358	1.25
Malaysia 0.30% (2016: nil)			
AirAsia	133,100	76	0.07
Malayan Banking	146,000	247	0.23
		323	0.30
Mexico 0.06% (2016: nil)			
Concentradora Fibra Danhos (REIT)	48,200	65	0.06
Netherlands 0.39% (2016: 2.16%)			
Gemalto	1,405	54	0.05
Koninklijke Ahold Delhaize	24,092	373	0.34
		427	0.39
New Zealand 0.07% (2016: nil)			
Air New Zealand	39,856	76	0.07
Norway 0.12% (2016: nil)			
Marine Harvest	9,610	135	0.12
Poland 0.06% (2016: nil)			
Asseco Poland	6,911	65	0.06
Singapore 0.33% (2016: nil)			
BOC Aviation	14,500	57	0.05
CapitaLand Mall Trust (REIT)	69,600	78	0.07
HPH	199,400	71	0.07
Venture	10,700	78	0.08
Yanlord Land	68,100	69	0.06
		353	0.33
South Africa 0.15% (2016: nil)			
Harmony Gold Mining	52,038	70	0.06
Kumba Iron Ore	7,887	89	0.09
		159	0.15

Aberdeen Diversified Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
South Korea 0.85% (2016: nil)			
Hyundai Mobis	456	76	0.07
Kia Motors	6,851	170	0.16
LG Uplus	7,240	82	0.08
Nongshim	313	68	0.06
POSCO	1,042	234	0.21
Samsung Electronics (PREF)	61	80	0.07
SK Innovation	891	106	0.10
SK Telecom	584	110	0.10
		926	0.85
Spain 0.70% (2016: nil)			
Aena	1,685	250	0.24
Corporacion Financiera Alba	1,437	68	0.06
Endesa	7,714	138	0.13
Iberdrola	38,655	230	0.21
Iberdrola (Interim Line)	822	5	-
Mediaset Espana Comunicacion	6,973	66	0.06
		757	0.70
Sweden 0.20% (2016: nil)			
Electrolux 'B'	2,761	71	0.07
ICA	2,583	78	0.07
Industrivarden 'C'	3,694	68	0.06
		217	0.20
Switzerland 0.62% (2016: nil)			
ABB	11,062	197	0.18
Partners	493	244	0.23
Sika	14	73	0.07
Swiss Re	2,100	154	0.14
		668	0.62
Taiwan 1.08% (2016: nil)			
Cathay Real Estate Development	131,000	57	0.05
China Motor	97,000	63	0.06
Feng Hsin Iron & Steel	52,000	67	0.06
Formosa Petrochemical	22,000	58	0.05
Foxconn Technology	26,000	59	0.05
Hon Hai Precision Industry	104,000	307	0.29
Lite-On Technology	54,000	66	0.06
Pegatron	47,000	116	0.12
Quanta Computer	36,000	65	0.06
Synnex Technology International	70,000	59	0.05
Uni-President Enterprises	67,000	97	0.09
Wistron	97,000	74	0.07
Yulon Nissan Motor	11,000	79	0.07
		1,167	1.08

Aberdeen Diversified Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Thailand 0.40% (2016: nil)			
Electricity Generating (Alien)	14,400	71	0.07
Glow Energy	40,000	74	0.07
Intouch (Alien)	47,900	65	0.06
Krung Thai Bank (Alien)	161,400	66	0.06
Ratchaburi Electricity Generating (Alien)	65,300	81	0.07
Thai Oil (Alien)	38,700	75	0.07
		432	0.40
Turkey 0.21% (2016: nil)			
Aygaz	20,676	71	0.07
Emlak Konut (REIT)	111,077	76	0.07
TAV Havalimanlari	16,700	77	0.07
		224	0.21
United Kingdom 20.33% (2016: 49.55%)			
Aberdeen Diversified Income and Growth Trust ^{oo}	2,893,483	3,428	3.16
Bellway	3,205	102	0.09
BioPharma Credit ^{oo}	1,212,848	996	0.92
Blackstone GSO Loan Financing	600,000	539	0.50
Direct Line Insurance	30,957	116	0.11
Doric Nimrod Air Two (PREF) ^{oo}	129,964	283	0.26
Fair Oaks Income Fund ^{oo}	485,562	378	0.35
Foresight Solar Fund	1,461,291	1,655	1.53
Funding Circle SME Income Fund ^{oo}	903,560	940	0.87
GCP Student Living	942,797	1,339	1.24
HICL Infrastructure	1,522,237	2,436	2.24
John Laing	558,952	1,746	1.61
John Laing Environmental	1,332,307	1,439	1.33
PRS (REIT)	949,169	987	0.91
P2P Global Investments	237,543	2,101	1.94
Residential Secure Income (REIT)	816,000	820	0.76
Rio Tinto	13,741	484	0.45
Royal Mail	24,122	97	0.09
Tate & Lyle	12,222	82	0.08
Taylor Wimpey ^{oo}	84,196	160	0.15
Tritax Big Box (REIT) ^{oo}	559,509	838	0.77
UK Mortgages	479,272	443	0.41
WM Morrison Supermarkets	48,728	117	0.11
3i	8,401	79	0.07
3i Infrastructure	210,832	414	0.38
		22,019	20.33
United States 11.17% (2016: nil)			
AGNC Investment (REIT)	9,192	148	0.14
Ally Financial	4,166	72	0.07
Annaly Capital Management (REIT)	27,798	253	0.23
Anthem	2,513	355	0.33

Aberdeen Diversified Income Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
AT&T	5,621	166	0.15
Baxter International	1,869	86	0.08
Bed Bath & Beyond	3,033	69	0.06
Best Buy	6,837	303	0.28
CA	8,761	206	0.19
CATCo Reinsurance Opportunities Fund	2,050,469	2,091	1.94
Celanese	831	61	0.06
Centene	1,091	66	0.06
Cincinnati Financial	1,684	97	0.09
Cisco Systems	9,891	236	0.22
CME	601	56	0.05
CNA Financial	1,902	75	0.07
Consolidated Edison	7,066	444	0.42
Corning	2,764	61	0.06
CVS Health	6,863	416	0.38
Darden Restaurants	3,427	218	0.20
DTE Energy	2,243	182	0.17
Duke Energy	1,049	68	0.06
Edison International	3,711	221	0.20
Everest Re	1,054	210	0.19
Express Scripts	1,403	67	0.06
FirstEnergy	5,893	143	0.13
Ford Motor	35,704	304	0.28
Garmin	1,539	59	0.05
Gilead Sciences	2,138	123	0.11
HCP (REIT)	6,347	152	0.14
HP	32,007	463	0.44
H&R Block	2,838	66	0.06
Humana	366	64	0.06
Ingersoll-Rand	1,622	108	0.10
J.M. Smucker	3,171	293	0.27
Juniper Networks	2,954	63	0.06
KLA-Tencor	4,338	305	0.28
Kohl's	3,761	118	0.11
Lam Research	704	85	0.08
Lear	594	67	0.06
Macerich (REIT)	3,418	149	0.14
Macy's	8,016	144	0.13
Maxim Integrated Products	1,637	56	0.05
Mckesson	550	68	0.06
MDU Resources	2,835	57	0.05
NCR	1,716	49	0.05
NetApp	7,676	253	0.23
Park Hotels & Resorts (REIT)	3,333	68	0.06
Public Service Enterprise	4,994	170	0.16
Ross Stores	1,380	58	0.05
Seagate Technology	5,068	127	0.12
Skyworks Solutions	800	64	0.06

Aberdeen Diversified Income Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
S&P Global			580	68	0.06
Synopsys			1,136	66	0.06
Sysco			5,471	218	0.20
Target			6,943	298	0.28
Texas Instruments			3,714	229	0.21
Tyson Foods 'A'			1,463	70	0.06
UnitedHealth			454	66	0.06
Valero Energy			7,845	410	0.38
VMware			829	58	0.05
Waste Management			3,245	185	0.17
Western Union			6,776	101	0.09
Xerox			6,148	143	0.13
Yum China			10,711	291	0.27
				12,106	11.17
Total Equities				66,279	61.21
Bonds 18.23% (2016: 1.63%)					
Corporate Bonds 1.04% (2016: nil)					
Mexico 0.64% (2016: nil)					
Petroleos Mexicanos	7.1900	12/09/24	18,280,000	698	0.64
United States 0.40% (2016: nil)					
CCO Capital	5.7500	15/02/26	176,000	144	0.13
Fresh Market	9.7500	01/05/23	46,000	29	0.03
Manitowoc Foodservice	9.5000	15/02/24	170,000	149	0.14
Scientific Games International	7.0000	01/01/22	135,000	109	0.10
				431	0.40
Total Corporate Bonds				1,129	1.04
Government Bonds 17.19% (2016: 1.63%)					
Argentina 0.29% (2016: nil)					
Argentina (Republic of)	16.0000	17/10/23	6,264,653	272	0.25
Argentina (Republic of)	FRN	21/06/20	1,016,002	47	0.04
				319	0.29
Brazil 2.45% (2016: nil)					
Brazil (Federal Republic of)	10.0000	01/01/25	8,200,000	2,007	1.86
Brazil (Federal Republic of)	10.0000	01/01/27	2,600,000	634	0.59
				2,641	2.45
Colombia 1.12% (2016: nil)					
Colombia (Republic of)	7.5000	26/08/26	1,921,000,000	507	0.47
Colombia (Republic of)	7.0000	11/09/19	1,427,600,000	370	0.34
Colombia (Republic of)	7.0000	04/05/22	1,312,000,000	341	0.31
				1,218	1.12

Aberdeen Diversified Income Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Ghana 0.16% (2016: nil)					
Ghana (Republic of)	24.7500	19/07/21	880,000	178	0.16
Indonesia 2.28% (2016: nil)					
Indonesia (Republic of)	9.0000	15/03/29	21,863,000,000	1,410	1.30
Indonesia (Republic of)	9.0000	15/09/18	9,352,000,000	549	0.51
Indonesia (Republic of)	8.3750	15/03/34	6,173,000,000	378	0.35
Indonesia (Republic of)	8.2500	15/05/36	2,100,000,000	127	0.12
				2,464	2.28
Malaysia 1.24% (2016: nil)					
Malaysia (Government of)	4.0480	30/09/21	4,050,000	725	0.68
Malaysia (Government of)	4.4980	15/04/30	2,030,000	362	0.33
Malaysia (Government of)	4.3780	29/11/19	1,400,000	253	0.23
				1,340	1.24
Mexico 1.41% (2016: nil)					
Mexico (Government of)	6.5000	09/06/22	22,331,000	938	0.87
Mexico (Government of)	7.7500	13/11/42	8,760,000	395	0.36
Mexico (Government of)	8.0000	11/06/20	4,480,000	196	0.18
				1,529	1.41
Peru 0.53% (2016: nil)					
Peru (Republic of)	6.9500	12/08/31	1,908,000	498	0.46
Peru (Republic of)	6.1500	12/08/32	322,000	78	0.07
				576	0.53
Poland 1.86% (2016: nil)					
Poland (Republic of)	1.5000	25/04/20	5,130,000	1,061	0.98
Poland (Republic of)	5.7500	25/10/21	3,200,000	760	0.70
Poland (Republic of)	5.7500	25/04/29	750,000	196	0.18
				2,017	1.86
Russian Federation 1.59% (2016: nil)					
Russia (Federation of)	7.0500	19/01/28	119,820,000	1,437	1.33
Russia (Federation of)	7.5000	27/02/19	22,260,000	279	0.26
				1,716	1.59
South Africa 1.81% (2016: nil)					
South Africa (Republic of)	10.5000	21/12/26	30,420,000	1,957	1.81
Turkey 2.07% (2016: nil)					
Turkey (Republic of)	10.7000	17/02/21	7,750,000	1,669	1.54
Turkey (Republic of)	10.6000	11/02/26	2,640,000	576	0.53
				2,245	2.07

Aberdeen Diversified Income Fund

						Total Net Assets %	
Security			Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	
United States nil (2016: 1.63%)							
Uruguay 0.38% (2016: nil)							
Uruguay (Republic of)			5.0000	14/09/18	3,298,000	207	0.20
Uruguay (Republic of)			9.8750	20/06/22	7,021,000	200	0.18
						407	0.38
Total Government Bonds						18,607	17.19
Total Bonds						19,736	18.23
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market						86,015	79.44
Other transferable securities and money market instruments 4.65% (2016: nil)							
Equities 4.65% (2016: nil)							
United States 4.65% (2016: nil)							
Goldman Sachs International					3,300	2,538	2.34
Goldman Sachs Warrants 11/10/2017					3,259	2,499	2.31
						5,037	4.65
Total Equities						5,037	4.65
Total Other transferable securities and money market instruments						5,037	4.65
Open Ended Investment Funds 8.82% (2016: 40.17%)							
Aberdeen Global - Frontier Markets Bond Fund I-1 [†]					128,173	1,009	0.93
Aberdeen Global - Indian Bond Fund Z-1 [†]					547,637	4,330	4.00
Prytania Diversified Asset-Backed Securities Fund					41,434	4,215	3.89
						9,554	8.82
Total Open Ended Investment Funds						9,554	8.82
Derivatives (0.01%) (2016: (0.08%))							
Future contracts 0.01% (2016: nil)							
CME S&P 500 E-mini				15/09/17	11	16	0.01
Forward currency exchange contracts (0.02%) (2016: (0.08%))							
						Unrealised Gains/(Losses) £'000	Total Net Assets %
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount		
Barclays Capital	GBP	EUR	06/09/17	555,314	620,000	-	-
BNP Paribas	EUR	GBP	06/09/17	250,000	223,617	-	-
BNP Paribas	GBP	EUR	06/09/17	10,079,548	11,523,000	(233)	(0.22)
BNP Paribas	GBP	USD	06/09/17	598,608	777,000	10	0.01
BNP Paribas	GBP	USD	06/09/17	68,499	89,000	1	-
BNP Paribas	USD	GBP	06/09/17	408,000	312,163	(3)	-
Citigroup	GBP	JPY	06/09/17	347,195	48,920,000	11	0.01
Citigroup	GBP	USD	06/09/17	15,916,554	20,513,000	378	0.35

Aberdeen Diversified Income Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Citigroup	GBP	USD	06/09/17	192,059	249,000	3	-
Citigroup	USD	GBP	06/09/17	649,000	503,441	(12)	(0.01)
Citigroup	USD	GBP	06/09/17	495,000	378,067	(3)	-
Citigroup	USD	GBP	06/09/17	294,000	226,498	(4)	-
Citigroup	USD	GBP	06/09/17	122,000	93,601	(1)	-
Goldman Sachs	GBP	JPY	06/09/17	368,102	52,382,000	8	0.01
Goldman Sachs	GBP	USD	06/09/17	15,905,866	20,513,000	367	0.34
Goldman Sachs	GBP	USD	06/09/17	61,210	79,000	1	-
Goldman Sachs	USD	GBP	06/09/17	131,000	103,224	(4)	-
HSBC	GBP	EUR	06/09/17	149,451	170,000	(3)	-
HSBC	GBP	JPY	06/09/17	8,901,821	1,266,017,000	207	0.19
HSBC	JPY	GBP	06/09/17	35,955,000	249,118	(2)	-
HSBC	USD	GBP	06/09/17	846,000	654,314	(13)	(0.01)
HSBC	USD	GBP	06/09/17	277,000	217,103	(7)	(0.01)
HSBC	USD	GBP	06/09/17	95,000	72,736	(1)	-
HSBC	USD	GBP	06/09/17	38,000	28,940	-	-
JPM Chase	EUR	GBP	06/09/17	657,000	582,135	6	0.01
JPM Chase	GBP	AUD	06/09/17	12,572,140	21,819,000	(617)	(0.57)
JPM Chase	GBP	USD	06/09/17	65,745	84,000	2	-
JPM Chase	GBP	USD	06/09/17	27,483	36,000	-	-
JPM Chase	USD	GBP	06/09/17	699,000	538,200	(9)	(0.01)
JPM Chase	USD	GBP	06/09/17	198,000	152,988	(3)	-
Morgan Stanley	GBP	USD	06/09/17	84,746	108,000	3	-
Royal Bank of Canada	GBP	USD	06/09/17	437,388	571,000	5	-
Royal Bank of Canada	GBP	USD	06/09/17	75,963	99,000	1	-
Royal Bank of Canada	USD	GBP	06/09/17	486,000	380,686	(13)	(0.01)
State Street	USD	GBP	06/09/17	326,000	247,664	(1)	-
UBS	EUR	GBP	06/09/17	215,000	190,332	2	-
UBS	USD	GBP	06/09/17	5,981,000	4,638,124	(107)	(0.10)
Unrealised losses on forward currency exchange contracts						(31)	(0.02)
Unrealised losses on derivatives						(15)	(0.01)
Total investments*						100,591	92.90
Other net assets						7,690	7.10
Total net assets						108,281	100.00

* A portion of this security is on loan at the year end.

† Managed by subsidiaries of Aberdeen Asset Management PLC.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Diversified Income Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	3,082	3.06	2.85

Collateral issuers	Market value of collateral received £'000	Type	Quality	Custodian
France (Government of)	640	Government Bond	Investment grade	BNP Paribas
Sanofi-Aventis	109	Equity	Main market listing	BNP Paribas
Cimarex Energy	86	Equity	Main market listing	BNP Paribas
Royal Dutch Shell	85	Equity	Main market listing	BNP Paribas
Nokia	77	Equity	Main market listing	BNP Paribas
Allstate	74	Equity	Main market listing	BNP Paribas
The Travelers Companies	71	Equity	Main market listing	BNP Paribas
Dollar Tree	69	Equity	Main market listing	BNP Paribas
Air Liquide	66	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	60	Equity	Main market listing	BNP Paribas
Other Equity	1,965	Equity	Main market listing	BNP Paribas
Other Government Bond	77	Government Bond	Investment grade	BNP Paribas
Total collateral received	3,379			

Collateral held per custodian	Market value of collateral held £'000	Proportion held in segregated accounts %
BNP Paribas	3,379	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received £'000
AUD	91
CHF	73
DKK	24
EUR	2,146
GBP	260
JPY	330
SEK	12
USD	443
Total collateral received	3,379

Aberdeen Diversified Income Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
BNP Paribas	1,037	France	Tri-party
ABN Amro	914	Netherlands	Tri-party
JPM Chase	646	United States	Tri-party
Citigroup	485	United States	Tri-party
Total market value of securities lending	3,082		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	16	125.00
Direct operational costs (securities lending agent costs)	(3)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(3)	(25.00)
Net return	13	100.00

Aberdeen Diversified Income Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	5,001	2,196
Revenue	2	5,157	3,699
Expenses	3	(922)	(1,032)
Net revenue before taxation		4,235	2,667
Taxation	4	(444)	(5)
Net revenue after taxation		3,791	2,662
Total return before distributions		8,792	4,858
Distributions	5	(4,707)	(3,430)
Change in net assets attributable to shareholders from investment activities		4,085	1,428

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	97,959	120,989
Amounts receivable on issue of shares	19,253	3,414
Amounts payable on cancellation of shares	(16,847)	(30,717)
	2,406	(27,303)
Dilution adjustment	44	-
Change in net assets attributable to shareholders from investment activities	4,085	1,428
Retained distributions on accumulation shares	3,787	2,845
Closing net assets attributable to shareholders	108,281	97,959

Aberdeen Diversified Income Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		101,627	97,514
Current assets:			
Debtors	6	1,070	276
Cash and bank balances	7	8,722	763
Total assets		111,419	98,553
Liabilities:			
Investment liabilities		1,036	74
Provisions for liabilities	8	6	-
Creditors:			
Amounts held at futures clearing houses and brokers		16	
Other creditors	9	1,942	428
Distribution payable		138	92
Total liabilities		3,138	594
Net assets attributable to shareholders		108,281	97,959

Aberdeen Diversified Income Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	6,345	2,310
Derivative contracts	(31)	-
Forward currency contracts losses	(1,790)	(88)
Other currency gains/(losses)	453	(26)
Class actions	24	-
Net capital gains	5,001	2,196

2. Revenue

	2017 £'000	2016 £'000
UK dividends	534	2,069
Interest on debt securities	1,853	4
UK REITs PID Income	117	5
UK REITs non PID Income	28	6
Overseas dividends	1,986	422
Overseas REIT Income	93	-
Revenue from collective investment schemes	447	1,048
Underwriting commission	-	3
Stock dividends	76	114
Stock lending commission	13	6
Bank interest	2	1
Management fee rebates taken to revenue	8	21
Total revenue	5,157	3,699

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	811	916
Operating, administrative and servicing fees	110	116
	921	1,032
<i>Other expenses:</i>		
Interest payable and similar charges	1	-
	1	-
Total expenses	922	1,032

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

Aberdeen Diversified Income Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax	343	5
Double tax relief	(17)	-
Overseas withholding tax	116	-
Current tax charge	442	5
Deferred tax	2	-
Deferred tax charge	2	-
Total taxation	444	5

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	4,235	2,667
Corporation tax at 20% (2016 - 20%)	847	533
Effects of:		
UK dividends	(123)	(438)
Non-taxable overseas dividends	(379)	(84)
Excess management expenses	-	(6)
Double tax relief	(17)	-
Irrecoverable overseas withholding tax	116	-
Total taxation	444	5

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

	2017 £'000	2016 £'000
Provision for deferred taxation		
Provision at start of year	-	-
Deferred tax charge for the year	2	-
Provision at end of year	2	-

Aberdeen Diversified Income Fund

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
First interim	1,049	847
Second interim	341	-
Third interim	344	-
Fourth interim	343	801
Fifth interim	393	-
Sixth interim	394	-
Seventh interim	404	899
Eighth interim	409	-
Ninth interim	407	-
Final	594	745
	4,678	3,292
Add: Revenue deducted on cancellation of shares	87	155
Deduct: Revenue received on issue of shares	(58)	(17)
Distributions for the year	4,707	3,430
Total distributions	4,707	3,430

Details of the distribution per share are set out in the distribution tables on page 183.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	3,791	2,662
Add:		
Undistributed revenue brought forward	5	5
Movement between share classes due to conversions	-	1
Authorised Corporate Director's periodic charge paid from capital	811	916
Operating, administrative and servicing fees paid from capital	100	-
Deduct:		
Tax relief on capital expenses	-	(149)
Undistributed revenue carried forward	-	(5)
Distributions	4,707	3,430

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	741	126
Amounts receivable for issue of shares	132	52
Tax reclaimable	54	92
Overseas withholding tax reclaimable	24	6
Sales awaiting settlement	63	-
Currency transactions awaiting settlement	56	-
Total debtors	1,070	276

Aberdeen Diversified Income Fund

7. Cash and bank balances

	2017	2016
	£'000	£'000
Amounts held at futures clearing houses and brokers	68	-
Cash and bank balances	8,654	763
Total cash and bank balances	8,722	763

8. Provisions for liabilities

	2017	2016
	£'000	£'000
The provisions for liabilities comprise:		
Deferred tax	2	-
CGT liability	4	-
Total provisions for liabilities	6	-

9. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	83	78
Amounts payable for cancellation of shares	101	345
Purchases awaiting settlement	1,376	-
Corporation tax payable	326	5
Currency transactions awaiting settlement	56	-
Total other creditors	1,942	428

10. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 169. £42,000 was due to the ACD (2016 - £362,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £5,339,000 (2016 - £39,354,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

11. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.25%

Class 'I': 0.60%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 151. The distribution per share class is given in the distribution tables on page 183. All share classes have the same rights on winding up.

Aberdeen Diversified Income Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	Z Accumulation shares
Opening number of shares	19,847,205	1,261,366	31,234,851	9,776,999	3,160,357
Creations during the year	454,200	77,600	1,948,608	12,892,174	409,900
Cancellations during the year	(2,842,600)	(157,300)	(6,365,459)	(1,232,476)	(543,400)
Shares converted during the year	(1,002,999)	(112,280)	1,603,025	126,544	-
Closing shares in issue	16,455,806	1,069,386	28,421,025	21,563,241	3,026,857

12. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Aberdeen Diversified Income Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
ABN AMRO	356	397	Equity
ABN AMRO	558	589	Government Bond
BNP Paribas	1,037	1,144	Equity
Citigroup	364	404	Equity
Citigroup	121	128	Government Bond
JPM Chase	646	717	Equity
Total	3,082	3,379	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	16	3	13

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	39	43	Equity
Total	39	43	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	7	1	6

13. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Argentine Peso	2	319	321
Australian Dollar	5	(12,437)	(12,432)
Brazilian Real	-	2,855	2,855
Canadian Dollar	-	59	59
Colombian Peso	62	1,218	1,280
Czech Koruna	-	149	149
Danish Krone	2	238	240
Euro	24	(6,041)	(6,017)
Ghanaian Cedi	19	178	197
Hong Kong Dollar	2	2,060	2,062

Aberdeen Diversified Income Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
Hungarian Forint	-	157	157
Indonesian Rupiah	70	2,464	2,534
Israeli New Shekel	-	72	72
Japanese Yen	4	(5,762)	(5,758)
Korean Won	1	926	927
Malaysian Ringgit	16	1,663	1,679
Mexican Nuevo Peso	34	2,292	2,326
New Zealand Dollar	-	76	76
Norwegian Krone	-	135	135
Peruvian Nuevo Sol	15	576	591
Polish Zloty	40	2,083	2,123
Pound Sterling	7,857	94,442	102,299
Russian Ruble	62	1,716	1,778
Singapore Dollar	1	316	317
South African Rand	21	2,116	2,137
Swedish Krona	-	285	285
Swiss Franc	5	668	673
Taiwan Dollar	25	1,167	1,192
Thai Baht	-	432	432
Turkish Lira	105	2,469	2,574
Uruguayan Peso	6	407	413
US Dollar	(688)	3,293	2,605
Net assets	7,690	100,591	108,281

In the prior year, the income and capital value of the Fund's investments were mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements were not subject to any significant risk of currency movements.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2017				
Argentine Peso	-	319	29	348
Australian Dollar	5	-	753	758
Brazilian Real	-	2,640	215	2,855
Canadian Dollar	-	-	59	59
Colombian Peso	-	1,218	62	1,280
Commercial Rand	-	1,957	159	2,116
Czech Koruna	1	-	149	150
Danish Krone	-	-	238	238
Euro	-	-	3,996	3,996
Ghanaian Cedis	-	178	20	198

Aberdeen Diversified Income Fund

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Hong Kong Dollar	-	-	2,062	2,062
Hungarian Forint	-	-	158	158
Indonesian Rupiah	-	2,464	74	2,538
Israeli Shekel	-	-	72	72
Japanese Yen	-	-	3,383	3,383
Korean Won	-	-	927	927
Malaysian Ringgit	-	1,340	339	1,679
Mexican Peso	-	2,227	99	2,326
New Taiwan Dollar	-	-	1,167	1,167
New Zealand Dollar	-	-	76	76
Norwegian Krone	-	-	135	135
Peruvian Nuevo Sol	-	576	15	591
Polish Zloty	-	2,017	101	2,118
Pound Sterling	8,631	1	39,248	47,880
Russian Rouble	-	1,716	62	1,778
Singapore Dollar	-	-	316	316
Swedish Krona	-	-	285	285
Swiss Franc	-	-	668	668
Thai Baht	-	-	432	432
Turkish Lira	-	2,245	329	2,574
Taiwan Dollar	3	-	21	24
Uruguayan Peso	-	407	6	413
South African Rand	-	-	21	21
US Dollar	82	431	27,285	27,798
Total financial assets	8,722	19,736	82,961	111,419

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
2017				
Argentine Peso	-	-	(27)	(27)
Japanese Yen	-	-	(2)	(2)
Pound Sterling	-	-	(2,032)	(2,032)
US Dollar	(16)	-	(1,061)	(1,077)
Total financial liabilities	(16)	-	(3,122)	(3,138)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

In the prior year, the majority of the Fund's financial assets were equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk was considered insignificant.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

Aberdeen Diversified Income Fund

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	1.52%	1.75%
Maximum VaR	2.29%	2.18%
Average VaR	1.85%	2.01%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.22%	0.98%	-	0.32%	1.52%
31 July 2016	-	1.52%	-	0.67%	2.19%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	16,089	14.86
Below investment grade (BB and below)	3,072	2.84
Unrated securities	575	0.53
Equities	71,316	65.86
Collective Investment Schemes	9,554	8.82
Derivatives*	(15)	(0.01)
Net other assets	7,690	7.10
Net assets	108,281	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

In the prior year the fund invested principally in equities.

Aberdeen Diversified Income Fund

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
BNP Paribas	11	11
Citigroup	392	392
Goldman Sachs	376	376
HSBC	207	207
JPM Chase	8	8
Morgan Stanley	3	3
Royal Bank Of Canada	6	6
UBS	2	2
Total exposure	1,005	1,005

The Fund had no exposure to derivatives as at 31 July 2016.

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	1,036	-	-	1,036
<i>Non-derivatives</i>					
Provisions for liabilities	-	-	6	-	6
Amounts held at futures clearing houses and brokers	16	-	-	-	16
Other creditors	-	1,942	-	-	1,942
Distribution payable	-	138	-	-	138
Total financial liabilities	16	3,116	6	-	3,138

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	74	-	-	74
<i>Non-derivatives</i>					
Other creditors	-	428	-	-	428
Distribution payable	-	92	-	-	92
Total financial liabilities	-	594	-	-	594

Aberdeen Diversified Income Fund

14. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Bonds	71,827	1,443	53,640	-
Equities	102,545	13,383	94,649	25,541
Collective Investment Schemes	39,763	21,056	68,269	36,150
Trades in the year before transactions costs	214,135	35,882	216,558	61,691
Commissions				
Bonds	-	-	-	-
Equities	26	5	(28)	(10)
Collective Investment Schemes	1	1	-	(1)
Total commissions	27	6	(28)	(11)
Taxes				
Bonds	-	-	-	-
Equities	68	38	(2)	-
Collective Investment Schemes	-	-	-	-
Total taxes	68	38	(2)	-
Other expenses				
Bonds	-	-	-	-
Equities	6	-	(2)	-
Collective Investment Schemes	5	-	-	-
Total other expenses	11	-	(2)	-
Total transaction costs	106	44	(32)	(11)
Total net trades in the year after transaction costs	214,241	35,926	216,526	61,680
	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Equities	0.03	0.04	0.03	0.04
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Equities	0.07	0.28	-	-
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Equities	0.01	-	-	-
Collective Investment Schemes	0.01	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation.

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	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.06	0.01
Taxes	0.07	0.04
Other expenses	0.01	-
Total costs	0.14	0.05

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £1,064,000 in the year (2016 - £378,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.39% (2016 - 0.05%).

The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

15. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	71,331	-	58,160	-
Level 2	30,296	1,036	39,354	74
Level 3	-	-	-	-
Total	101,627	1,036	97,514	74

Aberdeen Diversified Income Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Revenue	Equalisation	Distribution paid 30/11/16	Distribution paid 31/01/16
A Accumulation shares				
Group 1	2.29849	-	2.29849	1.36368
Group 2	0.75889	1.53960	2.29849	1.36368
A Income shares				
Group 1	1.46831	-	1.46831	0.90000
Group 2	0.91148	0.55683	1.46831	0.90000
I Accumulation shares				
Group 1	1.44085	-	1.44085	0.86441
Group 2	0.56905	0.87180	1.44085	0.86441
I Income shares				
Group 1	1.27588	-	1.27588	0.79000
Group 2	0.32419	0.95169	1.27588	0.79000
Z Accumulation shares				
Group 1	2.36993	-	2.36993	1.40656
Group 2	1.19732	1.17261	2.36993	1.40656

Second Interim dividend distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 30 November 2016

	Revenue	Equalisation	Distribution paid 31/12/16
A Accumulation shares			
Group 1	0.76208	-	0.76208
Group 2	-	0.76208	0.76208
A Income shares			
Group 1	0.48136	-	0.48136
Group 2	-	0.48136	0.48136
I Accumulation shares			
Group 1	0.47793	-	0.47793
Group 2	0.00109	0.47684	0.47793
I Income shares			
Group 1	0.41847	-	0.41847
Group 2	-	0.41847	0.41847
Z Accumulation shares			
Group 1	0.78643	-	0.78643
Group 2	0.27351	0.51292	0.78643

Aberdeen Diversified Income Fund

Third Interim dividend distribution

Group 1: Shares purchased prior to 1 December 2016

Group 2: Shares purchased 1 December 2016 to 31 December 2016

	Revenue	Equalisation	Distribution paid 31/01/17
A Accumulation shares			
Group 1	0.77672	-	0.77672
Group 2	-	0.77672	0.77672
A Income shares			
Group 1	0.48875	-	0.48875
Group 2	0.09847	0.39028	0.48875
I Accumulation shares			
Group 1	0.48731	-	0.48731
Group 2	0.06599	0.42132	0.48731
I Income shares			
Group 1	0.42508	-	0.42508
Group 2	0.12257	0.30251	0.42508
Z Accumulation shares			
Group 1	0.80219	-	0.80219
Group 2	0.27509	0.52710	0.80219

Fourth Interim dividend distribution

Group 1: Shares purchased prior to 1 January 2017

Group 2: Shares purchased 1 January 2017 to 31 January 2017

	Revenue	Equalisation	Distribution paid 28/02/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.77750	-	0.77750	1.38911
Group 2	-	0.77750	0.77750	1.38911
A Income shares				
Group 1	0.48740	-	0.48740	0.91000
Group 2	0.20760	0.27980	0.48740	0.91000
I Accumulation shares				
Group 1	0.48802	-	0.48802	0.84892
Group 2	0.17345	0.31457	0.48802	0.84892
I Income shares				
Group 1	0.42411	-	0.42411	0.77000
Group 2	0.13718	0.28693	0.42411	0.77000
Z Accumulation shares				
Group 1	0.80369	-	0.80369	1.39140
Group 2	0.31980	0.48389	0.80369	1.39140

Aberdeen Diversified Income Fund

Fifth Interim dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 28 February 2017

	Revenue	Equalisation	Distribution paid 31/03/17
A Accumulation shares			
Group 1	0.79397	-	0.79397
Group 2	0.30961	0.48436	0.79397
A Income shares			
Group 1	0.49586	-	0.49586
Group 2	0.24437	0.25149	0.49586
I Accumulation shares			
Group 1	0.49855	-	0.49855
Group 2	0.16837	0.33018	0.49855
I Income shares			
Group 1	0.43165	-	0.43165
Group 2	0.12571	0.30594	0.43165
Z Accumulation shares			
Group 1	0.82135	-	0.82135
Group 2	0.44260	0.37875	0.82135

Sixth Interim dividend distribution

Group 1: Shares purchased prior to 1 March 2017

Group 2: Shares purchased 1 March 2017 to 31 March 2017

	Revenue	Equalisation	Distribution paid 30/04/17
A Accumulation shares			
Group 1	0.79909	-	0.79909
Group 2	0.10779	0.69130	0.79909
A Income shares			
Group 1	0.49720	-	0.49720
Group 2	0.04072	0.45648	0.49720
I Accumulation shares			
Group 1	0.50198	-	0.50198
Group 2	0.14780	0.35418	0.50198
I Income shares			
Group 1	0.43301	-	0.43301
Group 2	0.21725	0.21576	0.43301
Z Accumulation shares			
Group 1	0.82735	-	0.82735
Group 2	0.57318	0.25417	0.82735

Aberdeen Diversified Income Fund

Seventh Interim dividend distribution

Group 1: Shares purchased prior to 1 April 2017

Group 2: Shares purchased 1 April 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/05/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	0.81022	-	0.81022	1.70750
Group 2	-	0.81022	0.81022	1.70750
A Income shares				
Group 1	0.50225	-	0.50225	1.11000
Group 2	0.05887	0.44338	0.50225	1.11000
I Accumulation shares				
Group 1	0.50920	-	0.50920	1.07750
Group 2	0.05169	0.45751	0.50920	1.07750
I Income shares				
Group 1	0.43757	-	0.43757	0.97000
Group 2	0.08705	0.35052	0.43757	0.97000
Z Accumulation shares				
Group 1	0.83953	-	0.83953	1.77250
Group 2	0.47858	0.36095	0.83953	1.77250

Eighth Interim dividend distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 May 2017

	Revenue	Equalisation	Distribution paid 30/06/17
A Accumulation shares			
Group 1	0.81970	-	0.81970
Group 2	-	0.81970	0.81970
A Income shares			
Group 1	0.50621	-	0.50621
Group 2	-	0.50621	0.50621
I Accumulation shares			
Group 1	0.51540	-	0.51540
Group 2	-	0.51540	0.51540
I Income shares			
Group 1	0.44123	-	0.44123
Group 2	-	0.44123	0.44123
Z Accumulation shares			
Group 1	0.85012	-	0.85012
Group 2	0.32111	0.52901	0.85012

Aberdeen Diversified Income Fund

Ninth Interim dividend distribution

Group 1: Shares purchased prior to 1 June 2017

Group 2: Shares purchased 1 June 2017 to 30 June 2017

	Revenue	Equalisation	Distribution paid 31/07/17
A Accumulation shares			
Group 1	0.81853	-	0.81853
Group 2	-	0.81853	0.81853
A Income shares			
Group 1	0.50359	-	0.50359
Group 2	-	0.50359	0.50359
I Accumulation shares			
Group 1	0.51489	-	0.51489
Group 2	-	0.51489	0.51489
I Income shares			
Group 1	0.43914	-	0.43914
Group 2	-	0.43914	0.43914
Z Accumulation shares			
Group 1	0.84961	-	0.84961
Group 2	0.26511	0.58450	0.84961

Final dividend distribution

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/08/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.39507	-	1.39507	1.64570
Group 2	0.32720	1.06787	1.39507	1.64570
A Income shares				
Group 1	0.85509	-	0.85509	1.06000
Group 2	0.09275	0.76234	0.85509	1.06000
I Accumulation shares				
Group 1	0.70242	-	0.70242	0.89700
Group 2	0.24637	0.45605	0.70242	0.89700
I Income shares				
Group 1	0.59684	-	0.59684	0.80000
Group 2	0.21305	0.38379	0.59684	0.80000
Z Accumulation shares				
Group 1	0.88287	-	0.88287	1.47850
Group 2	0.66233	0.22054	0.88287	1.47850

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Eastern European Equity Fund

For the year ended 31 July 2017

Investment objective and policy

To achieve long term capital growth primarily in companies of developing European countries, although the Fund may also invest in companies of other European countries. The Fund may invest in investment trusts and collective investments schemes which themselves concentrate on investments in such countries, as well as securities of companies which, whilst listed on established stock exchanges worldwide, conduct a significant proportion of their business in these countries. The ACD's policy is not to generally employ derivatives in equity portfolios, although the Fund may use derivatives for efficient portfolio management and hedging.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Eastern European Equity Fund - A Accumulation Shares increased by 16.95% compared to an increase of 25.03% in the benchmark, the MSCI EM Europe 10/40 Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Emerging European equities rose over the review period, in-line with the broader emerging markets asset class. Donald Trump's unexpected election victory briefly sidelined investors, but developing markets mostly recovered on steady economic data. Emerging currencies broadly strengthened against the US dollar, largely shrugging off three US Federal Reserve rate hikes, as political risks eased following centrist Emmanuel Macron's win in the French presidential election.

Central European markets, in particular, posted healthy gains. Poland and Hungary rose on the back of robust economic data, with consumption strengthening on the back of higher real wages, as well as increasing demand for exports from the recovering eurozone.

Russia and Turkey seesawed. Russia was the region's top performer towards end-2016, but has endured a reversal of fortunes from January, pressured by falling oil prices as an OPEC-led agreement to extend output cuts failed to assuage persistent oversupply concerns. Hopes for warmer US ties under a Trump presidency also faded, with US lawmakers voting to impose a fresh round of sanctions for alleged interference in the US elections. On a brighter note, the economy returned to growth after nearly two years of contraction. The central

bank also cut interest rates amid moderating inflation. In contrast, Turkey was weak in 2016, with sentiment hurt by political instability after a failed coup and numerous terror attacks. But 2017 has seen economic confidence return, with the economy growing at its fastest pace since 2015 in the first quarter. The stockmarket and currency also rallied after President Erdogan grabbed sweeping new powers in a controversial referendum, with investors expecting political stability to give greater focus on the economy.

Portfolio review

The Fund lagged the benchmark index, due largely to negative stock selection.

Poland was a key detractor, as our underweight to the rallying market pared returns. Stock selection was also negative, weighed down by ongoing weakness at wholesaler Eurocash. Not holding PKO Bank and insurer PZU also proved costly, as financial names saw a cyclical rebound. Meanwhile, our lack of exposure to Polish crude oil refiner PKN Orlen hurt, given the rally in its share price. That said, our large underweight to the energy sector was positive, as oil prices remained lacklustre.

Negative stock selection in Turkey also hurt performance. Bottler Coca-Cola Icecek and cement company Cimsa were notable detractors, due to a combination of company-specific issues, along with investors' fears of an economic slowdown, which proved overdone.

On a brighter note, a more defensive portfolio of stocks drove selection gains in Russia, while a lower allocation to the benchmark also aided performance. We benefited from not holding oil majors, Gazprom and Rosneft, while the position in steelmaker NLMK was also positive, as operational efficiencies and recovering sales in the US market drove its share price. Elsewhere, our non-benchmark exposure to Romania boosted the fund, as the market rose on robust economic growth. Our sole holding there, lender BRD, was among the top contributors, as its share price rallied.

In key portfolio activity, we initiated four holdings. Russian bourse Moscow Exchange has a dominant market position and exposure to increasing local corporate issuance in both equities and bonds. Turkish software developer Logo Yazilim provides a range of enterprise-planning software to small and medium-sized companies, locally and in Romania. Polish retailer Dino Polska has a proven business model and attractive growth prospects. Finally, Domino's Pizza franchise operator DP Eurasia has solid long-term growth prospects, given its exposure to the underpenetrated Turkish market, and a growing presence in Russia.

Against this, we took advantage of a share price rally to sell Russian food retailer O'Key, due to continued disappointment over its restructuring despite a period of engagement with management, and better opportunities elsewhere.

Aberdeen Eastern European Equity Fund

Outlook

Similar to the broader emerging markets, emerging European markets are well-positioned to maintain their positive momentum this year, though rising political risks could be a stumbling block. Besides longstanding tensions in North Korea, which could dampen risk appetite, the escalating US-Russia row adds further uncertainty. Fresh sanctions may hurt Russian markets, especially as oil prices remain volatile. Major central banks are signalling interest rate normalisation soon, which may curtail liquidity. Concerns also remain over Britain's exit from the European Union (EU), as a "hard Brexit" will likely hurt trade ties, shrink net inflows from the EU and could jeopardise migration links. Nevertheless, some previously-anticipated risks are diminishing, which could be a boon. Notably, expectations for US dollar strength has not materialised. President Trump's struggles, coupled with stubbornly-soft inflation and wage growth, are likely to impede the dollar's advance. The eurozone's ongoing economic recovery will also be positive, as the bloc is a key trading partner for many eastern European economies. Improving economic growth and external balances, along with steady inflation, will also support gains. We are cautiously optimistic, but will remain disciplined, investing in attractively-valued companies with sound fundamentals and sensible management strategies.

Global Emerging Markets Equity Team

August 2017

Aberdeen Eastern European Equity Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	1.88	1.13
31 July 2016	2.00	1.25
31 July 2015	1.99	1.24

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Eastern European Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	251.88	214.19	238.97
Return before operating charges*	47.85	41.95	(20.33)
Operating charges	(5.32)	(4.26)	(4.45)
Return after operating charges*	42.53	37.69	(24.78)
Distributions on accumulation shares	(2.58)	(0.94)	(0.90)
Retained distributions on accumulation shares	2.58	0.94	0.90
Closing net asset value per share	294.41	251.88	214.19
* after direct transaction costs of:	0.08	0.10	0.14
Performance			
Return after charges	16.89%	17.60%	(10.37%)
Other information			
Closing net asset value (£'000s)	4,741	5,293	10,687
Closing number of shares	1,610,325	2,101,405	4,989,604
Operating charges	1.88%	2.00%	1.99%
Direct transaction costs	0.03%	0.05%	0.06%
Prices			
Highest share price (pence)	303.21	257.12	253.23
Lowest share price (pence)	247.99	184.97	183.11

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Eastern European Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	264.19	222.95	246.87
Return before operating charges*	50.31	44.09	(21.06)
Operating charges	(3.37)	(2.85)	(2.86)
Return after operating charges*	46.94	41.24	(23.92)
Distributions on accumulation shares	(5.15)	(3.64)	(3.11)
Retained distributions on accumulation shares	5.15	3.64	3.11
Closing net asset value per share	311.13	264.19	222.95
 * after direct transaction costs of:	 0.08	 0.10	 0.15
Performance			
Return after charges	17.77%	18.50%	(9.69%)
Other information			
Closing net asset value (£'000s)	15,256	13,826	7,232
Closing number of shares	4,903,650	5,233,397	3,243,610
Operating charges	1.13%	1.25%	1.24%
Direct transaction costs	0.03%	0.05%	0.06%
Prices			
Highest share price (pence)	320.35	269.59	261.83
Lowest share price (pence)	260.12	193.25	189.70

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Eastern European Equity Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
98.52% (2016: 98.71%)			
Equities 98.52% (2016: 98.71%)			
Czech Republic 2.70% (2016: 3.31%)			
Komerční Banka	16,700	541	2.70
Georgia 1.74% (2016: 1.71%)			
Bank of Georgia	10,100	348	1.74
Greece 1.58% (2016: 0.93%)			
Jumbo	25,400	316	1.58
Hungary 2.79% (2016: 3.13%)			
Gedeon Richter	28,800	558	2.79
Netherlands 1.58% (2016: nil)			
DP Eurasia	162,000	316	1.58
Poland 6.91% (2016: 6.66%)			
Bank Pekao	19,013	511	2.55
Dino Polska	33,000	370	1.85
Eurocash	35,270	263	1.32
Orbis	13,224	238	1.19
		1,382	6.91
Portugal 3.81% (2016: 4.15%)			
Jeronimo Martins	51,290	761	3.81
Romania 3.39% (2016: 3.39%)			
BRD-Groupe Societe Generale	245,897	679	3.39
Russian Federation 41.22% (2016: 39.89%)			
Global Ports Investments (GDR)	56,000	153	0.76
Lenta (GDR)	109,500	496	2.48
Lukoil ADR	40,941	1,445	7.23
Magnit	15,248	1,825	9.13
MD Medical Group Investments (GDR)	115,300	766	3.83
Mobile Telesystems	89,000	265	1.33
Moscow Exchange MICEX-RTS	148,800	202	1.01
NOVATEK	90,200	690	3.45
Novolipetsk Steel (GDR)	27,600	435	2.18
Sberbank	807,100	1,686	8.43
Synergy	36,675	278	1.39
		8,241	41.22

Aberdeen Eastern European Equity Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Slovenia 1.52% (2016: 2.16%)			
Krka	6,191	304	1.52
Switzerland 3.55% (2016: 3.43%)			
Coca-Cola HBC [∞]	31,000	711	3.55
Turkey 22.14% (2016: 24.40%)			
Akbank	278,100	626	3.13
AvivaSA Emeklilik ve Hayat	47,823	205	1.02
BIM Biresik Magazalar	50,735	750	3.74
Cimsa Cimento	92,569	300	1.50
Coca-Cola Icecek	81,671	747	3.74
Enka Insaat ve Sanayi	559,987	665	3.33
Haci Omer Sabanci	134,800	313	1.57
Logo Yazilim Sanayi ve Ticaret	18,134	214	1.07
Turkiye Garanti Bankasi	267,990	607	3.04
		4,427	22.14
United States 5.59% (2016: 5.55%)			
EPAM Systems	10,777	703	3.51
Luxoft	8,700	415	2.08
		1,118	5.59
Total Equities		19,702	98.52
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		19,702	98.52
Total investments		19,702	98.52
Other net assets		295	1.48
Total net assets		19,997	100.00

[∞] A portion of this security is on loan at the year end.
Comparative figures are as at 31 July 2016.

Aberdeen Eastern European Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	673	3.42	3.37

Collateral issuers	Market value of collateral received £'000	Type	Quality	Custodian
Nokia	38	Equity	Main market listing	BNP Paribas
Credit Agricole	37	Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	37	Equity	Main market listing	BNP Paribas
TOTAL	37	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	37	Equity	Main market listing	BNP Paribas
Anheuser-Busch InBev	36	Equity	Main market listing	BNP Paribas
SAP	32	Equity	Main market listing	BNP Paribas
Vodafone	28	Equity	Main market listing	BNP Paribas
Tokyo Electron	28	Equity	Main market listing	BNP Paribas
Tesco	26	Equity	Main market listing	BNP Paribas
Other Equity	410	Equity	Main market listing	BNP Paribas
Total collateral received	746			

Collateral held per custodian	Market value of collateral held £'000	Proportion held in segregated accounts %
BNP Paribas	746	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received £'000
EUR	382
GBP	119
JPY	143
SEK	17
USD	85
Total collateral received	746

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	673	France	Tri-party
Total market value of securities lending	673		

Aberdeen Eastern European Equity Fund

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	2	125.00
Direct operational costs (securities lending agent costs) ^A	-	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	-	(25.00)
Net return	2	100.00

^A The unrounded fees incurred for securities lending for the year to 31 July 2017 is £443.

Aberdeen Eastern European Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	2,930	2,692
Revenue	2	651	542
Expenses	3	(267)	(264)
Net revenue before taxation		384	278
Taxation	4	(86)	(63)
Net revenue after taxation		298	215
Total return before distributions		3,228	2,907
Distributions	5	(298)	(216)
Change in net assets attributable to shareholders from investment activities		2,930	2,691

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	19,119	17,919
Amounts receivable on issue of shares	1,377	1,645
Amounts payable on cancellation of shares	(3,723)	(3,346)
	(2,346)	(1,701)
Change in net assets attributable to shareholders from investment activities	2,930	2,691
Retained distributions on accumulation shares	294	210
Closing net assets attributable to shareholders	19,997	19,119

Aberdeen Eastern European Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		19,702	18,872
Current assets:			
Debtors	6	18	240
Cash and bank balances		496	179
Total assets		20,216	19,291
Liabilities:			
Creditors:			
Other creditors	7	219	172
Total liabilities		219	172
Net assets attributable to shareholders		19,997	19,119

Aberdeen Eastern European Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	2,929	2,694
Other currency gains/(losses)	1	(2)
Net capital gains	2,930	2,692

2. Revenue

	2017 £'000	2016 £'000
UK dividends	9	9
Overseas dividends	640	530
Stock lending commission	2	2
Bank interest	-	1
Total revenue	651	542

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	190	178
Operating, administrative and servicing fees	77	86
Total expenses	267	264

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	86	63
Current tax charge	86	63
Total taxation	86	63

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Eastern European Equity Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	384	278
Corporation tax at 20% (2016 - 20%)	77	56
Effects of:		
UK dividends	(2)	(2)
Non-taxable overseas dividends	(54)	(40)
Excess management expenses	(8)	(8)
Tax effect of expensed double taxation relief	(13)	(6)
Irrecoverable overseas withholding tax	86	63
Total taxation	86	63

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £332,000 (2016 - £340,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Final	294	210
Add: Revenue deducted on cancellation of shares	7	9
Deduct: Revenue received on issue of shares	(3)	(3)
Distributions for the year	298	216
Total distributions	298	216

Details of the distribution per share are set out in the distribution tables on page 207.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	298	215
Add:		
Movement between share classes due to conversion	-	1
Distributions	298	216

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	4	91
Overseas withholding tax reclaimable	12	12
Sales awaiting settlement	-	70
Currency transactions awaiting settlement	-	57
Other debtor	2	10
Total debtors	18	240

Aberdeen Eastern European Equity Fund

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	22	24
Amounts payable for cancellation of shares	197	74
Purchases awaiting settlement	-	17
Currency transactions awaiting settlement	-	57
Total other creditors	219	172

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 197. £213,000 was due to the ACD (2016 - £90,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

FIL Nominee (Shareholdings) Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 25% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 191. The distribution per share class is given in the distribution tables on page 207. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares
Opening number of shares	2,101,405	5,233,397
Creations during the year	89,800	375,700
Cancellations during the year	(539,400)	(744,801)
Shares converted during the year	(41,480)	39,354
Closing shares in issue	1,610,325	4,903,650

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Aberdeen Eastern European Equity Fund

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices overleaf, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
NATIXIS	673	746	Equity
Total	673	746	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	2	-	2

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	54	61	Equity
Total	54	61	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	2	-	2

Aberdeen Eastern European Equity Fund

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Czech Koruna	-	540	540
Euro	21	1,382	1,403
Hungarian Forint	-	558	558
Polish Zloty	7	1,382	1,389
Pound Sterling	200	1,374	1,574
Romanian New Leu	-	679	679
Russian Ruble	-	4,947	4,947
Turkish Lira	-	4,427	4,427
US Dollar	67	4,413	4,480
Net assets	295	19,702	19,997

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Czech Koruna	-	634	634
Euro	35	1,383	1,418
Hungarian Forint	-	599	599
Polish Zloty	4	1,274	1,278
Pound Sterling	143	983	1,126
Romanian New Leu	-	647	647
Russian Ruble	49	4,442	4,491
Turkish Lira	-	4,665	4,665
US Dollar	16	4,245	4,261
Net assets	247	18,872	19,119

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £1,842,000 (2016 - £1,799,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

Aberdeen Eastern European Equity Fund

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £985,000 (2016 - £944,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	219	-	-	219
Total financial liabilities	-	219	-	-	219
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	172	-	-	172
Total financial liabilities	-	172	-	-	172

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Equities	2,281	2,096	4,386	3,008
Trades in the year before transactions costs	2,281	2,096	4,386	3,008
Commissions				
Equities	2	3	(4)	(5)
Total commissions	2	3	(4)	(5)
Taxes				
Equities	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	2	3	(4)	(5)
Total net trades in the year after transaction costs	2,283	2,099	4,382	3,003

Aberdeen Eastern European Equity Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.09	0.14	0.09	0.17
Taxes				
Equities	-	-	-	-
Other expenses				
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.03	0.05
Taxes	-	-
Other expenses	-	-
Total costs	0.03	0.05

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - net sales of £202,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.15% (2016 - 0.53%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen Eastern European Equity Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	19,702	-	18,872	-
Level 2	-	-	-	-
Level 3	-	-	-	-
Total	19,702	-	18,872	-

Aberdeen Eastern European Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	2.57986	-	2.57986	0.93565
Group 2	2.53017	0.04969	2.57986	0.93565
I Accumulation shares				
Group 1	5.15333	-	5.15333	3.64121
Group 2	4.40272	0.75061	5.15333	3.64121

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Emerging Markets Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The investment objective is to provide an attractive level of income and long-term capital return.

The investment policy is to invest primarily in fixed interest securities which are issued by corporations with their registered office in, and/or government related bodies domiciled in an emerging market country. The Fund may also invest in other transferable securities, money market instruments, cash, near cash, deposits, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives. The Fund may use financial derivatives instruments for investment purposes and/or efficient portfolio management.

The Fund may use financial derivatives instruments for investment purposes and/or efficient portfolio management. The Fund may use derivative instruments to create short and/or long positions in currencies other than the base currency.

Note: For the purposes of this Fund, emerging market means any country that is included in the MSCI Emerging Markets Index or composite thereof (or any successor index or index substituted at the ACD's discretion,) or any country classified by the World Bank as a low to upper middle income country.

Performance review

For the year ended 31 July 2017, the value of the Aberdeen Emerging Markets Bond Fund - A Accumulation Shares increased by 5.90% compared to an increase of 4.08% in the benchmark, the JPM EMBI Global Diversified (Hedged GBP 100%) Index.

Source: Lipper, JP Morgan, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Emerging market (EM) debt has shown its mettle over the last 12 months. Macro-politics remained in focus throughout the period, with presidential elections in the US, France, Holland and a snap general election in the UK. A Donald Trump win was expected to unsettle markets but initial jitters were transient, as the result conferred strength to the US dollar and to the 'reflation' theme. The subsequent rise in the US dollar – and spike in US Treasury yields – did spark some volatility in EM risk assets, leading to downward pressure on EM debt in November. The negative sentiment was short-lived however, and the asset class went on to post six straight months of positive returns as markets shrugged off any concerns around a "hard" Trump. The President has failed to implement many of his pre-election promises, and the lack of progress on the domestic front has benefitted EM debt. Three US interest rate hikes in as many quarters were passed without any major difficulties. While these were arguably priced in, it does highlight the underlying improvements in many EM economies. These hikes have come at a time when commodity prices have been largely subdued, making the positive performance all the more impressive.

The global economy continued to gather momentum over the period, with the world's major economies doing well. Even the UK, despite uncertainty around Brexit and a hung parliament after the general election result, proved relatively resilient. In Europe, the economy only grew stronger as the period progressed; financial conditions are in good shape and political risk has diminished, largely thanks to Emmanuel Macron's decisive victory in the legislative elections. The positive sentiment led to hawkish comments from the European Central Bank (ECB) at its annual conference in late June. This saw rates markets sell off aggressively and yield curves steepening as a result.

In country news, Brazil's government is struggling to rein in the budgetary accounts amid further political troubles. Michel Temer, having started his presidential reign 12 months ago, is facing criminal charges for allegedly receiving bribes while ex-President Lula has been sentenced to 10 years in prison. Despite the political unrest dampening both consumer and business confidence, there are positives to draw on as government continues to push through tough reforms. The nation's central bank is also continuing its monetary easing cycle; the current rate stands at 9.25% having been slashed by a further 1% at its last meeting in July. The move was the seventh straight rate decline, bringing borrowing costs to the lowest since September of 2013 amid slowing inflation.

Russia's central bank surprised the market by cutting its reference interest rate by 50bps in its April meeting before a further 25bps cut in June. Rates are now at 9%. The Bank adopted a more cautious tone as there are concerns around food price inflation, lower oil prices and market risk aversion due to US monetary tightening. However, once clouds around US sanctions and a jump in food inflation clear, policy makers are expected to return to easing. The sanctions imposed on Russia by the US may also look bad, but they are unlikely to have too much of an impact on the economy.

In India, Modi continued to make progress over the period. It culminated with the long-awaited Goods and Service Tax recently going live, following over a decade of government deliberations. Some analysts argue that this is the most significant tax reform since the country's independence in 1947 and it will be the most visible of Prime Minister Modi's many reforms.

China's GDP growth in the second quarter of the year was 6.9% y/y, marginally higher than analysts had been expecting and unchanged when compared to the first quarter. In terms of sectoral contribution, agriculture helped to offset softer growth within services, while industry performed well. The latest activity indicators (industrial production, fixed asset investment, retail sales) all beat consensus expectations and point to upside risks to the market's full year growth predictions.

Portfolio review

Local currency positions in Brazil and Uruguay were the key contributors to performance as was an overweight in Ghana and an underweight position in the Philippines. On the other side, an underweight position in Lebanon, Sri Lanka and Angola detracted from performance, as did off-benchmark exposure to Qatar.

Aberdeen Emerging Markets Bond Fund

During the period, we increased the Fund's weighting in Turkey, the United Arab Emirates and Ukraine, while cutting exposure to Mexico, Pakistan and Kazakhstan. In local currency space, we increased our allocations to Turkey, Peru and Russia.

Outlook

The argument that, on aggregate at least, emerging markets' fundamentals are improving remains in place. This is backed by falling inflation, a widening growth differential when compared to developed markets, and strong balance of payments dynamics. Those countries which may be struggling economically have called on the IMF for policy and financial support which gives investors comfort that these governments are serious about economic and fiscal reform. External risks to the asset class seem to be abating for now, with US government and monetary policy taking a backseat; China outperforming expectations; and commodity markets relatively buoyant.

Emerging Market Debt Team

August 2017

Aberdeen Emerging Markets Bond Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.65	1.15	0.15
31 July 2016	1.66	1.16	0.16
31 July 2015	1.65	1.15	0.15

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- Derivatives: This Fund can use derivatives in order to meet its investment objective. The use of derivatives may result in greater fluctuations in the value of the Fund, and may increase the magnitude of any losses.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Emerging Markets Bond Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	129.69	118.91	124.35
Return before operating charges*	10.96	14.53	(1.91)
Operating charges	(2.19)	(1.95)	(2.02)
Return after operating charges*	8.77	12.58	(3.93)
Distributions on accumulation shares	(8.66)	(9.00)	(7.56)
Retained distributions on accumulation shares	7.66	7.20	6.05
Closing net asset value per share	137.46	129.69	118.91
* after direct transaction costs of:	-	-	0.01
Performance			
Return after charges	6.76%	10.58%	(3.16%)
Other information			
Closing net asset value (£'000s)	2,945	2,817	5,311
Closing number of shares	2,142,373	2,171,893	4,466,473
Operating charges	1.65%	1.66%	1.65%
Direct transaction costs	-	-	0.01%
Prices			
Highest share price (pence)	137.94	130.81	126.89
Lowest share price (pence)	124.73	109.33	115.09

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Emerging Markets Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	99.38	96.82	106.39
Return before operating charges*	7.41	9.82	(2.81)
Operating charges	(1.64)	(1.56)	(1.70)
Return after operating charges*	5.77	8.26	(4.51)
Distributions on income shares	(5.72)	(5.70)	(5.06)
Closing net asset value per share	99.43	99.38	96.82
 * after direct transaction costs of:	 -	 -	 0.01
Performance			
Return after charges	5.81%	8.53%	(4.24%)
Other information			
Closing net asset value (£'000s)	729	797	1,382
Closing number of shares	733,519	802,294	1,427,188
Operating charges	1.65%	1.66%	1.65%
Direct transaction costs	-	-	0.01%
Prices			
Highest share price (pence)	102.46	101.77	108.18
Lowest share price (pence)	93.82	87.35	97.05

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Emerging Markets Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	110.39	100.71	104.77
Return before operating charges*	9.36	12.38	(1.59)
Operating charges	(1.30)	(1.16)	(1.19)
Return after operating charges*	8.06	11.22	(2.78)
Distributions on accumulation shares	(7.39)	(7.66)	(6.40)
Retained distributions on accumulation shares	6.54	6.12	5.12
Closing net asset value per share	117.60	110.39	100.71
 * after direct transaction costs of:	 -	 -	 0.01
Performance			
Return after charges	7.30%	11.14%	(2.65%)
Other information			
Closing net asset value (£'000s)	46,499	34,135	34,526
Closing number of shares	39,541,223	30,921,795	34,283,736
Operating charges	1.15%	1.16%	1.15%
Direct transaction costs	-	-	0.01%
Prices			
Highest share price (pence)	118.00	111.34	106.97
Lowest share price (pence)	106.35	92.82	97.16

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Emerging Markets Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	91.20	88.40	96.66
Return before operating charges*	6.82	9.03	(2.57)
Operating charges	(1.05)	(1.00)	(1.07)
Return after operating charges*	5.77	8.03	(3.64)
Distributions on income shares	(5.26)	(5.23)	(4.62)
Closing net asset value per share	91.71	91.20	88.40
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	6.33%	9.08%	(3.77%)
Other information			
Closing net asset value (£'000s)	7,509	17,338	17,618
Closing number of shares	8,188,073	19,011,830	19,929,259
Operating charges	1.15%	1.16%	1.15%
Direct transaction costs	-	-	0.01%
Prices			
Highest share price (pence)	94.05	93.40	98.34
Lowest share price (pence)	86.26	79.94	88.35

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Emerging Markets Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	134.73	121.69	125.35
Return before operating charges*	11.49	15.10	(1.93)
Operating charges	(0.21)	(0.20)	(0.19)
Return after operating charges*	11.28	14.90	(2.12)
Distributions on accumulation shares	(9.05)	(9.29)	(7.68)
Retained distributions on accumulation shares	8.01	7.43	6.14
Closing net asset value per share	144.97	134.73	121.69
* after direct transaction costs of:			
	-	-	0.01
Performance			
Return after charges	8.37%	12.24%	(1.69%)
Other information			
Closing net asset value (£'000s)	28,328	28,151	23,494
Closing number of shares	19,541,162	20,893,998	19,306,264
Operating charges	0.15%	0.16%	0.15%
Direct transaction costs	-	-	0.01%
Prices			
Highest share price (pence)	145.44	135.87	128.12
Lowest share price (pence)	130.25	112.70	116.68

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Emerging Markets Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
91.93% (2016: 91.75%)					
Bonds 91.93% (2016: 91.75%)					
Corporate Bonds 23.18% (2016: 23.24%)					
Azerbaijan 1.02% (2016: 1.36%)					
Southern Gas Corridor	6.8750	24/03/26	1,049,000	874	1.02
Brazil 0.92% (2016: 3.30%)					
Petrobras Global Finance	8.3750	23/05/21	600,000	512	0.60
Petrobras Global Finance	6.2500	17/03/24	350,000	277	0.32
				789	0.92
Chile 0.91% (2016: 1.49%)					
Empresa Electrica Angamos	4.8750	25/05/29	470,000	364	0.42
Latam Airlines 2015-1 Pass Through Trust A	4.2000	15/08/29	555,923	420	0.49
				784	0.91
Colombia 0.55% (2016: 0.54%)					
Banco de Bogota	6.2500	12/05/26	579,000	471	0.55
Dominican Republic 0.48% (2016: 0.40%)					
Dominican Republic (Mestenio)	8.5000	02/01/20	510,000	411	0.48
Ecuador 0.45% (2016: 0.41%)					
EP PetroEcuador	FRN	24/09/19	322,105	246	0.29
Petroamazonas	4.6250	16/02/20	200,000	141	0.16
				387	0.45
Georgia 1.61% (2016: 1.47%)					
Georgian Oil and Gas	6.7500	26/04/21	750,000	600	0.70
Georgian Railway	7.7500	11/07/22	950,000	789	0.91
				1,389	1.61
Hong Kong nil (2016: 0.25%)					
Indonesia 1.39% (2016: 1.67%)					
Pertamina Persero	6.5000	27/05/41	800,000	711	0.83
Pertamina Persero	6.0000	03/05/42	580,000	485	0.56
				1,196	1.39
Kazakhstan 1.78% (2016: 2.98%)					
Kazakhstan Temir Zholy Finance	6.9500	10/07/42	1,360,000	1,114	1.29
Tengizchevroil Finance International	4.0000	15/08/26	564,000	419	0.49
				1,533	1.78

Aberdeen Emerging Markets Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Kuwait 0.53% (2016: nil)					
Equate Petrochemical (EMTN)	4.2500	03/11/26	580,000	458	0.53
Mexico 5.10% (2016: 4.40%)					
Alfa	6.8750	25/03/44	620,000	522	0.61
BBVA Bancomer Texas	6.7500	30/09/22	550,000	474	0.55
Petroleos Mexicanos	6.5000	02/06/41	1,300,000	1,013	1.18
Petroleos Mexicanos	6.3750	23/01/45	1,010,000	771	0.90
Petroleos Mexicanos	FRN	11/03/22	880,000	726	0.84
Petroleos Mexicanos	6.8750	04/08/26	595,000	510	0.59
Petroleos Mexicanos	6.7500	21/09/47	460,000	367	0.43
				4,383	5.10
Morocco 0.63% (2016: 0.57%)					
OCP	6.8750	25/04/44	640,000	540	0.63
Netherlands 0.48% (2016: nil)					
VimpelCom	4.9500	16/06/24	540,000	412	0.48
Nigeria 0.44% (2016: 0.26%)					
United Bank for Africa	7.7500	08/06/22	310,000	231	0.27
Zenith Bank	7.3750	30/05/22	200,000	149	0.17
				380	0.44
Panama 0.52% (2016: nil)					
Global Bank	4.5000	20/10/21	579,000	448	0.52
Peru 1.09% (2016: 0.50%)					
Southern Copper	5.8750	23/04/45	556,000	464	0.54
VM	5.3750	04/05/27	603,000	475	0.55
				939	1.09
Russian Federation 1.56% (2016: 1.86%)					
GTLK Europe	5.9500	19/07/21	580,000	461	0.54
Polyus Finance	5.2500	07/02/23	511,000	398	0.46
Vnesheconombank Via VEB Finance	6.8000	22/11/25	570,000	481	0.56
				1,340	1.56
South Africa 0.80% (2016: 1.78%)					
Eskom	6.7500	06/08/23	308,000	236	0.27
MTN Mauritius Investments	6.5000	13/10/26	570,000	451	0.53
				687	0.80
Sri Lanka 0.25% (2016: nil)					
National Savings Bank	8.8750	18/09/18	270,000	217	0.25
Turkey 0.70% (2016: nil)					
Hazine Mustesarligi Varlik Kiralama	5.0040	06/04/23	775,000	604	0.70

Aberdeen Emerging Markets Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United Arab Emirates 1.97% (2016: nil)					
DP World (EMTN)	6.8500	02/07/37	480,000	441	0.51
ICD Sukuk (EMTN)	5.0000	01/02/27	1,050,000	832	0.97
MAF Global Securities	VAR	PERP	550,000	423	0.49
				1,696	1.97
Total Corporate Bonds				19,938	23.18
Government Bonds 68.75% (2016: 68.51%)					
Angola nil (2016: 0.50%)					
Argentina 6.20% (2016: 6.33%)					
Argentina (Republic of)	7.5000	22/04/26	2,470,000	2,011	2.33
Argentina (Republic of) ^{oo}	8.2800	31/12/33	1,727,523	1,422	1.65
Argentina (Republic of)	5.6250	26/01/22	1,193,000	928	1.08
Argentina (Republic of)	16.0000	17/10/23	10,569,989	459	0.53
Argentina (Republic of)	7.8200	31/12/33	440,353	409	0.48
Argentina (Republic of)	FRN	21/06/20	2,353,191	109	0.13
				5,338	6.20
Armenia 0.51% (2016: 0.49%)					
Armenia (Republic of)	7.1500	26/03/25	530,000	443	0.51
Bahrain 0.95% (2016: 0.54%)					
Bahrain (Kingdom of)	7.0000	12/10/28	1,050,000	818	0.95
Brazil 4.14% (2016: 4.48%)					
Banco Nacional de Desenvolvimento Economico e Social	5.7500	26/09/23	200,000	162	0.19
Brazil (Federal Republic of)	10.0000	01/01/27	9,650,000	2,352	2.73
Brazil (Federal Republic of)	6.0000	15/08/50	320,000	257	0.30
Brazil (Federal Republic of)	4.8750	22/01/21	310,000	250	0.29
Brazil (Federal Republic of)	2.6250	05/01/23	200,000	143	0.17
Caixa Economica Federal	4.2500	13/05/19	510,000	393	0.46
				3,557	4.14
Croatia 0.82% (2016: 0.93%)					
Croatia (Republic of)	5.5000	04/04/23	469,000	395	0.46
Croatia (Republic of)	6.0000	26/01/24	360,000	311	0.36
				706	0.82
Dominican Republic 3.19% (2016: 2.80%)					
Dominican (Republic of)	7.4500	30/04/44	1,230,000	1,090	1.26
Dominican (Republic of)	5.8750	18/04/24	903,000	735	0.86
Dominican (Republic of)	6.8500	27/01/45	875,000	722	0.84
Dominican (Republic of)	5.9500	25/01/27	240,000	194	0.23
				2,741	3.19

Aberdeen Emerging Markets Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Ecuador 2.29% (2016: 0.62%)					
Ecuador (Republic of)	10.7500	28/03/22	1,130,000	926	1.07
Ecuador (Republic of)	9.6500	13/12/26	760,000	589	0.69
Ecuador (Republic of)	8.7500	02/06/23	600,000	455	0.53
				1,970	2.29
Egypt 1.11% (2016: 0.31%)					
Egypt (Republic of)	6.1250	31/01/22	470,000	368	0.43
Egypt (Republic of)	7.5000	31/01/27	383,000	312	0.36
Egypt (Republic of)	8.5000	31/01/47	334,000	276	0.32
				956	1.11
El Salvador 1.56% (2016: 1.34%)					
El Salvador (Republic of)	5.8750	30/01/25	1,160,000	790	0.92
El Salvador (Republic of)	6.3750	18/01/27	800,000	549	0.64
				1,339	1.56
Ethiopia 1.15% (2016: 2.17%)					
Ethiopia (Republic of)	6.6250	11/12/24	1,300,000	990	1.15
Gabon 0.38% (2016: 1.40%)					
Gabon (Republic of)	6.3750	12/12/24	440,000	327	0.38
Georgia 0.58% (2016: 0.70%)					
Georgia (Republic of)	6.8750	12/04/21	590,000	499	0.58
Ghana 1.55% (2016: 2.39%)					
Ghana (Republic of) sm	8.1250	18/01/26	1,260,000	986	1.15
Ghana (Republic of)	10.7500	14/10/30	200,000	189	0.22
Ghana (Republic of)	7.8750	07/08/23	200,000	156	0.18
				1,331	1.55
Guatemala 0.53% (2016: 0.56%)					
Guatemala (Republic of)	5.7500	06/06/22	545,000	452	0.53
Honduras 1.29% (2016: 1.13%)					
Honduras (Republic of)	7.5000	15/03/24	1,140,000	968	1.12
Honduras (Republic of)	6.2500	19/01/27	180,000	144	0.17
				1,112	1.29
Hungary 0.48% (2016: nil)					
Hungary (Republic of)	6.3750	29/03/21	480,000	410	0.48
Indonesia 4.37% (2016: 4.67%)					
Indonesia (Republic of)	8.3750	15/03/34	10,700,000,000	656	0.76
Indonesia (Republic of)	8.2500	15/05/36	8,690,000,000	525	0.61
Indonesia (Republic of)	9.0000	15/03/29	3,000,000,000	193	0.22
Indonesia (Republic of) (EMTN)	5.8750	15/01/24	1,420,000	1,233	1.42

Aberdeen Emerging Markets Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Lembaga Pembiayaan Ekspor Indonesia (EMTN)	3.8750	06/04/24	240,000	185	0.22
Perusahaan Penerbit SBSN Indonesia III	3.4000	29/03/22	663,000	510	0.59
Perusahaan Penerbit SBSN Indonesia III	4.3500	10/09/24	590,000	469	0.55
				3,771	4.37
Iraq nil (2016: 0.49%)					
Ivory Coast 1.39% (2016: 1.87%)					
Ivory Coast (Government of)	6.3750	03/03/28	990,000	772	0.90
Ivory Coast (Government of)	5.3750	23/07/24	231,000	172	0.20
Ivory Coast (Government of) (STEP)	VAR	31/12/32	338,715	252	0.29
				1,196	1.39
Jamaica nil (2016: 1.00%)					
Jordan 0.80% (2016: nil)					
Jordan (Kingdom of)	5.7500	31/01/27	656,000	495	0.57
Jordan (Kingdom of)	6.1250	29/01/26	253,000	197	0.23
				692	0.80
Kenya 0.62% (2016: 1.12%)					
Kenya (Republic of)	6.8750	24/06/24	690,000	535	0.62
Mexico 1.06% (2016: 4.46%)					
Mexico (Government of)	6.0500	11/01/40	1,010,000	912	1.06
Mongolia 0.89% (2016: 1.35%)					
Mongolia (Government of) (EMTN)	4.1250	05/01/18	545,000	414	0.48
Mongolia (Government of) (EMTN) [∞]	10.8750	06/04/21	400,000	352	0.41
				766	0.89
Morocco 0.82% (2016: 0.75%)					
Morocco (Government of)	4.2500	11/12/22	880,000	705	0.82
Namibia 0.18% (2016: 0.38%)					
Namibia (Government of)	5.2500	29/10/25	200,000	156	0.18
Nigeria 0.39% (2016: nil)					
Nigeria (Federal Republic of)	7.8750	16/02/32	396,000	332	0.39
Pakistan nil (2016: 0.84%)					
Panama 0.29% (2016: nil)					
Panama (Republic of)	5.2000	30/01/20	300,000	246	0.29
Paraguay 2.01% (2016: 2.12%)					
Paraguay (Republic of)	6.1000	11/08/44	1,200,000	1,024	1.19
Paraguay (Republic of)	5.0000	15/04/26	870,000	703	0.82
				1,727	2.01

Aberdeen Emerging Markets Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Peru 1.60% (2016: nil)					
Peru (Republic of)	6.9500	12/08/31	3,330,000	868	1.01
Peru (Republic of)	7.1250	30/03/19	340,000	281	0.33
Peru (Republic of)	6.1500	12/08/32	920,000	224	0.26
				1,373	1.60
Qatar nil (2016: 1.01%)					
Russian Federation 1.83% (2016: 0.85%)					
Russia (Federation of)	8.5000	17/09/31	60,300,000	808	0.94
Russia (Federation of)	5.2500	23/06/47	1,000,000	765	0.89
				1,573	1.83
Rwanda 0.93% (2016: 0.92%)					
Rwanda (Republic of)	6.6250	02/05/23	1,030,000	798	0.93
Senegal 1.24% (2016: 0.80%)					
Senegal (Republic of)	6.2500	30/07/24	508,000	410	0.48
Senegal (Republic of)	8.7500	13/05/21	450,000	390	0.45
Senegal (Republic of)	6.2500	23/05/33	338,000	263	0.31
				1,063	1.24
Serbia 2.45% (2016: 2.25%)					
Serbia (Republic of)	7.2500	28/09/21	2,399,000	2,111	2.45
South Africa 0.99% (2016: nil)					
South Africa (Republic of)	5.8750	30/05/22	650,000	541	0.63
South Africa (Republic of)	4.6650	17/01/24	396,000	307	0.36
				848	0.99
Suriname 0.31% (2016: nil)					
Suriname (Republic of)	9.2500	26/10/26	343,000	267	0.31
Tanzania 0.49% (2016: 0.66%)					
Tanzania (Republic of)	FRN	09/03/20	533,333	422	0.49
Tunisia 1.16% (2016: 1.50%)					
Banque Centrale de Tunisie	5.7500	30/01/25	1,370,000	999	1.16
Turkey 7.50% (2016: 4.03%)					
Turkey (Republic of)	11.0000	02/03/22	7,700,000	1,680	1.94
Turkey (Republic of)	5.7500	22/03/24	1,594,000	1,290	1.50
Turkey (Republic of)	6.0000	25/03/27	1,249,000	1,021	1.19
Turkey (Republic of)	7.3750	05/02/25	1,050,000	932	1.08
Turkey (Republic of)	4.8750	09/10/26	1,200,000	909	1.06
Turkey (Republic of)	6.7500	30/05/40	460,000	393	0.46
Turkey (Republic of)	5.7500	11/05/47	310,000	234	0.27
				6,459	7.50

Aberdeen Emerging Markets Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Ukraine 4.66% (2016: 3.54%)					
Ukraine (Republic of)	7.7500	01/09/21	1,300,000	1,015	1.17
Ukraine (Republic of)	7.7500	01/09/26	1,084,000	806	0.94
Ukraine (Republic of)	7.7500	01/09/20	671,000	528	0.61
Ukraine (Republic of)	7.7500	01/09/24	650,000	492	0.57
Ukraine (Republic of)	7.7500	01/09/25	454,000	341	0.40
Ukraine (Republic of)	7.7500	01/09/23	427,000	327	0.38
Ukraine (Republic of)	7.7500	01/09/27	343,000	255	0.30
Ukraine (Republic of)	VAR	31/05/40	750,000	251	0.29
				4,015	4.66
United Arab Emirates 0.43% (2016: 0.59%)					
Dubai (Government of) (EMTN)	5.2500	30/01/43	480,000	366	0.43
Uruguay 2.87% (2016: 3.98%)					
Uruguay (Republic of)	5.1000	18/06/50	1,480,191	1,157	1.35
Uruguay (Republic of)	5.0000	14/09/18	9,162,000	576	0.67
Uruguay (Republic of)	4.3750	27/10/27	540,000	438	0.51
Uruguay (Republic of)	9.8750	20/06/22	10,325,000	294	0.34
				2,465	2.87
Venezuela 1.54% (2016: 2.01%)					
Petroleos de Venezuela	6.0000	16/05/24	2,240,000	563	0.65
Venezuela (Republic of) [∞]	9.2500	07/05/28	2,600,000	759	0.89
				1,322	1.54
Vietnam 0.58% (2016: nil)					
Vietnam (Socialist Republic of)	6.7500	29/01/20	600,000	496	0.58
Zambia 0.62% (2016: 0.63%)					
Zambia (Republic of)	8.9700	30/07/27	650,000	534	0.62
Total Government Bonds				59,138	68.75
Total Bonds				79,076	91.93
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				79,076	91.93

Aberdeen Emerging Markets Bond Fund

						Total Net Assets %	
Security			Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	
Other transferable securities and money market instruments 0.03% (2016: 0.01%)							
Bonds 0.03% (2016: 0.01%)							
Corporate Bonds 0.03% (2016: 0.01%)							
Brazil 0.03% (2016: 0.01%)							
OAS Investments			8.2500	19/10/19	530,000	26	0.03
Total Corporate Bonds						26	0.03
Total Bonds						26	0.03
Total Other transferable securities and money market instruments						26	0.03
Open Ended Investment Funds 1.01% (2016: 2.05%)							
Aberdeen Global - Indian Bond Fund Z-Z [†]					93,083	866	1.01
Total Open Ended Investment Funds						866	1.01
Derivatives 2.04% (2016: 1.88%)							
Forward currency exchange contracts 2.04% (2016: 1.88%)							
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	GBP	USD	13/10/17	14,328,208	18,497,000	332	0.39
BNP Paribas	GBP	USD	13/10/17	14,328,208	18,497,000	332	0.39
Citigroup	BRL	USD	23/08/17	2,197,000	653,383	35	0.04
Citigroup	BRL	USD	23/08/17	1,792,000	538,300	25	0.03
Goldman Sachs	GBP	USD	13/10/17	14,328,485	18,497,000	332	0.38
Goldman Sachs	GBP	USD	13/10/17	539,661	700,000	10	0.01
Goldman Sachs	RUB	USD	23/08/17	63,784,000	1,070,058	(11)	(0.01)
Goldman Sachs	USD	RUB	23/08/17	1,109,345	63,784,000	41	0.05
HSBC	GBP	USD	13/10/17	1,071,478	1,400,000	12	0.01
JPM Chase	GBP	USD	13/10/17	14,326,876	18,497,000	331	0.38
Morgan Stanley	USD	IDR	23/08/17	193,557	2,597,920,000	(1)	-
State Street	GBP	USD	13/10/17	14,327,083	18,499,000	329	0.38
State Street	GBP	USD	13/10/17	639,875	837,000	7	0.01
State Street	GBP	EUR	13/10/17	359,981	406,000	(4)	-
UBS	USD	BRL	23/08/17	2,220,991	7,015,000	(10)	(0.01)
UBS	USD	BRL	23/08/17	175,195	580,000	(7)	(0.01)
Unrealised gains on forward currency exchange contracts						1,753	2.04
Unrealised gains on derivatives						1,753	2.04
Total investments*						81,721	95.01
Other net assets						4,289	4.99
Total net assets						86,010	100.00

† Managed by subsidiaries of Aberdeen Asset Management PLC.

* A portion of this security is on loan at the year end.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Emerging Markets Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	2,745	3.36	3.19

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
UK Treasury	2,719	Government Bond	Investment grade	BNP Paribas
France (Government of)	306	Government Bond	Investment grade	BNP Paribas
Total collateral received	3,025			

Collateral held per custodian		Market value of collateral held	Proportion held in segregated accounts
		£'000	%
BNP Paribas		3,025	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency		Market value of collateral received
		£'000
EUR		306
GBP		2,719
Total collateral received		3,025

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
Barclays Bank	2,157	United Kingdom	Tri-party
JPM Chase	315	United States	Tri-party
Nomura	273	Japan	Tri-party
Total market value of securities lending	2,745		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	15	125.00
Direct operational costs (securities lending agent costs)	(3)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(3)	(25.00)
Net return	12	100.00

Aberdeen Emerging Markets Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	1,244	3,010
Revenue	2	6,038	6,152
Expenses	3	(777)	(675)
Net revenue before taxation		5,261	5,477
Taxation	4	(12)	(17)
Net revenue after taxation		5,249	5,460
Total return before distributions		6,493	8,470
Distributions	5	(5,893)	(6,015)
Change in net assets attributable to shareholders from investment activities		600	2,455

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	83,238	82,331
Amounts receivable on issue of shares	19,249	13,307
Amounts payable on cancellation of shares	(21,513)	(18,600)
	(2,264)	(5,293)
Dilution adjustment	67	4
Change in net assets attributable to shareholders from investment activities	600	2,455
Retained distributions on accumulation shares	4,369	3,741
Closing net assets attributable to shareholders	86,010	83,238

Aberdeen Emerging Markets Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		81,754	80,096
Current assets:			
Debtors	6	2,671	3,445
Cash and bank balances		2,866	2,970
Total assets		87,291	86,511
Liabilities:			
Investment liabilities		33	447
Provisions for liabilities	7	59	72
Creditors:			
Other creditors	8	1,140	2,106
Distribution payable		49	648
Total liabilities		1,281	3,273
Net assets attributable to shareholders		86,010	83,238

Aberdeen Emerging Markets Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	3,294	14,978
Forward currency contracts losses	(1,848)	(11,941)
Other currency losses	(202)	(19)
Transaction costs	-	(8)
Net capital gains	1,244	3,010

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	5,879	4,972
Revenue from collective investment schemes	140	1,143
Stock lending commission	12	22
Bank interest	7	6
Other revenue	-	9
Total revenue	6,038	6,152

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	641	557
Operating, administrative and servicing fees	136	118
Total expenses	777	675

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	12	17
Current tax charge	12	17
Total taxation	12	17

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Emerging Markets Bond Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	5,261	5,477
Corporation tax at 20% (2016 - 20%)	1,052	1,095
Effects of:		
Other non-taxable income	-	(2)
Tax effect of expensed double taxation relief	(2)	-
Tax deductible on interest distributions	(1,050)	(1,093)
Irrecoverable overseas withholding tax	12	17
Total taxation	12	17

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
First interim	484	380
Second interim	455	376
Third interim	469	397
Fourth interim	699	373
Fifth interim	430	381
Sixth interim	482	414
Seventh interim	507	391
Eighth interim	518	487
Ninth interim	518	405
Tenth interim	472	426
Eleventh interim	417	410
Final	438	1,559
	5,889	5,999
Add: Revenue deducted on cancellation of shares	44	92
Deduct: Revenue received on issue of shares	(40)	(76)
Distributions for the year	5,893	6,015
Total distributions	5,893	6,015

Details of the distribution per share are set out in the distribution tables on page 237.

Aberdeen Emerging Markets Bond Fund

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	5,249	5,460
Add:		
Undistributed revenue brought forward	3	2
Movement between share classes due to conversions	-	(1)
Authorised Corporate Director's periodic charge paid from capital	641	557
Undistributed revenue carried forward	-	(3)
Distributions	5,893	6,015

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	1,236	1,049
Amounts receivable for issue of shares	30	96
Sales awaiting settlement	1,405	1,073
Currency transactions awaiting settlement	-	1,227
Total debtors	2,671	3,445

7. Provisions for liabilities

	2017	2016
	£'000	£'000
The provisions for liabilities comprise:		
CGT liability	59	72
Total provisions for liabilities	59	72

8. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	61	59
Amounts payable for cancellation of shares	91	127
Purchases awaiting settlement	988	700
Currency transactions awaiting settlement	-	1,220
Total other creditors	1,140	2,106

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 224. £111,000 was due to the ACD (2016 - £79,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £866,000 (2016 - £1,707,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Aberdeen Emerging Markets Bond Fund

Material shareholders

Nortrust Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 33% of the Fund's shares in issue.

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 26% of the Fund's shares in issue.

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 1.00%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 211. The distribution per share class is given in the distribution tables on page 237. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	Z Accumulation shares
Opening number of shares	2,171,893	802,294	30,921,795	19,011,830	20,893,998
Creations during the year	826,790	181,833	12,082,531	4,721,500	58,684
Cancellations during the year	(717,070)	(233,559)	(3,631,300)	(15,557,804)	(1,411,520)
Shares converted during the year	(139,240)	(17,049)	168,197	12,547	-
Closing shares in issue	2,142,373	733,519	39,541,223	8,188,073	19,541,162

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen Emerging Markets Bond Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2017			
Barclays	2,157	2,401	Government Bond
JPM Chase	315	332	Government Bond
Nomura	273	292	Government Bond
Total	2,745	3,025	

		Gross income £'000	Direct and indirect expenses £'000	Net income £'000
Recipient	Relationship			
BNP Paribas	Securities Lending Agent	15	3	12

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2016			
Citigroup	1,080	1,269	Government Bond
JPM Chase	2,905	3,064	Government Bond
Morgan Stanley	762	803	Government Bond
Nomura	893	981	Government Bond
Total	5,640	6,117	

		Gross income £'000	Direct and indirect expenses £'000	Net income £'000
Recipient	Relationship			
BNP Paribas	Securities Lending Agent	28	6	22

Aberdeen Emerging Markets Bond Fund

12. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Global Exposure

Based on the investment strategy, types of complexities of the derivatives and the proportion of the Fund comprising derivatives, the method of estimating the Fund's overall risk position (Global Exposure) is to use the value at risk (VaR) techniques which estimate the probability of portfolio losses based on the statistical analysis of historical price trends and volatilities. The VaR is produced on a daily basis and the Fund's current VaR limit is detailed below.

Value at risk (VaR)

The market risk of the Fund's financial asset and liability positions is monitored by the Investment Risk department using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

Model assumptions:

System:	Advanced Portfolio Technologies (APT)
VaR methodology:	Parametric
Confidence level:	99%
Holding period:	1 week (5 days)
Decay factor for exponential smoothing of the historical market data:	nil
Historical observation period:	180 weeks
VaR limit (absolute)	20%
VaR limit (relative)	200%

Reference portfolio for relative VaR

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017 %	2016 %
Minimum VaR	2.11%	2.12%
Maximum VaR	2.75%	2.73%
Average VaR	2.40%	2.38%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.17%	1.49%	-	0.53%	2.20%
31 July 2016	0.08%	1.91%	-	0.51%	2.50%

Aberdeen Emerging Markets Bond Fund

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
BNP Paribas	664	664
Citigroup	60	60
Goldman Sachs	383	383
HSBC	12	12
JPM Chase	331	331
State Street	336	336
Total exposure	1,786	1,786

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays	376	376
BNP Paribas	374	374
Citigroup	66	66
Deutsche	8	8
Goldman Sachs	404	404
HSBC	11	11
JPM Chase	19	19
Royal Bank of Canada	381	381
UBS	376	376
Total exposure	2,015	2,015

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	33	-	-	33
<i>Non-derivatives</i>					
Provisions for liabilities	-	-	59	-	59
Other creditors	-	1,140	-	-	1,140
Distribution payable	-	49	-	-	49
Total financial liabilities	-	1,222	59	-	1,281

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	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	447	-	-	447
<i>Non-derivatives</i>					
Provisions for liabilities	-	-	72	-	72
Other creditors	-	2,106	-	-	2,106
Distribution payable	-	648	-	-	648
Total financial liabilities	-	3,201	72	-	3,273

13. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	60,296	46,944	60,258	58,572
Collective Investment Schemes	127	1,621	1,210	247
Trades in the year before transactions costs	60,423	48,565	61,468	58,819
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	60,423	48,565	61,468	58,819

Aberdeen Emerging Markets Bond Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net purchases of £160,000 & net sales of £819,000) of £979,000 in the year (2016 - net sales of £2,985,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.59% (2016 - 0.77%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen Emerging Markets Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	-	-	-	-
Level 2	81,754	33	80,096	447
Level 3	-	-	-	-
Total	81,754	33	80,096	447

Aberdeen Emerging Markets Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 August 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 30/09/16	Distribution paid 30/09/15
A Accumulation shares						
Group 1	0.70149	0.14030	0.56119	-	0.56119	0.42983
Group 2	0.38860	0.07772	0.31088	0.25031	0.56119	0.42983
A Income shares						
Group 1	0.53750	0.10750	0.43000	-	0.43000	0.35000
Group 2	0.28219	0.05644	0.22575	0.20425	0.43000	0.35000
I Accumulation shares						
Group 1	0.59011	0.11802	0.47209	-	0.47209	0.36454
Group 2	0.34596	0.06919	0.27677	0.19532	0.47209	0.36454
I Income shares						
Group 1	0.48750	0.09750	0.39000	-	0.39000	0.32000
Group 2	0.24646	0.04929	0.19717	0.19283	0.39000	0.32000
Z Accumulation shares						
Group 1	0.73493	0.14699	0.58794	-	0.58794	0.45218
Group 2	0.51484	0.10297	0.41187	0.17607	0.58794	0.45218

Second Interim interest distribution

Group 1: Shares purchased prior to 1 September 2016

Group 2: Shares purchased 1 September 2016 to 30 September 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/10/16	Distribution paid 31/10/15
A Accumulation shares						
Group 1	0.63891	0.12778	0.51113	-	0.51113	0.41911
Group 2	0.37733	0.07547	0.30187	0.20926	0.51113	0.41911
A Income shares						
Group 1	0.48750	0.09750	0.39000	-	0.39000	0.34000
Group 2	0.22597	0.04519	0.18078	0.20922	0.39000	0.34000
I Accumulation shares						
Group 1	0.54701	0.10940	0.43761	-	0.43761	0.35445
Group 2	0.37317	0.07463	0.29854	0.13907	0.43761	0.35445
I Income shares						
Group 1	0.45000	0.09000	0.36000	-	0.36000	0.31000
Group 2	0.19874	0.03975	0.15899	0.20101	0.36000	0.31000
Z Accumulation shares						
Group 1	0.68060	0.13612	0.54448	-	0.54448	0.44144
Group 2	0.18060	0.03612	0.14448	0.40000	0.54448	0.44144

Aberdeen Emerging Markets Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 October 2016

Group 2: Shares purchased 1 October 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 30/11/16	Distribution paid 30/11/15
A Accumulation shares						
Group 1	0.66010	0.13202	0.52808	-	0.52808	0.44542
Group 2	-	-	-	0.52808	0.52808	0.44542
A Income shares						
Group 1	0.50175	0.10035	0.40140	-	0.40140	0.36000
Group 2	-	-	-	0.40140	0.40140	0.36000
I Accumulation shares						
Group 1	0.56260	0.11252	0.45008	-	0.45008	0.37874
Group 2	0.07101	0.01420	0.05681	0.39327	0.45008	0.37874
I Income shares						
Group 1	0.46104	0.09221	0.36883	-	0.36883	0.33000
Group 2	0.10998	0.02200	0.08798	0.28085	0.36883	0.33000
Z Accumulation shares						
Group 1	0.68851	0.13770	0.55081	-	0.55081	0.46444
Group 2	0.40101	0.08020	0.32081	0.23000	0.55081	0.46444

Fourth Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 30 November 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/12/16	Distribution paid 31/12/15
A Accumulation shares						
Group 1	1.00135	0.20027	0.80108	-	0.80108	0.43470
Group 2	0.44867	0.08973	0.35894	0.44214	0.80108	0.43470
A Income shares						
Group 1	0.75809	0.15162	0.60647	-	0.60647	0.35000
Group 2	0.08318	0.01664	0.06654	0.53993	0.60647	0.35000
I Accumulation shares						
Group 1	0.85243	0.17049	0.68194	-	0.68194	0.36867
Group 2	0.30928	0.06186	0.24742	0.43452	0.68194	0.36867
I Income shares						
Group 1	0.69575	0.13915	0.55660	-	0.55660	0.32000
Group 2	0.25666	0.05133	0.20533	0.35127	0.55660	0.32000
Z Accumulation shares						
Group 1	1.00831	0.20166	0.80665	-	0.80665	0.45015
Group 2	0.45222	0.09044	0.36178	0.44487	0.80665	0.45015

Aberdeen Emerging Markets Bond Fund

Fifth Interim interest distribution

Group 1: Shares purchased prior to 1 December 2016

Group 2: Shares purchased 1 December 2016 to 31 December 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	0.60604	0.12121	0.48483	-	0.48483	0.46124
Group 2	0.48866	0.09773	0.39093	0.09390	0.48483	0.46124
A Income shares						
Group 1	0.45588	0.09118	0.36470	-	0.36470	0.37000
Group 2	0.16635	0.03327	0.13308	0.23162	0.36470	0.37000
I Accumulation shares						
Group 1	0.51673	0.10335	0.41338	-	0.41338	0.39317
Group 2	0.37074	0.07415	0.29659	0.11679	0.41338	0.39317
I Income shares						
Group 1	0.41909	0.08382	0.33527	-	0.33527	0.34000
Group 2	0.20565	0.04113	0.16452	0.17075	0.33527	0.34000
Z Accumulation shares						
Group 1	0.63116	0.12623	0.50493	-	0.50493	0.48445
Group 2	0.28522	0.05704	0.22818	0.27675	0.50493	0.48445

Sixth Interim interest distribution

Group 1: Shares purchased prior to 1 January 2017

Group 2: Shares purchased 1 January 2017 to 31 January 2017

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 28/02/17	Distribution paid 29/02/16
A Accumulation shares						
Group 1	0.67853	0.13571	0.54282	-	0.54282	0.51319
Group 2	0.25144	0.05029	0.20115	0.34167	0.54282	0.51319
A Income shares						
Group 1	0.50849	0.10170	0.40679	-	0.40679	0.41000
Group 2	0.22924	0.04585	0.18339	0.22340	0.40679	0.41000
I Accumulation shares						
Group 1	0.57885	0.11577	0.46308	-	0.46308	0.42960
Group 2	0.18022	0.03604	0.14418	0.31890	0.46308	0.42960
I Income shares						
Group 1	0.46769	0.09354	0.37415	-	0.37415	0.37000
Group 2	0.15966	0.03193	0.12773	0.24642	0.37415	0.37000
Z Accumulation shares						
Group 1	0.70949	0.14190	0.56759	-	0.56759	0.53299
Group 2	0.33949	0.06790	0.27159	0.29600	0.56759	0.53299

Aberdeen Emerging Markets Bond Fund

Seventh Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 28 February 2017

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/03/17	Distribution paid 31/03/16
A Accumulation shares						
Group 1	0.70951	0.14190	0.56761	-	0.56761	0.47785
Group 2	0.30580	0.06116	0.24464	0.32297	0.56761	0.47785
A Income shares						
Group 1	0.52949	0.10590	0.42359	-	0.42359	0.38000
Group 2	0.08708	0.01742	0.06966	0.35393	0.42359	0.38000
I Accumulation shares						
Group 1	0.60554	0.12111	0.48443	-	0.48443	0.40824
Group 2	0.30010	0.06002	0.24008	0.24435	0.48443	0.40824
I Income shares						
Group 1	0.48720	0.09744	0.38976	-	0.38976	0.35000
Group 2	0.29580	0.05916	0.23664	0.15312	0.38976	0.35000
Z Accumulation shares						
Group 1	0.74294	0.14859	0.59435	-	0.59435	0.50217
Group 2	0.20679	0.04136	0.16543	0.42892	0.59435	0.50217

Eighth Interim interest distribution

Group 1: Shares purchased prior to 1 March 2017

Group 2: Shares purchased 1 March 2017 to 31 March 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.73189	-	0.73189	0.61877
Group 2	0.23926	0.49263	0.73189	0.61877
A Income shares				
Group 1	0.54388	-	0.54388	0.49000
Group 2	0.34527	0.19861	0.54388	0.49000
I Accumulation shares				
Group 1	0.62503	-	0.62503	0.51537
Group 2	0.22604	0.39899	0.62503	0.51537
I Income shares				
Group 1	0.50075	-	0.50075	0.44000
Group 2	0.15366	0.34709	0.50075	0.44000
Z Accumulation shares				
Group 1	0.76726	-	0.76726	0.64009
Group 2	0.23790	0.52936	0.76726	0.64009

Aberdeen Emerging Markets Bond Fund

Ninth Interim interest distribution

Group 1: Shares purchased prior to 1 April 2017

Group 2: Shares purchased 1 April 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/05/17	Distribution paid 31/05/16
A Accumulation shares				
Group 1	0.81896	-	0.81896	0.50776
Group 2	0.45374	0.36522	0.81896	0.50776
A Income shares				
Group 1	0.60525	-	0.60525	0.40000
Group 2	0.32378	0.28147	0.60525	0.40000
I Accumulation shares				
Group 1	0.69937	-	0.69937	0.43560
Group 2	0.21702	0.48235	0.69937	0.43560
I Income shares				
Group 1	0.55727	-	0.55727	0.37000
Group 2	0.22698	0.33029	0.55727	0.37000
Z Accumulation shares				
Group 1	0.85957	-	0.85957	0.53755
Group 2	0.50196	0.35761	0.85957	0.53755

Tenth Interim interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 May 2017

	Revenue	Equalisation	Distribution paid 30/06/17	Distribution paid 30/06/16
A Accumulation shares				
Group 1	0.75067	-	0.75067	0.52262
Group 2	0.55148	0.19919	0.75067	0.52262
A Income shares				
Group 1	0.55144	-	0.55144	0.41000
Group 2	0.34654	0.20490	0.55144	0.41000
I Accumulation shares				
Group 1	0.64138	-	0.64138	0.44927
Group 2	0.31750	0.32388	0.64138	0.44927
I Income shares				
Group 1	0.50799	-	0.50799	0.38000
Group 2	0.22732	0.28067	0.50799	0.38000
Z Accumulation shares				
Group 1	0.78889	-	0.78889	0.55016
Group 2	0.45183	0.33706	0.78889	0.55016

Aberdeen Emerging Markets Bond Fund

Eleventh Interim interest distribution

Group 1: Shares purchased prior to 1 June 2017

Group 2: Shares purchased 1 June 2017 to 30 June 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	0.66548	-	0.66548	0.49927
Group 2	0.53871	0.12677	0.66548	0.49927
A Income shares				
Group 1	0.48618	-	0.48618	0.39000
Group 2	0.07194	0.41424	0.48618	0.39000
I Accumulation shares				
Group 1	0.56879	-	0.56879	0.42746
Group 2	0.19853	0.37026	0.56879	0.42746
I Income shares				
Group 1	0.44801	-	0.44801	0.36000
Group 2	0.21795	0.23006	0.44801	0.36000
Z Accumulation shares				
Group 1	0.70013	-	0.70013	0.52947
Group 2	0.31915	0.38098	0.70013	0.52947

Final interest distribution

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/08/17	Distribution paid 31/08/16
A Accumulation shares				
Group 1	0.69728	-	0.69728	1.96650
Group 2	0.24652	0.45076	0.69728	1.96650
A Income shares				
Group 1	0.50693	-	0.50693	1.53000
Group 2	0.23197	0.27496	0.50693	1.53000
I Accumulation shares				
Group 1	0.59878	-	0.59878	1.68086
Group 2	0.21030	0.38848	0.59878	1.68086
I Income shares				
Group 1	0.46934	-	0.46934	1.41000
Group 2	0.15855	0.31079	0.46934	1.41000
Z Accumulation shares				
Group 1	0.73804	-	0.73804	1.94830
Group 2	0.38343	0.35461	0.73804	1.94830

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Emerging Markets Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide long term capital growth from direct or indirect investment in emerging stock markets worldwide or companies with significant activities in emerging markets.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Emerging Markets Equity Fund - A Accumulation Shares increased by 16.65% compared to an increase of 26.19% in the benchmark, the MSCI Emerging Markets Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Emerging markets posted substantial gains over the review period, rebounding well from a sell-off following Donald Trump's election victory. Currencies broadly strengthened against the US dollar, largely shrugging off three Federal Reserve rate hikes, as worries grew over Trump's ability to implement key pledges and deepening turmoil within the administration. However, oil prices fell, despite firming at first, as an OPEC-led agreement to extend output cuts failed to assuage oversupply concerns due to record US shale production.

Emerging Asia's advance was led by China. The mainland was initially weak due to concerns over stricter capital controls. But a sharp rise in internet stocks, better-than-expected economic growth and benchmark provider MSCI's decision to add A-shares into its indices all contributed to an impressive rally. In India, November's demonetisation, where large-denomination rupee notes were decommissioned to fight corruption, weighed on consumption, causing first-quarter economic growth to slow. However, sentiment was bolstered by the ruling party's victories in key state elections. The new Goods and Services Tax took effect in July, with its implementation proving fairly benign. Elsewhere, tensions with North Korea and China pressured South Korea, though the election of liberal president Moon Jae-in boosted markets on hopes of a rapprochement with China.

In Latin America, Brazil was volatile. Dilma Rousseff's impeachment and optimism over President Michel Temer's reform agenda lifted equities for much of the year, but in May he became embroiled in a corruption scandal. The stockmarket saw its worst one-day decline since 2008, and the real fell by nearly 8%. Temer denied any wrongdoing, rejected calls to step down, and Congress later voted against his indictment. The central bank also cut rates as inflation fell to its lowest in 18 years.

Chile's central bank also trimmed its key rate on subdued growth. Conversely, Mexico's central bank raised rates seven times to tame rising prices, while the peso recouped all its post-US election losses.

In EMEA, Russian equities were hurt by retreating oil prices in 2017, while hopes for warmer relations with the US under President Trump faded. Turkey was weak in 2016 as a failed coup and a series of terrorist attacks dominated headlines. But stocks and the lira rallied in 2017 after President Erdogan grabbed sweeping new powers in a controversial referendum. Meanwhile, South Africa slipped into recession amid rising political uncertainty, as president Jacob Zuma survived no-confidence votes after he replaced well-respected finance minister Pravin Gordhan. In contrast, eastern Europe rose, thanks to solid economic growth, as well as the eurozone's recovery.

Portfolio review

The Fund underperformed the benchmark, largely driven by our underweight to China. Our underweight to the technology sector, which alone has contributed over half of emerging market gains this year, also proved costly.

Today, technology is the largest-weighted sector in the benchmark, partly driven by the collapse of the commodities sector in recent years, but also the decision by benchmark provider, MSCI, to include Chinese internet heavyweights in the China index in 2015 via the inclusion of overseas listed Chinese stocks. China's internet stars, led by Tencent and Alibaba, have re-rated substantially over the period, thriving in a closed market where names like Facebook, Google and Amazon have limited access. Not holding both hurt our relative performance.

While we recognize the opportunities that Chinese internet businesses enjoy, we remain concerned over their corporate structures, known as variable interest entities (VIEs), designed to circumvent domestic laws restricting direct foreign control, and the fact that Beijing remains ambiguous on the structures' legality. While this ambiguity remains, investors are betting that as an increasingly important part of stock markets and economic activity, the risk that the Chinese government may rule VIE structures illegal is negligible.

We are optimistic about Tencent, and since its 2004 listing have conducted extensive due-diligence on its corporate structure and founder, and engaged management on these issues. We increasingly take comfort from its track record of treating minority shareholders fairly, and like the company's business moat which is accompanied by robust financials. The risk therefore is the risk of government policy, and we continue to monitor the stock closely.

Elsewhere in Asia, stock selection was also negative in Thailand, Indonesia and the Philippines. In Indonesia, shares of Astra International fell on the back of weaker margins due to more promotional activities in 2017. In the Philippines, Ayala Land was a laggard as investors were cautious about the outlook for new housing projects. Conversely, stock selection in India was the biggest contributor to performance. Mortgage lender HDFC was buoyed by the expected post-demonetisation recovery and continued reforms, while Grasim Industries rose on expectations of its restructuring.

EMEA was weak. Our overweight to Turkey dragged, as stocks and the lira sold-off on political uncertainty and a credit-rating downgrade.

Aberdeen Emerging Markets Equity Fund

Stock selection in Poland was also negative, with Bank Pekao hampered by worries over the impact of partial state ownership (through insurer PZU). A bright spot was our lack of exposure to Qatar, as the market tumbled following the Saudi-led ostracisation of the kingdom.

In contrast, Latin America boosted performance, due to positive stock selection. In Mexico, airport operator Asur delivered good results on the back of healthy traffic growth. Our overweight to Brazil detracted, however, as the market was weak due to the corruption scandal. At the stock level, food producer BRF was hampered by ongoing domestic weakness and poor performance in its international division.

In portfolio activity, we initiated five holdings: Ambev, the largest brewer in Latin America with a leading position in Brazil; Yum China, a pure-play restaurant operator in China that was spun out from Yum Brands; AmorePacifc, a fast-growing Korean cosmetics business with well-established brands and growing presence overseas; Falabella, a diversified Chilean retailer with a broad regional footprint in Latin America; and Kotak Mahindra Bank, a well-managed Indian private-sector lender.

Against this, we sold Yum Brands to fund the Yum China purchase; E-mart due to relative valuations; as well as SABMiller by tendering the shares to AB InBev. We also exited India's ICICI Bank due to better opportunities elsewhere.

Outlook

Emerging markets may maintain their positive momentum, though rising political risks could be a stumbling block. Besides longstanding tensions in North Korea and the Middle East, the escalating US-Russia row adds further uncertainty. Fresh sanctions may hurt Russian markets, especially as oil prices remain volatile. Major central banks are also signalling interest rate normalisation soon, which may curtail liquidity. Nevertheless, developing economies are well-positioned to benefit as some previously-anticipated risks diminish. Notably, expectations for US dollar strength has not materialised. President Trump's struggles, coupled with stubbornly-soft inflation and wage growth, are likely to impede the dollar's advance. Fears over an abrupt China slowdown have also eased. While growth may still moderate as authorities tighten credit, positive economic indicators suggest a significant slowdown is unlikely. More importantly, companies are seeing earnings expectations revised upwards on better cost-controls and margins. Improving economic growth and external balances, along with subdued inflation in emerging economies, will also support risk appetite. We are cautiously optimistic, but will remain disciplined, investing in attractively-valued companies with sound fundamentals and sensible management strategies.

Global Emerging Markets Equity Team

August 2017

Aberdeen Emerging Markets Equity Fund

Ongoing charges

	A Shares %	G Shares %	I Shares %	Z Shares %
31 July 2017	2.00	1.25	1.25	0.25
31 July 2016	2.02	-	1.27	0.27
31 July 2015	1.99	-	1.24	0.24

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- Chinese Domestic Securities Market: The Fund may invest directly or indirectly in Chinese domestic securities markets via various channels, which involves additional risks as further described in the Fund's Prospectus.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberndeen-asset.co.uk.

Aberdeen Emerging Markets Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	623.10	520.11	546.35
Return before operating charges*	115.76	113.12	(15.18)
Operating charges	(13.48)	(10.13)	(11.06)
Return after operating charges*	102.28	102.99	(26.24)
Distributions on accumulation shares	(2.28)	(2.86)	(2.45)
Retained distributions on accumulation shares	2.28	2.86	2.45
Closing net asset value per share	725.38	623.10	520.11
* after direct transaction costs of:	0.28	0.34	0.41
Performance			
Return after charges	16.41%	19.80%	(4.80%)
Other information			
Closing net asset value (£'000s)	515,045	540,136	818,365
Closing number of shares	71,003,778	86,685,353	157,345,214
Operating charges	2.00%	2.02%	1.99%
Direct transaction costs	0.04%	0.07%	0.07%
Prices			
Highest share price (pence)	738.62	627.32	611.48
Lowest share price (pence)	608.53	443.23	500.95

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Emerging Markets Equity Fund

	31 July 2017 (pence per share)
G Accumulation Shares^A	
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	7.73
Operating charges	(1.02)
Return after operating charges*	6.71
Distributions on accumulation shares	(0.91)
Retained distributions on accumulation shares	0.91
Closing net asset value per share	106.71
 * after direct transaction costs of:	 0.04
Performance	
Return after charges	6.71%
Other information	
Closing net asset value (£'000s)	63,116
Closing number of shares	59,148,373
Operating charges	1.25%
Direct transaction costs	0.04%
Prices	
Highest share price (pence)	108.63
Lowest share price (pence)	89.08

^A G Accumulation share class launched on 7 October 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Emerging Markets Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	676.09	560.10	584.08
Return before operating charges*	126.11	122.94	(16.58)
Operating charges	(9.21)	(6.95)	(7.40)
Return after operating charges*	116.90	115.99	(23.98)
Distributions on accumulation shares	(8.15)	(7.35)	(7.17)
Retained distributions on accumulation shares	8.15	7.35	7.17
Closing net asset value per share	792.99	676.09	560.10
 * after direct transaction costs of:	 0.31	 0.37	 0.44
Performance			
Return after charges	17.29%	20.71%	(4.11%)
Other information			
Closing net asset value (£'000s)	1,095,471	950,816	782,832
Closing number of shares	138,144,500	140,635,285	139,767,397
Operating charges	1.25%	1.27%	1.24%
Direct transaction costs	0.04%	0.07%	0.07%
Prices			
Highest share price (pence)	807.28	680.62	657.04
Lowest share price (pence)	662.01	479.04	537.06

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Emerging Markets Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	651.36	545.53	576.24
Return before operating charges*	121.44	119.77	(16.34)
Operating charges	(8.84)	(6.78)	(7.30)
Return after operating charges*	112.60	112.99	(23.64)
Distributions on income shares	(7.85)	(7.16)	(7.07)
Closing net asset value per share	756.11	651.36	545.53
 * after direct transaction costs of:	 0.29	 0.36	 0.43
Performance			
Return after charges	17.29%	20.71%	(4.10%)
Other information			
Closing net asset value (£'000s)	6,799	6,785	5,438
Closing number of shares	899,227	1,041,641	996,856
Operating charges	1.25%	1.27%	1.24%
Direct transaction costs	0.04%	0.07%	0.07%
Prices			
Highest share price (pence)	777.73	662.92	648.23
Lowest share price (pence)	637.77	466.58	529.85

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Emerging Markets Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	739.54	606.58	626.41
Return before operating charges*	138.61	134.57	(18.29)
Operating charges	(2.02)	(1.61)	(1.54)
Return after operating charges*	136.59	132.96	(19.83)
Distributions on accumulation shares	(17.06)	(13.98)	(14.01)
Retained distributions on accumulation shares	17.06	13.98	14.01
Closing net asset value per share	876.13	739.54	606.58
* after direct transaction costs of:	0.34	0.41	0.47
Performance			
Return after charges	18.47%	21.92%	(3.17%)
Other information			
Closing net asset value (£'000s)	99,260	91,418	77,573
Closing number of shares	11,329,384	12,361,484	12,788,584
Operating charges	0.25%	0.27%	0.24%
Direct transaction costs	0.04%	0.07%	0.07%
Prices			
Highest share price (pence)	891.65	744.44	709.47
Lowest share price (pence)	726.67	521.27	578.16

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Emerging Markets Equity Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
92.82% (2016: 91.35%)			
Equities 92.82% (2016: 91.35%)			
Asia Pacific 52.98% (2016: 50.68%)			
China nil (2016: 0.50%)			
Hong Kong 10.66% (2016: 11.30%)			
AIA	10,412,000	62,190	3.50
China Mobile	6,664,500	54,176	3.05
Hang Lung	10,888,000	31,406	1.76
Hong Kong Exchanges & Clearing ^{oo}	1,099,116	23,783	1.34
Swire Pacific 'A'	476,000	3,599	0.20
Swire Pacific 'B'	5,470,500	7,353	0.41
Swire Properties	2,735,270	7,159	0.40
		189,666	10.66
India 15.36% (2016: 12.57%)			
Aditya Birla Capital	2,800,868	5,624	0.32
Grasim Industries	2,000,620	25,269	1.42
Hero MotoCorp	590,492	25,516	1.43
Hindustan Unilever	2,060,000	28,251	1.59
Housing Development Finance	3,428,646	72,466	4.06
Infosys	1,182,867	14,196	0.80
ITC	12,509,468	42,184	2.37
Kotak Mahindra Bank	1,535,800	18,577	1.04
Tata Consultancy Services	662,183	19,519	1.10
UltraTech Cement	453,973	21,815	1.23
		273,417	15.36
Indonesia 4.86% (2016: 4.69%)			
Astra International	105,659,200	47,970	2.69
Bank Central Asia	19,171,100	20,382	1.15
Indocement Tunggal Prakarsa	18,338,000	18,139	1.02
		86,491	4.86
Malaysia 1.24% (2016: 1.65%)			
Public Bank	6,127,858	22,016	1.24
Philippines 3.88% (2016: 4.21%)			
Ayala	771,680	10,034	0.56
Ayala Land	51,740,000	32,588	1.83
Bank of the Philippine Islands	16,854,250	26,501	1.49
		69,123	3.88

Aberdeen Emerging Markets Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
South Korea 7.82% (2016: 6.12%)			
Amorepacific	128,175	10,513	0.59
Amorepacific (PREF)	53,452	6,377	0.36
Naver	59,021	32,125	1.81
Samsung Electronics (PREF)	68,871	90,097	5.06
		139,112	7.82
Taiwan 4.93% (2016: 4.70%)			
Taiwan Mobile	6,355,197	17,162	0.96
TSMC	13,112,718	70,491	3.97
		87,653	4.93
Thailand 4.23% (2016: 4.94%)			
Siam Cement (Alien)	3,311,200	38,041	2.14
Siam Commercial Bank (Alien)	11,133,700	37,180	2.09
		75,221	4.23
Total Asia Pacific			
		942,699	52.98
Europe, Middle East & Africa (ex United Kingdom) 14.15% (2016: 16.01%)			
Hungary 1.07% (2016: 1.17%)			
Gedeon Richter	984,074	19,064	1.07
Poland 0.92% (2016: 1.29%)			
Bank Pekao ^{oo}	609,912	16,378	0.92
Portugal 1.05% (2016: 1.24%)			
Jeronimo Martins	1,264,242	18,768	1.05
Russian Federation 3.61% (2016: 3.84%)			
Lukoil ADR	871,000	30,741	1.73
Magnit	280,206	33,527	1.88
		64,268	3.61
South Africa 3.50% (2016: 4.35%)			
BHP Billiton ^{oo}	683,034	9,410	0.53
Massmart	2,109,345	13,418	0.75
MTN	2,645,362	18,018	1.01
Truworths International	4,931,222	21,429	1.21
		62,275	3.50
Turkey 4.00% (2016: 4.12%)			
Akbank	10,405,938	23,409	1.32
BIM Birlesik Magazalar	1,810,086	26,730	1.50
Turkiye Garanti Bankasi	9,251,000	20,970	1.18
		71,109	4.00
Total Europe, Middle East & Africa (ex United Kingdom)			
		251,862	14.15

Aberdeen Emerging Markets Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Latin America 22.78% (2016: 20.90%)			
Argentina 1.10% (2016: 1.23%)			
Tenaris (ADR)	816,000	19,516	1.10
Brazil 11.99% (2016: 10.79%)			
Ambev	5,439,400	25,244	1.42
Banco Bradesco (ADR)	5,953,007	43,439	2.43
BRF	1,732,338	15,524	0.87
Lojas Renner	4,369,482	31,065	1.75
Multiplan Empreendimentos Imobiliarios	1,388,491	24,225	1.36
Ultrapar Participacoes	2,184,300	39,186	2.20
Vale (ADR)	3,584,056	27,295	1.53
Vale (ADR) (PREF)	1,065,637	7,582	0.43
		213,560	11.99
Chile 2.41% (2016: 1.19%)			
Banco Santander Chile (ADR)	1,043,332	22,364	1.25
SACI Falabella	2,940,549	20,582	1.16
		42,946	2.41
Mexico 7.28% (2016: 7.69%)			
FEMSA (ADR)	654,000	50,023	2.82
Grupo Aeroportuario del Sureste (ADR)	163,501	26,357	1.48
Grupo Financiero Banorte	9,236,180	46,308	2.60
Organizacion Soriana 'B'	3,688,359	6,792	0.38
		129,480	7.28
Total Latin America		405,502	22.78
North America 1.69% (2016: 1.56%)			
United States 1.69% (2016: 1.56%)			
Yum China	1,109,625	30,132	1.69
Total North America		30,132	1.69
United Kingdom 1.22% (2016: 2.20%)			
Standard Chartered	2,566,021	21,726	1.22
Total United Kingdom		21,726	1.22
Total Equities		1,651,921	92.82
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		1,651,921	92.82

Aberdeen Emerging Markets Equity Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Open Ended Investment Funds 7.34% (2016: 4.69%)			
Aberdeen Global - China A Share Equity Fund Z-2 [†]	9,403,647	86,031	4.83
Aberdeen Global - Indian Equity Fund Z-2 [†]	1,031,058	16,294	0.92
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	28,248	28,248	1.59
		130,573	7.34
Total Open Ended Investment Funds			
		130,573	7.34
Total investments		1,782,494	100.16
Other net liabilities		(2,803)	(0.16)
Total net assets		1,779,691	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen Emerging Markets Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	21,231	1.19	1.19

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
France (Government of)	1,035	Government Bond	Investment grade	BNP Paribas
Anheuser-Busch InBev	1,023	Equity	Main market listing	BNP Paribas
Cimarex Energy	875	Equity	Main market listing	BNP Paribas
Allstate	771	Equity	Main market listing	BNP Paribas
The Travelers Companies	735	Equity	Main market listing	BNP Paribas
Dollar Tree	717	Equity	Main market listing	BNP Paribas
Nokia	633	Equity	Main market listing	BNP Paribas
Royal Dutch Shell	600	Equity	Main market listing	BNP Paribas
Sanofi-Aventis	600	Equity	Main market listing	BNP Paribas
LVMH	600	Equity	Main market listing	BNP Paribas
Other Equity	15,655	Equity	Main market listing	BNP Paribas
Other Government Bond	184	Government Bond	Investment grade	BNP Paribas
Total collateral received	23,428			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		23,428	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
CHF		168
EUR		11,657
GBP		1,991
JPY		4,616
SEK		451
USD		4,545
Total collateral received		23,428

Aberdeen Emerging Markets Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
BNP Paribas	18,916	France	Tri-party
Societe Generale	2,315	France	Tri-party
Total market value of securities lending	21,231		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	140	125.00
Direct operational costs (securities lending agent costs)	(28)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(28)	(25.00)
Net return	112	100.00

Aberdeen Emerging Markets Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	243,598	231,966
Revenue	2	43,825	39,430
Expenses	3	(23,786)	(21,548)
Net revenue before taxation		20,039	17,882
Taxation	4	(4,099)	(3,176)
Net revenue after taxation		15,940	14,706
Total return before distributions		259,538	246,672
Distributions	5	(15,862)	(15,388)
Change in net assets attributable to shareholders from investment activities		243,676	231,284

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	1,589,155	1,684,208
Amounts receivable on issue of shares	222,917	50,229
Amounts payable on cancellation of shares	(292,813)	(392,015)
	(69,896)	(341,786)
Dilution adjustment	312	-
Capacity management charge	1,089	906
Change in net assets attributable to shareholders from investment activities	243,676	231,284
Retained distributions on accumulation shares	15,355	14,543
Closing net assets attributable to shareholders	1,779,691	1,589,155

Aberdeen Emerging Markets Equity Fund

Balance sheet As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		1,782,494	1,526,276
Current assets:			
Debtors	6	10,192	45,079
Cash and bank balances		6,215	24,572
Total assets		1,798,901	1,595,927
Liabilities:			
Creditors:			
Other creditors	7	19,139	6,697
Distribution payable		71	75
Total liabilities		19,210	6,772
Net assets attributable to shareholders		1,779,691	1,589,155

Aberdeen Emerging Markets Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	243,671	235,243
Other currency (losses)/gains	(640)	37
Transaction costs	-	(3,314)
Class actions	567	-
Net capital gains	243,598	231,966

2. Revenue

	2017 £'000	2016 £'000
UK dividends	666	983
Overseas dividends	41,400	36,945
Revenue from collective investment schemes	472	-
Underwriting commission	-	38
Stock dividends	972	-
Stock lending commission	112	540
Bank interest	24	38
Management fee rebates taken to revenue	179	886
Total revenue	43,825	39,430

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	19,784	17,959
Operating, administrative and servicing fees	4,002	3,588
	23,786	21,547
<i>Other expenses:</i>		
Interest payable and similar charges	-	1
	-	1
Total expenses	23,786	21,548

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

Aberdeen Emerging Markets Equity Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	4,099	3,228
Overseas tax reclaims	-	(52)
Current tax charge	4,099	3,176
Total taxation	4,099	3,176

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	20,039	17,882
Corporation tax at 20% (2016 - 20%)	4,008	3,576
Effects of:		
UK dividends	(133)	(197)
Non-taxable overseas dividends	(6,902)	(6,192)
Excess management expenses	3,266	2,971
Tax effect of expensed double taxation relief	(239)	(158)
Irrecoverable overseas withholding tax	4,099	3,176
Total taxation	4,099	3,176

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £40,077,000 (2016 - £36,811,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised. The prior year figure was revised to reflect the prior year accounts as submitted to HMRC.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Final	15,426	14,618
Add: Revenue deducted on cancellation of shares	904	1,314
Deduct: Revenue received on issue of shares	(468)	(544)
Distributions for the year	15,862	15,388
Total distributions	15,862	15,388

Details of the distribution per share are set out in the distribution tables on page 269.

Aberdeen Emerging Markets Equity Fund

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	15,940	14,706
Add:		
Undistributed revenue brought forward	5	8
Movement between share classes due to conversion	-	498
Tax effect of items in capital account	-	181
Deduct:		
Movement between unit classes due to conversion	(83)	-
Undistributed revenue carried forward	-	(5)
Distributions	15,862	15,388

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	2,656	1,905
Amounts receivable for issue of shares	691	39,210
Overseas withholding tax reclaimable	479	455
Sales awaiting settlement	2,315	953
Currency transactions awaiting settlement	3,303	1,787
Other debtor	725	747
Tax reclaimable	23	22
Total debtors	10,192	45,079

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	2,140	1,892
Amounts payable for cancellation of shares	11,852	2,195
Purchases awaiting settlement	1,834	827
Currency transactions awaiting settlement	3,313	1,783
Total other creditors	19,139	6,697

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 257. £13,010,000 was due to the ACD (2016 - £35,448,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments value at £130,573,000 that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - £74,456,000).

Aberdeen Emerging Markets Equity Fund

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.75%

Class 'G': 1.00%

Class 'I': 1.00%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 246. The distribution per share class is given in the distribution tables on page 269. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	G Accumulation shares	I Accumulation shares	I Income shares
Opening number of shares	86,685,353	-	140,635,285	1,041,641
Creations during the year	19,614	1,356,400	28,915,811	104,998
Cancellations during the year	(13,476,514)	(2,469,000)	(25,260,893)	(332,345)
Shares converted during the year	(2,224,675)	60,260,973	(6,145,703)	84,933
Closing shares in issue	71,003,778	59,148,373	138,144,500	899,227

	Z Accumulation shares
Opening number of shares	12,361,484
Creations during the year	271,900
Cancellations during the year	(1,304,000)
Shares converted during the year	-
Closing shares in issue	11,329,384

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices overleaf, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen Emerging Markets Equity Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2017			
BNP Paribas	17,870	19,772	Equity
BNP Paribas	1,046	1,102	Government Bond
Societe Generale	2,204	2,437	Equity
Societe Generale	111	117	Government Bond
Total	21,231	23,428	

		Gross income £'000	Direct and indirect expenses £'000	Net income £'000
Recipient	Relationship			
BNP Paribas	Securities Lending Agent	140	28	112

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2016			
ABN AMRO	950	1,055	Equity
ABN AMRO	7,094	7,468	Government Bond
BNP Paribas	2,029	2,220	Equity
BNP Paribas	3,604	3,794	Government Bond
Deutsche Bank	8,236	9,131	Equity
Deutsche Bank	716	754	Government Bond
ING Bank	2,533	2,780	Equity
Merrill Lynch	164	173	Government Bond
Merrill Lynch	6,876	7,245	Government Bond
Total	32,202	34,620	

Aberdeen Emerging Markets Equity Fund

Recipient	Relationship	Gross income indirect expenses £'000	Net income £'000	Net income £'000
BNP Paribas	Securities Lending Agent	675	135	540

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Brazilian Real	289	135,245	135,534
Chilean Peso	-	20,582	20,582
Euro	64	18,768	18,832
Hong Kong Dollar	-	189,666	189,666
Hungarian Forint	-	19,064	19,064
Indian Rupee	726	273,416	274,142
Indonesian Rupiah	(564)	86,491	85,927
Korean Won	542	139,112	139,654
Malaysian Ringgit	-	22,016	22,016
Mexican Nuevo Peso	-	53,099	53,099
Philippine Peso	-	69,123	69,123
Polish Zloty	100	16,378	16,478
Pound Sterling	(6,235)	49,975	43,740
Russian Ruble	-	33,527	33,527
South African Rand	-	62,275	62,275
Taiwan Dollar	992	87,653	88,645
Thai Baht	-	75,221	75,221
Turkish Lira	-	71,108	71,108
US Dollar	1,283	359,775	361,058
Net assets	(2,803)	1,782,494	1,779,691

Aberdeen Emerging Markets Equity Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Brazilian Real	586	111,289	111,875
Euro	116	19,782	19,898
Hong Kong Dollar	-	187,522	187,522
Hungarian Forint	-	18,647	18,647
Indian Rupee	740	199,640	200,380
Indonesian Rupiah	-	74,464	74,464
Korean Won	46	97,272	97,318
Malaysian Ringgit	-	26,278	26,278
Mexican Nuevo Peso	-	53,139	53,139
Philippine Peso	-	66,976	66,976
Polish Zloty	265	20,488	20,753
Pound Sterling	58,706	80,958	139,664
Russian Ruble	-	30,387	30,387
South African Rand	-	85,591	85,591
Taiwan Dollar	1,025	74,686	75,711
Thai Baht	-	78,565	78,565
Turkish Lira	-	65,441	65,441
US Dollar	1,395	235,151	236,546
Net assets	62,879	1,526,276	1,589,155

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £173,595,000 (2016 - £144,949,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £89,125,000 (2016 - £76,314,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen Emerging Markets Equity Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	19,139	-	-	19,139
Distribution payable	-	71	-	-	71
Total financial liabilities	-	19,210	-	-	19,210
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	6,697	-	-	6,697
Distribution payable	-	75	-	-	75
Total financial liabilities	-	6,772	-	-	6,772

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Collective Investment Schemes	165,090	10,314	126,978	-
Equities	368,126	72,984	378,913	462,569
Trades in the year before transactions costs	533,216	83,298	505,891	462,569
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	297	84	(254)	(458)
Total commissions	297	84	(254)	(458)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	146	39	(187)	(228)
Total taxes	146	39	(187)	(228)
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	32	9	(99)	(149)
Total other expenses	32	9	(99)	(149)
Total transaction costs	475	132	(540)	(835)
Total net trades in the year after transaction costs	533,691	83,430	505,351	461,734

Aberdeen Emerging Markets Equity Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.08	0.12	0.07	0.10
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	0.04	0.05	0.05	0.05
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	0.01	0.01	0.03	0.03

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.03	0.04
Taxes	0.02	0.02
Other expenses	0.01	0.01
Total costs	0.06	0.07

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £17,190,000 in the year (2016 - £2,349,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.16% (2016 - 0.38%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Aberdeen Emerging Markets Equity Fund

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	1,651,921	-	1,451,820	-
Level 2	130,573	-	74,456	-
Level 3	-	-	-	-
Total	1,782,494	-	1,526,276	-

Aberdeen Emerging Markets Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	2.28446	-	2.28446	2.85795
Group 2	1.93524	0.34922	2.28446	2.85795
G Accumulation shares				
Group 1	0.90996	-	0.90996	-
Group 2	0.68212	0.22784	0.90996	-
I Accumulation shares				
Group 1	8.15227	-	8.15227	7.35117
Group 2	6.50766	1.64461	8.15227	7.35117
I Income shares				
Group 1	7.85383	-	7.85383	7.16000
Group 2	5.56648	2.28735	7.85383	7.16000
Z Accumulation shares				
Group 1	17.05854	-	17.05854	13.97548
Group 2	10.55165	6.50689	17.05854	13.97548

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Ethical World Equity Fund

For the year ended 31 July 2017

Investment objective and policy

To achieve long-term capital growth. The objective will be achieved through investment in a portfolio of international quality investments chosen on the basis of ethical ("socially responsible") criteria. These criteria include the environment, employee relations, product quality and international operations. The Fund may also invest in fixed interest securities.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Ethical World Equity Fund – A Income Shares increased by 15.70% compared to an increase of 18.18% in the benchmark, the FTSE World Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

During the year under review, global equities rose. Europe and Asia Pacific led the growth in markets, underpinned by improved economic data. Emerging markets had a volatile year as the election of Donald Trump as US president triggered a sharp sell-off on concerns over protectionist policies.

On the economic front, most major ones expanded steadily, helped by accommodative policies. The Federal Reserve raised its target range for federal funds rate thrice in the last year en route monetary policy normalisation. Conversely, the European Central Bank held interest rates unchanged due to an absence of inflationary pressure, and the extension of its bond-buying programme till end-2017 also helped underpin the market. Bank of England also maintained interest rates to sustain growth and employment, while Bank of Japan kept its negative interest rate and pushed back the target date for reaching its inflation goal. Among emerging markets, the Brazilian central bank cut its benchmark interest rate to 9.25%.

Market sentiment was also shaped by unexpected political outcomes. The election of Donald Trump as US president raised hopes for a raft of pro-business reforms but these did not materialise eventually. The failure to repeal and replace Obamacare, on which major fiscal reforms were hinged, was particularly striking. In the UK, Prime Minister Theresa May's snap-election gamble ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness. In Europe, there was an apparent rejection of populism which brought relief to markets. Both France and the Netherlands voted in favour of centrists, electing Emmanuel Macron as president of France and Mark Rutte as prime minister of the Netherlands.

Elsewhere, oil prices remained range-bound between US\$40 and US\$50 a barrel, as attempts by OPEC and other producers to alleviate the oversupply proved futile amid record US shale output.

Portfolio review

At the stock level, Samsonite was a key contributor to fund performance. Samsonite shares rose on solid sales growth, boosted by its Tumi acquisition, despite a challenging macroeconomic backdrop in its key Asian markets. Also benefiting the fund was M&T Bank as it rode

the extended post-election rally in the broader US financial sector. Market sentiment was also buoyed by hopes of a less stringent regulatory oversight. After the Fed's rate hike, the lender increased its prime lending rate, raising expectations for a boost in interest income. Subsequently, M&T Bank posted better-than-expected revenues on the back of consistent loan growth and deposit balances, as well as easing margin pressures. Temenos Group, whose results exceeded expectations, was another key contributor. It also maintained its forecasts for the year, supported by a steady pipeline of new clients.

Conversely, TJX detracted from performance. Although TJX reported positive results, it generally did not meet the market's expectations, as revenue growth slowed compared to a year earlier. Singtel also detracted, given concerns over rising competition in Singapore and Australia. Also costing the fund was Schlumberger, as the prospect of oil prices staying low for a protracted period hampered its share price.

In portfolio movements, we introduced Japan Exchange, which has a good business model and conservative management who delivered good returns and solid cash-flow; Ultrapar, a well-managed and attractively-valued Brazilian chemicals and fuel distribution company; and Swiss security-access solutions provider Dorma+Kaba, whose innovative capabilities provides a competitive advantage. The business also enjoys high recurring revenue and stable cash flows from its maintenance contracts. We also initiated a holding in Japanese snack food company Calbee, because of its good long term prospects both domestically and overseas.

On the other hand, we exited Spirax-Sarco Engineering and Weir Group, following a share price recovery which made their valuations appear full. We also sold US food and beverage company Pepsico as it failed the Fund's ethical screens, as well as Canadian National Railway, which has performed well but faces an increasingly-challenging operating environment.

Outlook

The period ended with global equity markets at, or close to record highs and volatility indicators at historic lows, proving to be resilient in the face of occasional shocks. The large number of uncertainties highlighted again by the Bank of International Settlements does give grounds for caution. The misallocation of capital highlighted in their report as a result of loose monetary policy is something we have spoken about previously, with an increasing share of the productive base comprised by the output of what they refer to as zombie companies. This is a result of markets not clearing, and one reason behind the low productivity growth witnessed in the global economy. However, with the rhetoric from a monetary perspective in the developed world now pointing towards normalisation, central banks will have to walk a tightrope in the face of ever increasing debt levels. Given these risks, we continue to be disciplined in our investment process. The process, with the focus on the strength of the underlying businesses which make up the portfolio and the degree of diversification, is the means by which we seek to manage clients' capital over the longer term in the face of these uncertainties. With our longer term, more contrarian approach, we also seek to take advantage of opportunities as these uncertainties are potentially felt within markets.

Global Equity Team

August 2017

Aberdeen Ethical World Equity Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	1.63	1.13
31 July 2016	1.63	1.13
31 July 2015	1.65	1.15

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Ethical World Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	201.67	180.99	185.78
Return before operating charges*	35.34	23.46	(1.67)
Operating charges	(3.60)	(2.78)	(3.12)
Return after operating charges*	31.74	20.68	(4.79)
Distributions on accumulation shares	(0.99)	(1.45)	(2.28)
Retained distributions on accumulation shares	0.99	1.45	2.28
Closing net asset value per share	233.41	201.67	180.99
* after direct transaction costs of:	0.08	0.17	0.08
Performance			
Return after charges	15.74%	11.43%	(2.58%)
Other information			
Closing net asset value (£'000s)	33,614	34,082	64,487
Closing number of shares	14,401,110	16,899,690	35,629,879
Operating charges	1.63%	1.63%	1.65%
Direct transaction costs	0.04%	0.10%	0.04%
Prices			
Highest share price (pence)	237.01	205.46	203.78
Lowest share price (pence)	199.15	151.71	175.96

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Ethical World Equity Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	151.82	137.30	142.72
Return before operating charges*	26.61	17.74	(1.27)
Operating charges	(2.70)	(2.12)	(2.40)
Return after operating charges*	23.91	15.62	(3.67)
Distributions on income shares	(0.75)	(1.10)	(1.75)
Closing net asset value per share	174.98	151.82	137.30
* after direct transaction costs of:	0.06	0.13	0.06
Performance			
Return after charges	15.75%	11.38%	(2.57%)
Other information			
Closing net asset value (£'000s)	18,856	23,342	45,039
Closing number of shares	10,776,646	15,374,318	32,802,923
Operating charges	1.63%	1.63%	1.65%
Direct transaction costs	0.04%	0.10%	0.04%
Prices			
Highest share price (pence)	178.43	155.53	156.31
Lowest share price (pence)	149.94	114.84	135.18

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Ethical World Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	229.02	204.51	208.87
Return before operating charges*	40.23	26.72	(1.90)
Operating charges	(2.85)	(2.21)	(2.46)
Return after operating charges*	37.38	24.51	(4.36)
Distributions on accumulation shares	(2.42)	(2.68)	(3.64)
Retained distributions on accumulation shares	2.42	2.68	3.64
Closing net asset value per share	266.40	229.02	204.51
 * after direct transaction costs of:	 0.09	 0.19	 0.09
Performance			
Return after charges	16.32%	11.98%	(2.09%)
Other information			
Closing net asset value (£'000s)	61,405	54,264	38,437
Closing number of shares	23,049,634	23,694,708	18,795,014
Operating charges	1.13%	1.13%	1.15%
Direct transaction costs	0.04%	0.10%	0.04%
Prices			
Highest share price (pence)	270.46	233.31	229.90
Lowest share price (pence)	226.16	171.89	198.20

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Ethical World Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	164.88	149.12	155.03
Return before operating charges*	28.94	19.31	(1.40)
Operating charges	(2.05)	(1.60)	(1.82)
Return after operating charges*	26.89	17.71	(3.22)
Distributions on income shares	(1.74)	(1.95)	(2.69)
Closing net asset value per share	190.03	164.88	149.12
 * after direct transaction costs of:	 0.07	 0.14	 0.07
Performance			
Return after charges	16.31%	11.88%	(2.08%)
Other information			
Closing net asset value (£'000s)	37,900	37,566	48,488
Closing number of shares	19,944,462	22,783,489	32,515,291
Operating charges	1.13%	1.13%	1.15%
Direct transaction costs	0.04%	0.10%	0.04%
Prices			
Highest share price (pence)	194.28	169.30	169.96
Lowest share price (pence)	162.83	124.74	147.11

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
High and Low prices are based on official published daily NAVs.

Aberdeen Ethical World Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
97.73% (2016: 98.94%)			
Equities 97.73% (2016: 98.94%)			
Asia Pacific 22.68% (2016: 24.34%)			
Hong Kong 7.63% (2016: 8.05%)			
AIA	848,200	5,067	3.33
Kerry Logistics Network	2,739,500	2,985	1.97
MTR	354,000	1,551	1.02
Swire Pacific 'A'	158,500	1,198	0.79
Swire Pacific 'B'	585,000	786	0.52
		11,587	7.63
India 1.74% (2016: 1.83%)			
Housing Development Finance	124,600	2,633	1.74
Philippines 1.02% (2016: 1.04%)			
Ayala Land	2,446,900	1,541	1.02
Singapore 4.85% (2016: 6.16%)			
City Developments	261,300	1,639	1.08
Oversea-Chinese Banking	261,830	1,662	1.10
Singapore Telecommunications	1,828,100	4,056	2.67
		7,357	4.85
Taiwan 5.85% (2016: 6.01%)			
Taiwan Mobile	1,323,000	3,573	2.35
TSMC (ADR)	194,800	5,312	3.50
		8,885	5.85
Thailand 1.59% (2016: 1.25%)			
Kasikornbank (Alien)	535,000	2,415	1.59
Total Asia Pacific		34,418	22.68
Europe, Middle East & Africa (ex United Kingdom) 13.91% (2016: 13.87%)			
France 0.93% (2016: 1.02%)			
Essilor International	14,800	1,418	0.93
Germany 2.93% (2016: 2.46%)			
Fielmann	24,500	1,485	0.98
Linde	20,500	2,967	1.95
		4,452	2.93
Ireland 2.77% (2016: 3.09%)			
Experian	278,700	4,200	2.77

Aberdeen Ethical World Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Israel 2.35% (2016: 2.32%)			
Check Point Software Technologies	44,400	3,562	2.35
South Africa 1.44% (2016: 1.67%)			
MTN	320,800	2,185	1.44
Sweden 1.47% (2016: 1.62%)			
Atlas Copco 'A'	81,500	2,237	1.47
Switzerland 2.02% (2016: 1.69%)			
dorma+kaba	2,200	1,489	0.98
Temenos	21,400	1,572	1.04
		3,061	2.02
Total Europe, Middle East & Africa (ex United Kingdom)		21,115	13.91
Japan 11.51% (2016: 8.58%)			
Calbee Inc	75,600	2,372	1.56
Daito Trust Construction Co	31,900	4,082	2.69
FANUC Corp	20,000	3,098	2.04
Japan Exchange Group Inc	125,100	1,700	1.12
Keyence Corp	6,800	2,381	1.57
Mitsubishi Estate Co	142,000	1,954	1.29
Shimano Inc	16,900	1,877	1.24
		17,464	11.51
Total Japan		17,464	11.51
Latin America 5.67% (2016: 3.71%)			
Argentina 1.85% (2016: 2.03%)			
Tenaris (ADR)	117,700	2,815	1.85
Brazil 3.82% (2016: 1.68%)			
Banco Bradesco (ADR)	582,079	4,247	2.80
Ultrapar Participacoes (ADR)	86,300	1,549	1.02
		5,796	3.82
Total Latin America		8,611	5.67
North America 34.27% (2016: 36.80%)			
Canada 3.69% (2016: 4.39%)			
Potash Corp of Saskatchewan	239,600	3,239	2.13
TELUS	86,700	2,367	1.56
		5,606	3.69
United States 30.58% (2016: 32.41%)			
Amdocs	61,600	3,139	2.07
Casey's General Stores	22,600	1,829	1.21

Aberdeen Ethical World Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Cisco Systems	85,100	2,030	1.34
Cognizant Technology Solutions 'A'	59,200	3,113	2.05
Comcast 'A'°	122,700	3,769	2.48
EOG Resources	66,379	4,793	3.16
Intercontinental Exchange	49,100	2,485	1.64
Jones Lang LaSalle	33,100	3,192	2.10
M&T Bank	30,700	3,799	2.50
Oracle	115,300	4,367	2.88
Samsonite International	1,022,700	3,253	2.14
Schlumberger	55,600	2,892	1.91
TJX	56,700	3,023	1.99
Visa 'A'°	62,500	4,720	3.11
		46,404	30.58
Total North America		52,010	34.27
United Kingdom 9.69% (2016: 11.64%)			
Aveva	115,300	2,288	1.51
John Wood Group°	275,500	1,682	1.11
Standard Chartered	420,148	3,557	2.34
Vodafone°	1,676,000	3,720	2.45
Whitbread	89,959	3,462	2.28
		14,709	9.69
Total United Kingdom		14,709	9.69
Total Equities		148,327	97.73
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		148,327	97.73
Open Ended Investment Funds 2.00% (2016: nil)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1†	3,034	3,034	2.00
Total Open Ended Investment Funds		3,034	2.00
Total investments		151,361	99.73
Other net assets		414	0.27
Total net assets		151,775	100.00

† Managed by subsidiaries of Aberdeen Asset Management PLC.

° A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen Ethical World Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	11,878	7.85	7.83

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Anheuser-Busch InBev	635	Equity	Main market listing	BNP Paribas
Nokia	535	Equity	Main market listing	BNP Paribas
Tokyo Electron	384	Equity	Main market listing	BNP Paribas
France (Government of)	363	Government Bond	Investment grade	BNP Paribas
Unicredit	329	Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	320	Equity	Main market listing	BNP Paribas
Credit Agricole	320	Equity	Main market listing	BNP Paribas
TOTAL	320	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	318	Equity	Main market listing	BNP Paribas
Nordea Bank	315	Equity	Main market listing	BNP Paribas
Other Equity	9,231	Equity	Main market listing	BNP Paribas
Other Government Bond	65	Government Bond	Investment grade	BNP Paribas
Total collateral received	13,135			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		13,135	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
CHF		11
EUR		6,803
GBP		1,446
JPY		2,735
SEK		315
USD		1,825
Total collateral received		13,135

Aberdeen Ethical World Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
BNP Paribas	6,126	France	Tri-party
NATIXIS	5,752	France	Tri-party
Total market value of securities lending	11,878		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	15	125.00
Direct operational costs (securities lending agent costs)	(3)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(3)	(25.00)
Net return	12	100.00

Aberdeen Ethical World Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	21,758	9,371
Revenue	2	3,391	3,900
Expenses	3	(2,030)	(2,056)
Net revenue before taxation		1,361	1,844
Taxation	4	(203)	(227)
Net revenue after taxation		1,158	1,617
Total return before distributions		22,916	10,988
Distributions	5	(1,166)	(1,646)
Change in net assets attributable to shareholders from investment activities		21,750	9,342

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	149,254	196,451
Amounts receivable on issue of shares	13,366	11,917
Amounts payable on cancellation of shares	(33,300)	(69,415)
	(19,934)	(57,498)
Dilution adjustment	-	49
Change in net assets attributable to shareholders from investment activities	21,750	9,342
Retained distributions on accumulation shares	704	909
Unclaimed distributions > 6 years	1	1
Closing net assets attributable to shareholders	151,775	149,254

Aberdeen Ethical World Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		151,361	147,678
Current assets:			
Debtors	6	578	1,712
Cash and bank balances		480	2,165
Total assets		152,419	151,555
Liabilities:			
Creditors:			
Other creditors	7	296	1,877
Distribution payable		348	424
Total liabilities		644	2,301
Net assets attributable to shareholders		151,775	149,254

Aberdeen Ethical World Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	21,789	9,253
Other currency (losses)/gains	(42)	117
Class actions	11	1
Net capital gains	21,758	9,371

2. Revenue

	2017 £'000	2016 £'000
UK dividends	490	633
Overseas dividends	2,886	3,141
Revenue from collective investment schemes	2	-
Stock dividends	-	80
Stock lending commission	12	36
Bank interest	1	9
Other revenue	-	1
Total revenue	3,391	3,900

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	1,829	1,862
Operating, administrative and servicing fees	201	194
Total expenses	2,030	2,056

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax prior year adjustment	-	(22)
Overseas withholding tax	203	249
Current tax charge	203	227
Total taxation	203	227

Aberdeen Ethical World Equity Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	1,361	1,844
Corporation tax at 20% (2016 - 20%)	272	369
Effects of:		
UK dividends	(98)	(126)
Non-taxable overseas dividends	(550)	(604)
Excess management expenses	380	366
Tax effect of expensed double taxation relief	(4)	(5)
Corporation tax prior year adjustment	-	(22)
Irrecoverable overseas withholding tax	203	249
Total taxation	203	227

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £4,371,000 (2016 - £3,991,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised. The prior year figure was revised to reflect the prior year accounts as submitted to HMRC.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	217	496
Final	921	1,034
	1,138	1,530
Add: Revenue deducted on cancellation of shares	45	142
Deduct: Revenue received on issue of shares	(17)	(26)
Distributions for the year	1,166	1,646
Total distributions	1,166	1,646

Details of the distribution per share are set out in the distribution tables on page 292.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	1,158	1,617
Add:		
Undistributed revenue brought forward	5	5
Movement between share classes due to conversion	3	29
Deduct:		
Undistributed revenue carried forward	-	(5)
Distributions	1,166	1,646

Aberdeen Ethical World Equity Fund

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	439	263
Amounts receivable for issue of shares	45	55
Overseas withholding tax reclaimable	93	93
Sales awaiting settlement	-	494
Currency transactions awaiting settlement	-	804
Other debtor	1	3
Total debtors	578	1,712

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	169	166
Amounts payable for cancellation of shares	127	290
Purchases awaiting settlement	-	623
Currency transactions awaiting settlement	-	798
Total other creditors	296	1,877

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 281. £234,000 was due to the ACD (2016 - £385,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £3,034,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 1.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 272. The distribution per share class is given in the distribution tables on page 292. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	16,899,690	15,374,318	23,694,708	22,783,489
Creations during the year	650,800	3,620,700	1,579,825	1,133,106
Cancellations during the year	(2,317,401)	(8,136,700)	(2,946,850)	(4,060,267)
Shares converted during the year	(831,979)	(81,672)	721,951	88,134
Closing shares in issue	14,401,110	10,776,646	23,049,634	19,944,462

Aberdeen Ethical World Equity Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
BNP Paribas	5,722	6,335	Equity
BNP Paribas	404	425	Government Bond
NATIXIS	5,749	6,372	Equity
NATIXIS	3	3	Government Bond
Total	11,878	13,135	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	15	3	12

Aberdeen Ethical World Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
BNP Paribas	130	137	Government Bond
BNP Paribas	4,220	4,664	Equity
BNP Paribas	2,465	2,594	Government Bond
Citigroup	2,441	2,685	Equity
NATIXIS	4,670	5,172	Equity
NATIXIS	1,062	1,118	Government Bond
Total	14,988	16,370	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	45	9	36

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Canadian Dollar	16	5,606	5,622
Euro	13	5,870	5,883
Hong Kong Dollar	-	14,840	14,840
Indian Rupee	-	2,633	2,633
Japanese Yen	8	17,464	17,472
Philippine Peso	-	1,541	1,541
Pound Sterling	119	21,943	22,062
Singapore Dollar	-	7,357	7,357
South African Rand	-	2,185	2,185
Swedish Krona	-	2,237	2,237
Swiss Franc	-	3,061	3,061
Taiwan Dollar	186	3,573	3,759
Thai Baht	-	2,415	2,415
US Dollar	72	60,636	60,708
Net assets	414	151,361	151,775

Aberdeen Ethical World Equity Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Canadian Dollar	34	4,779	4,813
Euro	14	5,202	5,216
Hong Kong Dollar	-	13,576	13,576
Indian Rupee	13	2,732	2,745
Japanese Yen	8	12,803	12,811
Philippine Peso	-	1,545	1,545
Pound Sterling	875	21,975	22,850
Singapore Dollar	-	9,201	9,201
South African Rand	-	2,496	2,496
Swedish Krona	-	2,423	2,423
Swiss Franc	-	2,523	2,523
Taiwan Dollar	204	3,465	3,669
Thai Baht	-	1,866	1,866
US Dollar	428	63,092	63,520
Net assets	1,576	147,678	149,254

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £12,971,000 (2016: £12,640,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £7,568,000 (2016 - £7,384,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen Ethical World Equity Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
Non-derivatives					-
Other creditors	-	296	-	-	296
Distribution payable	-	348	-	-	348
Total financial liabilities	-	644	-	-	644

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
Non-derivatives					-
Other creditors	-	1,877	-	-	1,877
Distribution payable	-	424	-	-	424
Total financial liabilities	-	2,301	-	-	2,301

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Collective Investment Schemes	13,038	-	10,004	-
Equities	19,321	42,504	40,505	97,991
Trades in the year before transactions costs	32,359	42,504	50,509	97,991
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	14	37	(23)	(45)
Total commissions	14	37	(23)	(45)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	15	46	(3)	(11)
Total taxes	15	46	(3)	(11)
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	4	(2)	(4)
Total other expenses	-	4	(2)	(4)
Total transaction costs	29	87	(28)	(60)
Total net trades in the year after transaction costs	32,388	42,591	50,481	97,931

Aberdeen Ethical World Equity Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes				
Equities	0.07	0.09	0.06	0.05
Taxes				
Collective Investment Schemes				
Equities	0.08	0.11	0.01	0.01
Other expenses				
Collective Investment Schemes				
Equities	-	0.01	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.05
Taxes	0.01	0.04
Other expenses	-	0.01
Total costs	0.03	0.10

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - £3,176,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.08% (2016 - 0.11%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Aberdeen Ethical World Equity Fund

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	148,327	-	147,678	-
Level 2	3,034	-	-	-
Level 3	-	-	-	-
Total	151,361	-	147,678	-

Aberdeen Ethical World Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	-	-	-	0.35591
Group 2	-	-	-	0.35591
A Income shares				
Group 1	-	-	-	0.27000
Group 2	-	-	-	0.27000
I Accumulation shares				
Group 1	0.55444	-	0.55444	0.89141
Group 2	0.05137	0.50307	0.55444	0.89141
I Income shares				
Group 1	0.39917	-	0.39917	0.65000
Group 2	0.04922	0.34995	0.39917	0.65000

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.99340	-	0.99340	1.09651
Group 2	0.86971	0.12369	0.99340	1.09651
A Income shares				
Group 1	0.74788	-	0.74788	0.83000
Group 2	0.70977	0.03811	0.74788	0.83000
I Accumulation shares				
Group 1	1.86423	-	1.86423	1.79153
Group 2	1.37380	0.49043	1.86423	1.79153
I Income shares				
Group 1	1.33915	-	1.33915	1.30000
Group 2	0.86896	0.47019	1.33915	1.30000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Euro Corporate Bond Fund

For the year ended 31 July 2017

Investment objective & policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Investment grade corporate Debt and debt-related securities denominated in (or hedged back to) Euros. The Fund may also invest in other transferable securities, including Investment grade and sub-Investment grade Debt and debt-related securities denominated in any currency, including those issued by governments, public bodies and supra-national issuers, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of Euro Corporate Bond - A Accumulation Shares increased by 5.97% compared to an increase of 6.48% in the benchmark, the iBoxx Euro Corporates Tracker Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The year up to the end of July was characterised by major political events and risks, yet European investment grade (IG) bond markets (and risk markets generally) were resilient and ended the period on a stronger footing. Government bond yields rose steadily over the period, reflecting global reflation expectations and more hawkish central bank rhetoric, although in Europe the European Central Bank's (ECB) Corporate Sector Purchase Programme continued to provide support to credit markets. This performance was reflected in the spread on the Bloomberg Barclays European Aggregate Corporate Index, which ended the period 23 basis points tighter.

European IG markets began the second half of 2016 strongly, as investor confidence returned following the surprise Brexit result from the UK's referendum on EU membership. A lack of supply and the expectation of central bank support provided a technical tailwind to credit markets, and the Bank of England formally announced its Corporate Bond Purchase Scheme (CBPS) whereby it would purchase up to £10bn of non-financial corporate bonds. Merger and acquisition (M&A) activity was prevalent: German chemicals major Bayer confirmed a record-breaking \$66bn takeover of Monsanto; shortly followed by AT&T's proposed acquisition of Time Warner Inc. for \$109bn, reflecting both a rising trend of consolidation in US telecoms and a shift towards content provision among US mobile operators.

Volatility returned to markets in November following the surprise election of Donald Trump to the US presidency. Government bond yields rose and credit spreads widened in the immediate aftermath, but regained their poise in December as the outlook for US growth became more constructive and the ECB announced a nine month extension of its asset purchase programme. Spreads continued to tighten into 2017 as positive macro-economic data and equity market performance gave momentum to risk markets. The reflation trade boosted financials in particular (despite heavy supply), as higher rates and steeper yield curves supported margins for banks and insurers.

Political risk returned to the fore in March, with some initial market weakness in the lead-up to the French election, as markets weighed the possible majority of Marine Le Pen's populist and anti-EU 'National Front' party. But a strong first round result for the eventual winner Macron, as well as a weak result for the populist candidate in Dutch elections, spurred a rally in risk markets, with French credits such as EDF showing particular strength. The positive market momentum continued into July amid generally strong company earnings and a benign macro-economic environment.

Over the period, 10 year bund yields rose out of negative territory from -0.12% to finish at 0.54%. Peripheral government spreads widened with the yield on Italian BTP rising from 1.17% to 2.12%. European IG credit indices tightened from 117 to 94 bps (Source: Barclays POINT).

Portfolio review

The portfolio performed positively on an absolute and relative basis over the period. The Fund remained overweight financials versus non-financials which contributed to outperformance. This was mainly driven by an overweight position in subordinated insurance bonds, from issuers such as Axa and Aviva. This was consistent with a broader rally in which high beta credit outperformed, particularly equity-like hybrid instruments from SES, Total and Scottish & Southern Energy.

Primary markets were active over the year and the Fund selectively participated in new issues where we saw value. In August, a small proportion of GBP-denominated securities from British American Tobacco and InterContinental were added - and later sold - to benefit from the Bank of England's CBPS. 2017 saw the issuance of new TLAC-eligible, 'Non-preferred senior' from French banks (eg BNP Paribas), in which the fund participated. We consolidated our positioning in the US telecoms sector by selling our overweight exposure to Verizon, which had weakened following the abandonment of its deleveraging target. Against this, we added exposure in AT&T which offered attractive value and lower risk of further consolidation following its bid for Time Warner Inc.

The Fund's duration was maintained neutral over the period.

Outlook

European credit markets stayed resilient through several geopolitical risk events over the last 12 months, and central bank policy is now likely to be the key driver of returns going forward. Asset prices have been well-supported by central bank asset purchases and near-zero interest rates, and primary market issuance has been well absorbed. But a greater-than-expected tapering of these schemes, or a more aggressive hiking cycle from the US Federal Reserve could threaten these valuations. In the medium term, we are constructive on company fundamentals and economic data to provide support to credit markets. We are positioned to benefit from further upside in spreads and are confident in security selection supporting relative returns.

Pan European Credit Team

August 2017

Aberdeen Euro Corporate Bond Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	1.03	0.63
31 July 2016	1.13	0.63

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Euro Corporate Bond Fund

Comparative tables

	31 July 2017 (pence per share)	31 July 2016 (pence per share)
A Income Shares		
Change in net assets per share		
Opening net asset value per share	142.43	117.79 ^A
Return before operating charges*	9.97	26.64
Operating charges	(1.49)	(1.40)
Return after operating charges*	8.48	25.24
Distributions on income shares	(0.72)	(0.60)
Closing net asset value per share	150.19	142.43
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	5.95%	21.43%
Other information		
Closing net asset value (£'000s)	82	120
Closing number of shares	54,373	84,173
Operating charges	1.03%	1.13%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	152.34	142.98
Lowest share price (pence)	137.77	114.16

^A The opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Euro Corporate Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	184.68	151.47 ^A
Return before operating charges*	13.05	34.55
Operating charges	(1.18)	(1.00)
Return after operating charges*	11.87	33.55
Distributions on accumulation shares	(1.74)	(1.70)
Retained distributions on accumulation shares	1.65	1.36
Closing net asset value per share	196.46	184.68
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.43%	22.15%
Other information		
Closing net asset value (£'000s)	87	77
Closing number of shares	44,462	41,462
Operating charges	0.63%	0.63%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	197.65	185.25
Lowest share price (pence)	179.06	147.08

^A The opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Euro Corporate Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	141.82	117.29 ^A
Return before operating charges*	9.92	26.37
Operating charges	(0.91)	(0.79)
Return after operating charges*	9.01	25.58
Distributions on income shares	(1.27)	(1.05)
Closing net asset value per share	149.56	141.82
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.35%	21.81%
Other information		
Closing net asset value (£'000s)	27,669	31,364
Closing number of shares	18,499,827	22,115,427
Operating charges	0.63%	0.63%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	151.79	142.49
Lowest share price (pence)	137.25	113.71

^A The opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Euro Corporate Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
98.87% (2016: 98.77%)					
Bonds 98.87% (2016: 98.77%)					
Asset Backed Bonds/Mortgage Backed Bonds 2.25% (2016: nil)					
France 0.64% (2016: nil)					
Purple Master Credit Cards	FRN	25/10/28	200,000	179	0.64
Luxembourg 0.64% (2016: nil)					
Red & Black Auto Lease Germany	FRN	15/11/27	200,000	179	0.64
United Kingdom 0.97% (2016: nil)					
Lanark Master Issuer	FRN	22/12/54	300,000	270	0.97
Total Asset Backed Bonds/Mortgage Backed Bonds				628	2.25
Corporate Bonds 96.10% (2016: 89.65%)					
Australia 5.01% (2016: 3.53%)					
APT Pipelines (EMTN)	1.3750	22/03/22	500,000	462	1.66
AusNet Services (EMTN)	2.3750	24/07/20	250,000	239	0.86
AusNet Services (EMTN)	1.5000	26/02/27	104,000	94	0.34
National Australia Bank (EMTN)	0.2500	28/03/22	390,000	348	1.25
SGSP Australia Assets (EMTN)	2.0000	30/06/22	265,000	251	0.90
				1,394	5.01
Belgium 3.99% (2016: 2.35%)					
AG Insurance	VAR	30/06/47	100,000	96	0.34
Anheuser-Busch InBev (EMTN)	2.7500	17/03/36	200,000	192	0.69
Anheuser-Busch InBev (EMTN)	2.0000	17/03/28	200,000	189	0.68
KBC (EMTN)	1.0000	26/04/21	300,000	275	0.99
KBC (EMTN)	0.7500	18/10/23	200,000	178	0.64
Proximus (EMTN)	0.5000	22/03/22	200,000	180	0.65
				1,110	3.99
China nil (2016: 0.35%)					
Denmark 0.37% (2016: 0.27%)					
Danica Pension Livsforsikringsaktieselskab	VAR	29/09/45	100,000	102	0.37
France 16.59% (2016: 13.35%)					
AXA (EMTN)	VAR	PERP	340,000	336	1.21
AXA (EMTN)	VAR	04/07/43	250,000	269	0.97
Banque Federative du Credit Mutuel (EMTN)	3.0000	21/05/24	300,000	294	1.06
Banque Federative du Credit Mutuel (EMTN)	0.3750	13/01/22	300,000	269	0.97
BNP Paribas (EMTN)	2.8750	24/10/22	520,000	526	1.87
BNP Paribas (EMTN)	VAR	PERP	200,000	191	0.69
BNP Paribas (EMTN)	VAR	14/10/27	150,000	144	0.52

Aberdeen Euro Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
BPCE	VAR	08/07/26	100,000	95	0.34
CNP Assurances	VAR	05/06/45	100,000	100	0.36
Coentreprise de Transport d'Electricité	2.1250	29/07/32	100,000	92	0.33
Coentreprise de Transport d'Electricité	0.8750	29/09/24	100,000	89	0.32
Credit Agricole	1.0000	16/09/24	400,000	364	1.31
Credit Agricole (EMTN)	0.8750	19/01/22	300,000	275	0.99
Electricite de France (EMTN)	VAR	PERP	300,000	285	1.02
Engie	VAR	PERP	200,000	193	0.69
Orange (EMTN)	VAR	PERP	100,000	100	0.36
RTE (EMTN)	1.0000	19/10/26	500,000	442	1.58
TDF Infrastructure	2.8750	19/10/22	100,000	97	0.35
TDF Infrastructure	2.5000	07/04/26	100,000	93	0.33
Teleperformance	1.5000	03/04/24	200,000	180	0.65
TOTAL (EMTN)	VAR	PERP	210,000	187	0.67
				4,621	16.59
Germany 10.31% (2016: 8.78%)					
ADO Properties	1.5000	26/07/24	100,000	89	0.32
Allianz Finance II (EMTN)	VAR	08/07/41	300,000	318	1.14
ATF Netherlands	2.1250	13/03/23	200,000	185	0.66
ATF Netherlands (EMTN)	1.8750	19/01/26	200,000	175	0.63
Bayer (EMTN)	VAR	01/07/75	100,000	93	0.33
BMW Finance (EMTN)	0.1250	03/07/20	280,000	251	0.90
Eurogrid	1.8750	10/06/25	200,000	190	0.68
Grand City Properties (EMTN)	1.3750	03/08/26	200,000	174	0.63
HeidelbergCement (EMTN)	2.2500	03/06/24	90,000	86	0.31
HeidelbergCement Finance Luxembourg	7.5000	03/04/20	180,000	193	0.69
Unitymedia Hessen (EMTN)	5.6250	15/04/23	77,000	73	0.26
Volkswagen International Finance	0.5000	30/03/21	300,000	268	0.96
Volkswagen International Finance	VAR	PERP	200,000	175	0.63
Volkswagen Leasing (EMTN)	1.3750	20/01/25	300,000	267	0.96
Vonovia Finance (EMTN)	1.2500	06/12/24	200,000	180	0.65
Vonovia Finance (EMTN)	0.8750	30/03/20	170,000	155	0.56
				2,872	10.31
Ireland 1.84% (2016: 1.73%)					
CRH Finance (EMTN)	5.0000	25/01/19	100,000	96	0.35
CRH Finance Germany (EMTN)	1.7500	16/07/21	210,000	199	0.71
CRH Funding (EMTN)	1.8750	09/01/24	100,000	95	0.34
Ryanair DAC (EMTN)	1.1250	15/08/23	135,000	122	0.44
				512	1.84
Israel 1.25% (2016: 0.80%)					
Teva Pharmaceutical Finance Netherlands II	0.3750	25/07/20	200,000	179	0.65
Teva Pharmaceutical Finance Netherlands II	1.1250	15/10/24	195,000	168	0.60
				347	1.25

Aberdeen Euro Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Italy 4.81% (2016: 9.76%)					
Autostrade per l'Italia (EMTN)	1.1250	04/11/21	100,000	93	0.33
Enel Finance International (EMTN)	1.9660	27/01/25	152,000	145	0.52
Eni (EMTN)	3.6250	29/01/29	160,000	172	0.62
Eni (EMTN)	4.2500	03/02/20	140,000	138	0.50
FCA Bank Ireland (EMTN)	1.0000	15/11/21	126,000	114	0.41
Intesa Sanpaolo (EMTN)	FRN	15/06/20	350,000	320	1.15
Intesa Sanpaolo (EMTN)	1.1250	14/01/20	250,000	229	0.82
Italgas (EMTN)	0.5000	19/01/22	144,000	129	0.46
				1,340	4.81
Japan 0.98% (2016: 0.82%)					
Bank of Tokyo-Mitsubishi (EMTN)	0.8750	11/03/22	300,000	272	0.98
Luxembourg 1.63% (2016: 0.28%)					
SELP Finance	1.2500	25/10/23	400,000	354	1.27
SES	VAR	PERP	100,000	100	0.36
				454	1.63
Mexico 1.39% (2016: 1.12%)					
America Movil	VAR	06/09/73	275,000	258	0.93
America Movil	1.5000	10/03/24	140,000	128	0.46
				386	1.39
Netherlands 8.14% (2016: 5.52%)					
ABN AMRO Bank (EMTN)	4.1250	28/03/22	300,000	316	1.13
ABN AMRO Bank (EMTN)	VAR	18/01/28	100,000	97	0.35
ABN AMRO Bank (EMTN)	VAR	30/06/25	100,000	95	0.34
ASML	1.3750	07/07/26	100,000	90	0.32
Cooperatieve Rabobank	1.2500	23/03/26	500,000	457	1.64
Koninklijke	VAR	PERP	220,000	208	0.75
Rabobank Nederland (EMTN)	4.1250	12/01/21	316,000	321	1.15
Rabobank Nederland (EMTN)	4.7500	06/06/22	284,000	308	1.11
TenneT	VAR	PERP	200,000	182	0.66
Vesteda Finance (EMTN)	2.5000	27/10/22	200,000	193	0.69
				2,267	8.14
Spain 1.55% (2016: 3.41%)					
FCC Aqualia	1.4130	08/06/22	179,000	161	0.58
Iberdrola Finanzas (EMTN)	1.0000	07/03/25	200,000	179	0.65
Merlin Properties Socimi (EMTN)	1.7500	26/05/25	100,000	90	0.32
				430	1.55
Sweden 2.88% (2016: 1.04%)					
Hemso Fastighets (EMTN)	1.0000	09/09/26	240,000	205	0.74
Rikshem (EMTN)	1.2500	28/06/24	230,000	203	0.73
Svenska Handelsbanken (EMTN)	0.2500	28/02/22	440,000	393	1.41
				801	2.88

Aberdeen Euro Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Switzerland 3.28% (2016: 3.63%)					
Credit Suisse (EMTN)	VAR	17/07/25	270,000	241	0.87
UBS	1.5000	30/11/24	335,000	310	1.11
UBS Funding Jersey (EMTN)	1.2500	01/09/26	200,000	178	0.64
UBS London (EMTN)	1.1250	30/06/20	200,000	185	0.66
				914	3.28
United Kingdom 21.80% (2016: 16.51%)					
Abbey National Treasury Services (EMTN)	2.6250	16/07/20	380,000	365	1.31
Annington Funding (EMTN)	1.6500	12/07/24	100,000	90	0.32
Aviva (EMTN)	VAR	04/12/45	200,000	190	0.68
Aviva (EMTN)	VAR	05/07/43	130,000	142	0.51
Barclays Bank (EMTN)	1.8750	08/12/23	267,000	250	0.90
Barclays Bank (EMTN)	VAR	PERP	225,000	248	0.89
BP Capital Markets (EMTN)	1.9530	03/03/25	300,000	287	1.03
BP Capital Markets (EMTN)	1.1170	25/01/24	192,000	175	0.63
Channel Link Enterprises Finance	VAR	30/06/50	200,000	180	0.65
Experian Finance (EMTN)	1.3750	25/06/26	380,000	337	1.21
FCE Bank (EMTN)	1.1140	13/05/20	227,000	209	0.75
FCE Bank (EMTN)	1.6150	11/05/23	100,000	92	0.33
HBOS (EMTN)	VAR	18/03/30	100,000	105	0.38
Heathrow Funding (EMTN)	1.8750	12/07/32	100,000	90	0.32
HSBC	0.8750	06/09/24	270,000	240	0.86
Jaguar Land Rover Automotive	2.2000	15/01/24	420,000	381	1.36
Lloyds Bank (EMTN)	VAR	12/02/24	320,000	330	1.19
Lloyds Banking (EMTN)	1.0000	09/11/23	275,000	247	0.89
Motability Operations (EMTN)	0.8750	14/03/25	160,000	142	0.51
Motability Operations (EMTN)	1.6250	09/06/23	100,000	95	0.34
National Westminster Bank (EMTN)	VAR	PERP	250,000	212	0.76
Nationwide Building Society (EMTN)	VAR	20/03/23	315,000	288	1.04
Nationwide Building Society (EMTN)	1.1250	03/06/22	200,000	185	0.66
Nationwide Building Society (EMTN)	1.2500	03/03/25	170,000	155	0.56
Royal Bank of Scotland (EMTN)	FRN	08/06/20	100,000	90	0.32
Santander UK	1.1250	08/09/23	125,000	113	0.40
Sky (GMTN)	2.2500	17/11/25	145,000	138	0.50
Smiths (EMTN)	2.0000	23/02/27	100,000	92	0.33
SSE	VAR	PERP	250,000	227	0.82
SSE (EMTN)	2.0000	17/06/20	200,000	189	0.68
United Utilities Water (EMTN)	4.2500	24/01/20	190,000	187	0.67
				6,071	21.80
United States 10.28% (2016: 16.40%)					
AbbVie	1.3750	17/05/24	500,000	458	1.64
Apple	1.3750	24/05/29	257,000	230	0.83
AT&T	2.4000	15/03/24	400,000	387	1.39
AT&T	3.1500	04/09/36	110,000	99	0.35
AT&T	1.0500	04/09/23	100,000	90	0.32
Becton Dickinson	0.3680	06/06/19	100,000	90	0.32
Brown-Forman	1.2000	07/07/26	100,000	88	0.32

Aberdeen Euro Corporate Bond Fund

						Total Net Assets %	
Security	Coupon (%)		Maturity	Nominal/Quantity	Market Value £'000		
Coca-Cola	-		09/03/21	146,000	130	0.47	
General Electric	2.1250		17/05/37	154,000	136	0.49	
General Motors Financial (EMTN)	0.9550		07/09/23	150,000	131	0.47	
General Motors Financial International (EMTN)	1.1680		18/05/20	100,000	92	0.33	
Goldman Sachs (EMTN)	1.3750		15/05/24	300,000	272	0.98	
Metropolitan Life Global Funding I (EMTN)	2.3750		30/09/19	230,000	217	0.78	
Mylan	3.1250		22/11/28	100,000	97	0.35	
Thermo Fisher Scientific	1.3750		12/09/28	300,000	256	0.92	
Thermo Fisher Scientific	1.4000		23/01/26	100,000	89	0.32	
					2,862	10.28	
Total Corporate Bonds					26,755	96.10	
Government Bonds 0.52% (2016: 9.12%)							
Germany 0.52% (2016: 9.12%)							
Germany (Federal Republic of)	5.5000		04/01/31	100,000	143	0.52	
Total Government Bonds					143	0.52	
Total Bonds					27,526	98.87	
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					27,526	98.87	
Other transferable securities and money market instruments 0.33% (2016: nil)							
Bonds 0.33% (2016: nil)							
Corporate Bonds 0.33% (2016: nil)							
Luxembourg nil (2016: nil)							
Teksid Aluminum Luxembourg SARL	11.3750		15/07/11	244,000	1	-	
United States 0.33% (2016: nil)							
Fidelity National Information Services	0.4000		15/01/21	100,000	90	0.33	
Lehman Brothers (EMTN)	4.6250		14/03/19	2,000,000	-	-	
					90	0.33	
Total Corporate Bonds					91	0.33	
Total Bonds					91	0.33	
Total Other transferable securities and money market instruments					91	0.33	
Derivatives 0.03% (2016: 0.13%)							
Forward currency exchange contracts 0.03% (2016: 0.13%)							
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays Capital	EUR	GBP	06/09/17	220,935	193,000	5	0.02
Barclays Capital	EUR	USD	06/09/17	89,889	105,000	1	-
HSBC	GBP	EUR	06/09/17	41,189	46,000	-	-

Aberdeen Euro Corporate Bond Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Royal Bank of Canada	EUR	GBP	06/09/17	100,000	87,531	2	0.01
Royal Bank of Canada	GBP	EUR	06/09/17	69,757	78,000	-	-
Unrealised gains on forward currency exchange contracts						8	0.03
Unrealised gains on derivatives						8	0.03
Total investments						27,625	99.23
Other net assets						213	0.77
Total net assets						27,838	100.00

Currently forward positions are not collateralised.
Comparative figures are as at 31 July 2016.

Aberdeen Euro Corporate Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	11 September 2015 to 31 July 2016
	Notes	£'000	£'000
Income			
Net capital gains	1		5,489
Revenue	2	454	454
Expenses	3	(184)	(158)
Net revenue before taxation		270	296
Taxation	4	-	-
Net revenue after taxation		270	296
Total return before distributions		1,751	5,785
Distributions	5	(270)	(296)
Change in net assets attributable to shareholders from investment activities		1,481	5,489

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	11 September 2015 to 31 July 2016
	£'000	£'000
Opening net assets attributable to shareholders	31,561	-
Amounts receivable on issue of shares	1,622	4,771
Amount receivable on amalgamation ^A	-	26,261
Amounts payable on cancellation of shares	(6,831)	(4,965)
	(5,209)	26,067
Dilution adjustment	4	4
Change in net assets attributable to shareholders from investment activities	1,481	5,489
Retained distributions on accumulation shares	1	1
Closing net assets attributable to shareholders	27,838	31,561

^A Relating to the amalgamation of Aberdeen Euro Corporate Bond Fund, a sub-fund of ICVC III on 11 September 2015.

Aberdeen Euro Corporate Bond Fund

Balance sheet As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		27,625	31,350
Current assets:			
Debtors	6	629	769
Cash and bank balances		90	18
Total assets		28,344	32,137
Liabilities:			
Investment liabilities		-	136
Creditors:			
Other creditors	7	434	363
Distribution payable		72	77
Total liabilities		506	576
Net assets attributable to shareholders		27,838	31,561

Aberdeen Euro Corporate Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	11 September 2015 to 31 July 2016 £'000
The net capital gains on investments during the year/period comprise:		
Non-derivative securities gains	1,404	5,252
Derivative contracts	-	23
Forward currency contracts (losses)/gains	(2)	119
Other currency (losses)/gains	(3)	95
Class actions	82	-
Net capital gains	1,481	5,489

2. Revenue

	2017 £'000	11 September 2015 to 31 July 2016 £'000
Interest on debt securities	453	454
Stock lending commission	1	-
Total revenue	454	454

3. Expenses

	2017 £'000	11 September 2015 to 31 July 2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	145	126
Operating, administrative and servicing fees	38	32
	183	158
<i>Other expenses:</i>		
Interest payable and similar charges	1	-
	1	-
Total expenses	184	158

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017 £'000	11 September 2015 to 31 July 2016 £'000
Current tax charge	-	-
Total taxation	-	-

Aberdeen Euro Corporate Bond Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year/period:

	2017 £'000	11 September 2015 to 31 July 2016 £'000
Net revenue before taxation	270	296
Corporation tax at 20% (2016 - 20%)	54	59
Effects of:		
Income tax being paid as interest distribution	(54)	(59)
Total taxation	-	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year/period end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	11 September 2015 to 31 July 2016 £'000
First interim	74	50
Second interim	59	103
Third interim	58	79
Final	72	64
	263	296
Add: Revenue deducted on cancellation of shares	8	9
Deduct: Revenue received on issue of shares	(1)	(9)
Distributions for the year/period	270	296
Total distributions	270	296

Details of the distribution per share are set out in the distribution tables on page 316.

6. Debtors

	2017 £'000	2016 £'000
Accrued bond interest purchased	-	58
Accrued revenue	231	258
Sales awaiting settlement	319	453
Currency transactions awaiting settlement	79	-
Total debtors	629	769

Aberdeen Euro Corporate Bond Fund

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	15	17
Amounts payable for cancellation of shares	21	6
Purchases awaiting settlement	319	340
Currency transactions awaiting settlement	79	-
Total other creditors	434	363

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 304. £33,000 was due to the ACD (2016 - £19,000 was due from the ACD) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 96% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 0.90%

Class 'I': 0.50%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 295. The distribution per share class is given in the distribution tables on page 316. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	84,173	41,462	22,115,427
Creations during the year	6,500	80,400	1,001,200
Cancellations during the year	(36,300)	(77,400)	(4,616,800)
Closing shares in issue	54,373	44,462	18,499,827

Aberdeen Euro Corporate Bond Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

There was no stock on loan at 31 July 2017.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	1	-	1

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	178	209	Government Bond
Total	178	209	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	-	-	-

Aberdeen Euro Corporate Bond Fund

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Euro	299	27,627	27,926
Pound Sterling	(86)	78	(8)
US Dollar	-	(80)	(80)
Net assets	213	27,625	27,838

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Euro	413	31,166	31,579
Pound Sterling	(66)	48	(18)
Net assets	347	31,214	31,561

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year/period end consists of:

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2017				
Euro	5,565	21,806	625	27,996
Pound Sterling	9	248	12	269
US Dollar	79	-	-	79
Total financial assets	5,653	22,054	637	28,344

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2016				
Euro	2,665	27,893	945	31,503
Pound Sterling	132	501	1	634
Total financial assets	2,797	28,394	946	32,137

Aberdeen Euro Corporate Bond Fund

	Floating rate financial liabilities	Fixed rate financial liabilities	Non-interest bearing financial liabilities	Total
Currency	£'000	£'000	£'000	£'000
2017				
Euro	-	-	(319)	(319)
Pound Sterling	-	-	(108)	(108)
US Dollar	-	-	(79)	(79)
Total financial liabilities	-	-	(506)	(506)

	Floating rate financial liabilities	Fixed rate financial liabilities	Non-interest bearing financial liabilities	Total
Currency	£'000	£'000	£'000	£'000
2016				
Euro	-	-	(340)	(340)
Pound Sterling	-	-	(236)	(236)
Total financial liabilities	-	-	(576)	(576)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	3.43%	2.64%
Maximum VaR	3.65%	3.01%
Average VaR	3.52%	2.85%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	2.20%	1.92%	-	(0.68%)	3.45%
31 July 2016	2.30%	1.84%	-	(0.63%)	3.50%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Aberdeen Euro Corporate Bond Fund

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	25,469	91.48
Below investment grade (BB and below)	1,689	6.07
Unrated securities	459	1.65
Derivatives*	8	0.03
Net other assets	213	0.77
Net assets	27,838	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	29,506	93.49
Below investment grade (BB and below)	1,383	4.38
Unrated securities	284	0.90
Derivatives*	41	0.13
Net other assets	347	1.10
Net assets	31,561	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays	6	6
Royal Bank of Canada	2	2
Total exposure	8	8

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays	165	165
HSBC	12	12
Total exposure	177	177

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen Euro Corporate Bond Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	434	-	-	434
Distribution payable	-	72	-	-	72
Total financial liabilities	-	506	-	-	506

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	136	-	-	136
<i>Non-derivatives</i>					
Other creditors	-	363	-	-	363
Distribution payable	-	77	-	-	77
Total financial liabilities	-	576	-	-	576

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year/period				
Bonds	26,253	18,023	30,214	16,258
Trades in the year/period before transactions costs	26,253	18,023	30,214	16,258
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year/period after transaction costs	26,253	18,023	30,214	16,258

Aberdeen Euro Corporate Bond Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior period percentages have been restated to reflect the percentage of transaction costs based on trades in the period by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior period figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £25,165,000). There were corporate actions (net sales) of £776,000 in the year (2016 - £727,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.37% (2016 - 0.46%). The prior period average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

13. Fair value

In the prior period, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen Euro Corporate Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1 ^A	144	-	2,879	-
Level 2	27,481	-	28,471	136
Level 3	-	-	-	-
Total	27,625	-	31,350	136

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £144,000 as at 31 July 2017 (2016 - nil).

Aberdeen Euro Corporate Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Income shares						
Group 1	0.19698	0.03940	0.15758	-	0.15758	0.12000
Group 2	-	-	-	0.15758	0.15758	0.12000
I Accumulation shares						
Group 1	0.44754	0.08951	0.35803	-	0.35803	0.23246
Group 2	0.30961	0.06192	0.24769	0.11034	0.35803	0.23246
I Income shares						
Group 1	0.34369	0.06874	0.27495	-	0.27495	0.18000
Group 2	0.12028	0.02406	0.09622	0.17873	0.27495	0.18000

Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Income shares				
Group 1	0.14926	-	0.14926	0.24000
Group 2	0.02862	0.12064	0.14926	0.24000
I Accumulation shares				
Group 1	0.38043	-	0.38043	0.47859
Group 2	0.30777	0.07266	0.38043	0.47859
I Income shares				
Group 1	0.29161	-	0.29161	0.37000
Group 2	0.20310	0.08851	0.29161	0.37000

Aberdeen Euro Corporate Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/17
A Income shares				
Group 1	0.17921	-	0.17921	0.15000
Group 2	0.17772	0.00149	0.17921	0.15000
I Accumulation shares				
Group 1	0.40945	-	0.40945	0.35029
Group 2	0.35574	0.05371	0.40945	0.35029
I Income shares				
Group 1	0.31321	-	0.31321	0.27000
Group 2	0.16687	0.14634	0.31321	0.27000

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Income shares				
Group 1	0.23415	-	0.23415	0.09000
Group 2	0.15075	0.08340	0.23415	0.09000
I Accumulation shares				
Group 1	0.50670	-	0.50670	0.29902
Group 2	0.40707	0.09963	0.50670	0.29902
I Income shares				
Group 1	0.38674	-	0.38674	0.23000
Group 2	0.30192	0.08482	0.38674	0.23000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen European Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims for maximum capital growth through investment in a broad spread of European securities. The Manager will invest in European companies which offer good prospects for capital growth. While the Fund will invest principally in companies incorporated in Europe, the Manager may also invest in companies which derive an important proportion of their earnings from European trade or operations. It is intended that the Fund will have minimal exposure to the UK. The Manager will also take opportunities as they arise to invest in European emerging markets.

Performance review

For the year ended 31 July 2017, the value of Aberdeen European Equity Fund – A Accumulation Shares rose by 18.77% compared with an increase of 24.63% in the benchmark, the FTSE Europe ex UK Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

European equities rose in the review period. Positive economic data and corporate results lifted share prices in the Continent. Consumer prices remained largely benign, helped in part by stable energy prices. Attempts by OPEC and other producers to alleviate the oversupply proved futile amid record US shale output. The absence of inflationary pressure allowed the European Central Bank (ECB) to hold interest rates unchanged while the extension of its bond-buying programme till end-2017 also helped underpin the market. In politics, Emmanuel Macron's decisive French presidential victory and the election results in the Netherlands were both hailed as a rejection of populism, boosting market sentiment.

Major events that buffeted market sentiment included the UK's shock decision to leave the European Union and Theresa May's subsequent snap-election gamble that left her weakened ahead of Brexit negotiations; along with Donald Trump's unexpected election as US president, which had initially whet risk appetite on hopes that he would usher in a raft of pro-business reform. However, these failed to materialise after repeated failure to repeal and replace Obamacare, on which major fiscal reforms were predicated.

Portfolio review

At the stock level, detracting from relative performance was the overweight exposure to drugmaker Novo Nordisk, as its shares were dampened by ongoing concerns over pricing pressure, particularly in the US. Also costing the fund was a non-benchmark exposure to Fugro, with its shares buffeted by the still-challenging conditions in the offshore oil and gas sector even as it strove to adapt its capacity and organisation to the adverse market backdrop. Last, the overweight to Koninklijke Vopak also detracted, as its shares weakened amid a softer-than-expected fourth-quarter update, as well as a disappointing forecast for the full-year.

Mitigating the underperformance was an overweight to Temenos, which saw its shares buoyed by upbeat investor sentiment on the back of potential new contract wins and earnings upgrades. Also benefiting the fund was the overweight to Swatch, as its shares recovered somewhat amid signs of improving demand for its watches from the key markets of China and Hong Kong. Another contributor was Vienna Insurance, which did well amid improving market conditions, while it continued to optimise the business model under its Agenda 2020 plan.

In portfolio activity, we already mentioned in the interim review the divestments of Casino, Engie, Kion, Schneider Electric and Zurich Insurance in favour of Amplifon, Burckhardt Compression, Grandvision, Heineken and VZ. Since then, we have also exited Ericsson to recycle capital into more attractive opportunities. This included adding to the recent introductions mentioned above, as well as initiating a holding in well-diversified testing, inspection and certification company SGS, which has a relatively defensive growth profile and a robust balance sheet.

Outlook

Looking ahead, Europe's economic recovery has broadly continued to gain momentum, with the improvement in industrial indicators now accompanied by stronger export growth. Prospects for GDP growth this year and beyond remain positive, with expectations for growth to be at the highest level in a decade. Household spending looks set to be underpinned by consumer confidence as the labour market tightens further. Investment also appears to be reviving, supported by the strength of bank lending to corporates and a perceived reduction in 'populism risks' following President Macron's electoral success in France. But despite the pick-up in activity, wage and price pressures are subdued. Political risks remain, too, most notably in Italy. So, the ECB is likely to stay cautious about withdrawing support, particularly against a backdrop of currency strength.

We continue to believe that the portfolio is comprised of business that, while not immune to the external environment, will be able to weather the difficulties that may lie ahead. We have not significantly changed our positioning over the month and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and strong balance sheets that trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen European Equity Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.66	0.91	0.16
31 July 2016	1.66	0.91	0.16
31 July 2015	1.64	0.89	0.14

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen European Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	158.26	143.04	135.78
Return before operating charges*	31.19	17.53	9.58
Operating charges	(2.83)	(2.31)	(2.32)
Return after operating charges*	28.36	15.22	7.26
Distributions on accumulation shares	(0.51)	(1.87)	(1.61)
Retained distributions on accumulation shares	0.51	1.87	1.61
Closing net asset value per share	186.62	158.26	143.04
* after direct transaction costs of:	-	0.01	0.04
Performance			
Return after charges	17.92%	10.64%	5.35%
Other information			
Closing net asset value (£'000s)	193,627	225,537	226,235
Closing number of shares	103,754,518	142,512,091	158,166,348
Operating charges	1.66%	1.66%	1.64%
Direct transaction costs	-	0.01%	0.03%
Prices			
Highest share price (pence)	191.87	159.04	155.44
Lowest share price (pence)	154.58	126.58	124.63

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen European Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	153.97	138.12	130.13
Return before operating charges*	30.49	17.08	9.21
Operating charges	(1.52)	(1.23)	(1.22)
Return after operating charges*	28.97	15.85	7.99
Distributions on accumulation shares	(1.87)	(2.84)	(2.63)
Retained distributions on accumulation shares	1.87	2.84	2.63
Closing net asset value per share	182.94	153.97	138.12
 * after direct transaction costs of:	 -	 0.01	 0.04
Performance			
Return after charges	18.82%	11.48%	6.14%
Other information			
Closing net asset value (£'000s)	40,013	43,751	28,824
Closing number of shares	21,872,723	28,414,131	20,868,333
Operating charges	0.91%	0.91%	0.89%
Direct transaction costs	-	0.01%	0.03%
Prices			
Highest share price (pence)	187.93	154.72	149.75
Lowest share price (pence)	150.40	122.72	119.63

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen European Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	181.70	161.78	151.29
Return before operating charges*	36.12	20.18	10.71
Operating charges	(0.31)	(0.26)	(0.22)
Return after operating charges*	35.81	19.92	10.49
Distributions on accumulation shares	(3.70)	(4.54)	(4.23)
Retained distributions on accumulation shares	3.70	4.54	4.23
Closing net asset value per share	217.51	181.70	161.78
 * after direct transaction costs of:	 -	 0.02	 0.04
Performance			
Return after charges	19.71%	12.31%	6.93%
Other information			
Closing net asset value (£'000s)	8,545	40,509	3,200
Closing number of shares	3,928,429	22,294,029	1,977,968
Operating charges	0.16%	0.16%	0.14%
Direct transaction costs	-	0.01%	0.03%
Prices			
Highest share price (pence)	223.25	182.57	175.00
Lowest share price (pence)	177.49	144.32	139.30

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen European Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
95.32% (2016: 95.58%)			
Equities 95.32% (2016: 95.58%)			
Austria 4.58% (2016: 3.79%)			
Schoeller-Bleckmann Oilfield Equipment	102,000	5,838	2.41
Vienna Insurance ^{oo}	230,000	5,253	2.17
		11,091	4.58
Denmark 6.06% (2016: 4.85%)			
Novo Nordisk 'B'	324,000	10,450	4.32
Novozymes 'B'	120,500	4,218	1.74
		14,668	6.06
France 7.98% (2016: 12.60%)			
Dassault Systemes	66,000	4,890	2.02
Edenred ^{oo}	271,101	5,379	2.22
Essilor International	44,800	4,291	1.77
L'Oreal	30,500	4,775	1.97
		19,335	7.98
Germany 11.78% (2016: 13.17%)			
Bayer	73,000	6,989	2.89
Fuchs Petrolub	115,000	4,565	1.89
Henkel	75,000	7,126	2.94
Linde	32,500	4,706	1.94
MTU Aero Engines	46,500	5,144	2.12
		28,530	11.78
Italy 3.83% (2016: nil)			
Amplifon	483,000	5,231	2.16
Brunello Cucinelli	184,000	4,040	1.67
		9,271	3.83
Netherlands 11.53% (2016: 8.35%)			
Fugro ^{oo}	359,000	4,357	1.80
GrandVision	308,000	6,578	2.72
Heineken	102,500	8,082	3.33
Koninklijke Vopak ^{oo}	110,000	3,960	1.64
Royal Dutch Shell 'A'	231,000	4,940	2.04
		27,917	11.53
Norway 1.87% (2016: 2.19%)			
Kongsberg Gruppen	358,000	4,536	1.87
Spain 3.33% (2016: 2.84%)			
Amadeus IT	173,000	8,054	3.33

Aberdeen European Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Sweden 10.36% (2016: 14.23%)			
Assa Abloy 'B'	278,000	4,512	1.86
Atlas Copco 'B'	193,000	4,753	1.96
Nordea Bank	604,000	5,766	2.38
Svenska Handelsbanken 'A'	473,000	5,322	2.20
Swedish Match	178,000	4,749	1.96
		25,102	10.36
Switzerland 29.23% (2016: 29.70%)			
Burckhardt Compression [∞]	21,300	4,802	1.98
Givaudan	2,050	3,101	1.28
LafargeHolcim	98,000	4,445	1.84
Nestle	149,000	9,564	3.94
Novartis	78,000	5,053	2.09
Partners	8,800	4,341	1.79
Roche	33,500	6,447	2.66
Schindler	19,200	3,149	1.30
Schindler	11,000	1,758	0.73
SGS [∞]	2,700	4,538	1.87
Swatch	122,000	7,140	2.95
Temenos	75,000	5,510	2.28
UBS	637,000	8,418	3.47
VZ	10,400	2,532	1.05
		70,798	29.23
United Kingdom 4.77% (2016: 3.86%)			
Unilever	262,000	11,550	4.77
Total Equities		230,852	95.32
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		230,852	95.32
Open Ended Investment Funds 4.22% (2016: 3.96%)			
Aberdeen European Smaller Companies Equity Fund Z-Acc [†]	585,767	10,210	4.22
Total Open Ended Investment Funds		10,210	4.22
Total investments		241,062	99.54
Other net assets		1,123	0.46
Total net assets		242,185	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen European Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	19,378	8.04	8.00

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
JPM Chase	806	Equity	Main market listing	BNP Paribas
Deere & Co	803	Equity	Main market listing	BNP Paribas
HSBC	610	Equity	Main market listing	BNP Paribas
British Sky Broadcasting	589	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	583	Equity	Main market listing	BNP Paribas
Vodafone	507	Equity	Main market listing	BNP Paribas
Telefonica	488	Equity	Main market listing	BNP Paribas
CRH	468	Equity	Main market listing	BNP Paribas
NTT	412	Equity	Main market listing	BNP Paribas
Toyota Motor	410	Equity	Main market listing	BNP Paribas
Other Equity	15,384	Equity	Main market listing	BNP Paribas
Other Government Bond	378	Government Bond	Investment grade	BNP Paribas
Total collateral received	21,438			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		21,438	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
EUR		6,820
JPY		5,124
GBP		4,783
USD		3,333
AUD		847
CHF		411
SEK		120
Total collateral received		21,438

Aberdeen European Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
Societe Generale	7,418	France	Tri-party
JPM Chase	6,040	United States	Tri-party
NATIXIS	4,876	France	Tri-party
BNP Paribas	1,044	France	Tri-party
Total market value of securities lending	19,378		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	75	125.00
Direct operational costs (securities lending agent costs)	(15)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(15)	(25.00)
Net return	60	100.00

Aberdeen European Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	43,793	28,574
Revenue	2	6,334	8,636
Expenses	3	(3,920)	(3,777)
Net revenue before taxation		2,414	4,859
Taxation	4	(1,166)	(349)
Net revenue after taxation		1,248	4,510
Total return before distributions		45,041	33,084
Distributions	5	(1,249)	(4,531)
Change in net assets attributable to shareholders from investment activities		43,792	28,553

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	309,797	258,259
Amounts receivable on issue of shares	2,552	51,008
Amounts payable on cancellation of shares	(115,154)	(32,553)
	(112,602)	18,455
Dilution adjustment	112	46
Change in net assets attributable to shareholders from investment activities	43,792	28,553
Retained distributions on accumulation shares	1,086	4,483
Unclaimed distributions > 6 years	-	1
Closing net assets attributable to shareholders	242,185	309,797

Aberdeen European Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		241,062	308,364
Current assets:			
Debtors	6	426	1,042
Cash and bank balances		1,327	1,110
Total assets		242,815	310,516
Liabilities:			
Creditors:			
Other creditors	7	630	719
Total liabilities		630	719
Net assets attributable to shareholders		242,185	309,797

Aberdeen European Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	43,755	28,403
Other currency gains	38	171
Net capital gains	43,793	28,574

2. Revenue

	2017 £'000	2016 £'000
Overseas dividends	5,915	8,274
Revenue from collective investment schemes	238	124
Stock dividends	70	139
Stock lending commission	60	73
Bank interest	2	8
Other revenue	49	18
Total revenue	6,334	8,636

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	3,511	3,372
Operating, administrative and servicing fees	408	404
	3,919	3,776
<i>Other expenses:</i>		
Interest payable and similar charges	1	1
	1	1
Total expenses	3,920	3,777

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	1,166	887
Overseas tax reclaims	-	(538)
Current tax charge	1,166	349
Total taxation	1,166	349

Aberdeen European Equity Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	2,414	4,859
Corporation tax at 20% (2016 - 20%)	483	972
Effects of:		
UK dividends	(48)	(25)
Non-taxable overseas dividends	(1,197)	(1,679)
Excess management expenses	762	733
Tax effect of expensed double taxation relief	-	(1)
Irrecoverable overseas withholding tax	1,166	349
Total taxation	1,166	349

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £5,289,000 (2016 - £4,527,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised. The prior year figure was revised to reflect the prior year accounts as submitted to HMRC.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Final	1,086	4,483
Add: Revenue deducted on cancellation of shares	177	232
Deduct: Revenue received on issue of shares	(14)	(184)
Distributions for the year	1,249	4,531
Total distributions	1,249	4,531

Details of the distribution per share are set out in the distribution tables on page 337.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	1,248	4,510
Add:		
Movement between share classes due to conversion	1	21
Distributions	1,249	4,531

Aberdeen European Equity Fund

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	7	-
Amounts receivable for issue of shares	-	1
Overseas withholding tax reclaimable	343	841
Merger debtor	76	200
Total debtors	426	1,042

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	306	347
Amounts payable for cancellation of shares	324	372
Total other creditors	630	719

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 327. £599,000 was due to the ACD (2016 - £679,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £10,210,000 (2016 - £12,263,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 320. The distribution per share class is given in the distribution tables on page 337. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	Z Accumulation shares
Opening number of shares	142,512,091	28,414,131	22,294,029
Creations during the year	74,700	573,100	785,500
Cancellations during the year	(38,575,500)	(7,377,400)	(19,151,100)
Shares converted during the year	(256,773)	262,892	-
Closing shares in issue	103,754,518	21,872,723	3,928,429

Aberdeen European Equity Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105% (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
BNP Paribas	1,044	1,152	Equity
JPM Chase	6,040	6,704	Equity
NATIXIS	4,874	5,402	Equity
NATIXIS	2	3	Government Bond
Societe Generale	7,062	7,802	Equity
Societe Generale	356	375	Government Bond
Total	19,378	21,438	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	75	15	60

Aberdeen European Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
BNP Paribas	1,101	1,205	Equity
BNP Paribas	1,957	2,060	Government Bond
Deutsche Bank	3,760	4,168	Equity
Deutsche Bank	327	344	Government Bond
JPM Chase	8,493	9,438	Equity
Merrill Lynch	8	8	Government Bond
Merrill Lynch	331	349	Government Bond
Societe Generale	21,799	24,036	Equity
Total	37,776	41,608	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	91	18	73

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Danish Krone	71	14,668	14,739
Euro	167	115,748	115,915
Norwegian Krone	58	4,536	4,594
Pound Sterling	772	10,211	10,983
Swedish Krona	-	25,102	25,102
Swiss Franc	-	70,797	70,797
US Dollar	55	-	55
Net assets	1,123	241,062	242,185
2016			
Danish Krone	28	15,027	15,055
Euro	157	138,211	138,368
Norwegian Krone	35	6,786	6,821
Pound Sterling	592	12,263	12,855
Swedish Krona	-	44,079	44,079
Swiss Franc	581	91,998	92,579
US Dollar	40	-	40
Net assets	1,433	308,364	309,797

Aberdeen European Equity Fund

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £23,120,000 (2016 - £29,694,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £12,053,000 (2016 - £15,418,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	630	-	-	630
Total financial liabilities	-	630	-	-	630
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	719	-	-	719
Total financial liabilities	-	719	-	-	719

Aberdeen European Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Collective Investment Schemes	-	1,732	4,870	876
Equities	50,835	65,828	154,704	42,165
Trades in the year before transactions costs	50,835	67,560	159,574	43,041
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	32	29	(68)	(27)
Total commissions	32	29	(68)	(27)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	14	17	-	-
Total other expenses	14	17	-	-
Total transaction costs	46	46	(68)	(27)
Total net trades in the year after transaction costs	50,881	67,606	159,506	43,014

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.06	0.04	0.04	0.06
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	0.03	0.03	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.04	0.02
Taxes	-	-
Other expenses	0.01	0.01
Total costs	0.05	0.03

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

Aberdeen European Equity Fund

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £2,759,000 in the year (2016 - £295,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.08% (2016 - 0.17%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	230,852	-	296,101	-
Level 2	10,210	-	12,263	-
Level 3	-	-	-	-
Total	241,062	-	308,364	-

Aberdeen European Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.51362	-	0.51362	1.86961
Group 2	0.17577	0.33785	0.51362	1.86961
I Accumulation shares				
Group 1	1.86683	-	1.86683	2.83997
Group 2	1.02625	0.84058	1.86683	2.83997
Z Accumulation shares				
Group 1	3.69553	-	3.69553	4.53620
Group 2	2.50355	1.19198	3.69553	4.53620

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen European High Yield Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The investment objective is to provide an attractive level of income with the opportunity for some long-term capital return.

Performance review

For the year ended 31 July 2017, the value of Aberdeen European High Yield Bond Fund – A Accumulation Shares increased by 7.00% compared to an increase of 9.53% in the benchmark, the BofA Merrill Lynch European Currency High Yield Constrained (Hedged GBP 100%) Index.

Source: Lipper, BofA Merrill Lynch, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The European high yield market performed well over the period benefitting from a number of macro-economic factors several of which originated prior to the timeframe in question. Fears around Chinese growth and a potential devaluation that plagued markets at the beginning of 2016 have dissipated. The oil price recovery from the lows in January 2016 also supported sentiment whilst boosting the high yield energy sector. This admittedly benefitted the US more than the European market but it had a positive knock-on effect nonetheless.

Concerns around high yield liquidity, which peaked in December 2015 with the gating of a Third Avenue Fund, have been allayed and the technical background remains extremely strong with a very gradual rate hike path from the Federal Reserve and a highly accommodative European Central Bank. This has translated into stronger macro-economic fundamentals in Europe with many data points now through their multi-year highs across regions and sectors.

Finally, where commentators and investors fretted about political risks in the US a year ago and election risk in Europe going into 2017 these have turned out to be performance tail-winds. The unexpected election of Donald Trump in the US in September last year drove government bond yields higher and caused risk assets to rally off the back of his pro-growth agenda and supposed awakening of animal spirits. Macron's parliamentary success in France avoided the potentially disastrous election of the National Front while bringing a much needed social and economic reform agenda to the region. Whether this translates into genuine progress on either side of the Atlantic remains to be seen but for the time being the market is a believer. Adverse outcomes in France Austria and Holland have been averted, much to the relief of most investors expecting the unexpected post Brexit and Trump. The UK election was a misstep by the incumbent Conservative party, which lost their slim majority, but managed to remain in power. Longer term this may serve to produce a "softer" Brexit than many had feared.

Portfolio review

The Fund posted second quartile performance in the period, benefiting from overweights in the lower rated bands of the market and its meaningful currency hedged allocation to off-benchmark sterling denominated bonds, which outperformed the euro market by 200bps. Unfortunately, our position in a small, short dated Agrokor bond cost the fund close to 80bps of performance. The Croatian food retailer defaulted after they experienced a liquidity crunch stemming from concerned suppliers putting pressure on the company. Unfortunately, capital injections and planned asset disposals failed to materialise. We felt the company had enough liquidity and levers to pull to protect our August 2017 maturity but ultimately aggressive and self-defeating supplier behaviour sealed the fate of the business. Due to the illiquid nature of the bond we owned we were unable to transact as quickly nor at the desired price we wanted but we did ultimately exit the position at about double the price they are marked today. On a more positive note, we did avoid defaults from CCG, Frigoglass and Banco Popolar.

Outlook

Though the headline market yields look unattractive by long term standards this is largely a function of all time low interest rates in the region. The yield cushion (spread) over the underlying government bond yield is nowhere near the lows achieved in 2007. Spreads primarily compensate investors for default risk and on this basis we believe valuations are fair on a one year forward basis. Default projections remain muted supported by improving fundamentals, relatively disciplined lending markets, and a strong monetary environment with little sign central banks will do anything to disrupt markets whilst inflation remains as low as it is.

Euro High Yield Team

August 2017

Aberdeen European High Yield Bond Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.40	0.85	0.15
31 July 2016	1.40	0.85	0.15
31 July 2015	1.40	0.85	-

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen European High Yield Bond Fund

Comparative table

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	126.58	122.33	118.83
Return before operating charges*	12.39	7.60	6.75
Operating charges	(1.85)	(1.73)	(1.67)
Return after operating charges*	10.54	5.87	5.08
Distributions on accumulation shares	(8.21)	(8.11)	(7.92)
Retained distributions on accumulation shares	7.25	6.49	6.34
Closing net asset value per share	136.16	126.58	122.33
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	8.33%	4.80%	4.28%
Other information			
Closing net asset value (£'000s)	3,927	3,805	2,782
Closing number of shares	2,884,152	3,005,655	2,274,432
Operating charges	1.40%	1.40%	1.40%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	136.70	127.47	123.11
Lowest share price (pence)	127.07	118.61	116.08

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen European High Yield Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	90.06	91.73	93.93
Return before operating charges*	7.97	4.35	3.99
Operating charges	(1.29)	(1.27)	(1.30)
Return after operating charges*	6.68	3.08	2.69
Distributions on income shares	(5.03)	(4.75)	(4.89)
Closing net asset value per share	91.71	90.06	91.73
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	7.42%	3.36%	2.86%
Other information			
Closing net asset value (£'000s)	7,382	7,276	9,259
Closing number of shares	8,048,715	8,078,997	10,093,972
Operating charges	1.40%	1.40%	1.40%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	92.94	92.32	94.91
Lowest share price (pence)	90.40	86.66	90.95

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen European High Yield Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	129.09	124.05	119.84
Return before operating charges*	12.67	7.75	6.84
Operating charges	(1.15)	(1.07)	(1.03)
Return after operating charges*	11.52	6.68	5.81
Distributions on accumulation shares	(8.40)	(8.24)	(8.02)
Retained distributions on accumulation shares	7.42	6.60	6.42
Closing net asset value per share	139.63	129.09	124.05
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	8.92%	5.38%	4.85%
Other information			
Closing net asset value (£'000s)	17,851	16,931	5,314
Closing number of shares	12,784,883	13,115,714	4,283,211
Operating charges	0.85%	0.85%	0.85%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	140.18	129.99	124.82
Lowest share price (pence)	129.60	120.65	117.21

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen European High Yield Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	103.30	104.64	106.56
Return before operating charges*	9.16	4.97	4.55
Operating charges	(0.90)	(0.88)	(0.90)
Return after operating charges*	8.26	4.09	3.65
Distributions on income shares	(5.79)	(5.43)	(5.57)
Closing net asset value per share	105.77	103.30	104.64
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	8.00%	3.91%	3.43%
Other information			
Closing net asset value (£'000s)	33,696	29,641	17,253
Closing number of shares	31,856,704	28,693,851	16,487,711
Operating charges	0.85%	0.85%	0.85%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	106.93	105.32	107.72
Lowest share price (pence)	103.70	99.17	103.32

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen European High Yield Bond Fund

Z Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	105.01	100.00 ^B
Return before operating charges*	10.32	6.40
Operating charges	(0.16)	(0.15)
Return after operating charges*	10.16	6.25
Distributions on accumulation shares	(6.85)	(6.18)
Retained distributions on accumulation shares	6.05	4.94
Closing net asset value per share	114.37	105.01
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	9.68%	6.25%
Other information		
Closing net asset value (£'000s)	30,156	88,571
Closing number of shares	26,367,952	84,349,152
Operating charges	0.15%	0.15%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	114.81	105.72
Lowest share price (pence)	105.42	97.83

^A Z Accumulation share class launched on 28 August 2015.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen European High Yield Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
94.14% (2016: 94.11%)					
Bonds 94.14% (2016: 94.11%)					
Corporate Bonds 94.14% (2016: 94.11%)					
Australia 1.03% (2016: 0.65%)					
BHP Billiton Finance	VAR	22/10/77	830,000	955	1.03
Austria 0.14% (2016: 0.08%)					
Wienerberger	VAR	PERP	139,000	133	0.14
Belgium 0.60% (2016: 0.56%)					
KBC [∞]	VAR	PERP	600,000	562	0.60
Brazil 0.10% (2016: nil)					
Petrobras Global Finance	4.7500	14/01/25	100,000	93	0.10
Canada 1.62% (2016: 1.15%)					
Cott Finance (EMTN)	5.5000	01/07/24	838,000	823	0.89
Entertainment One	6.8750	15/12/22	624,000	683	0.73
				1,506	1.62
China 0.44% (2016: nil)					
BiSoho	5.8750	01/05/23	419,400	407	0.44
Croatia nil (2016: 1.41%)					
Czech Republic nil (2016: nil)					
Denmark 0.53% (2016: nil)					
Nassa Topco	2.8750	06/04/24	532,000	495	0.53
France 8.29% (2016: 9.49%)					
Electricite de France (EMTN)	VAR	PERP	500,000	475	0.51
HomeVi	6.8750	15/08/21	1,239,000	1,152	1.24
La Financiere Atalian	4.0000	15/05/24	654,000	610	0.66
Lion/Seneca France 2	7.8750	15/04/19	120,000	107	0.11
Loxam	4.2500	15/04/24	220,000	209	0.23
NewCo Sab MidCo	5.3750	15/04/25	167,000	156	0.17
Novafives [∞]	4.5000	30/06/21	1,250,000	1,138	1.22
Novalis	3.0000	30/04/22	420,000	387	0.42
Numericable [∞]	5.6250	15/05/24	1,853,000	1,801	1.93
Paprec	5.2500	01/04/22	866,000	809	0.87
Paprec	7.3750	01/04/23	331,000	321	0.35
THOM Europe	7.3750	15/07/19	595,000	541	0.58
				7,706	8.29

Aberdeen European High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Germany 5.60% (2016: 7.26%)					
DEMIRE Deutsche Mittelstand Real Estate	2.8750	15/07/22	459,000	415	0.45
HP Pelzer	4.1250	01/04/24	250,000	230	0.25
PrestigeBidCo	6.2500	15/12/23	120,000	116	0.12
Safari Verwaltungs	8.2500	15/02/21	1,102,400	1,025	1.10
Senvion	3.8750	25/10/22	1,100,000	1,004	1.08
Trionista TopCo	6.8750	30/04/21	1,000,000	930	1.00
Unitymedia Hessen	4.6250	15/02/26	966,000	941	1.01
WEPA Hygieneprodukte	3.7500	15/05/24	586,000	548	0.59
				5,209	5.60
Greece 0.49% (2016: nil)					
Intralot Capital Luxembourg	6.7500	15/09/21	483,000	458	0.49
Ireland 0.81% (2016: 0.36%)					
Ardagh Packaging Finance	6.7500	15/05/24	599,000	601	0.65
Smurfit Kappa Acquisitions	2.3750	01/02/24	167,000	153	0.16
				754	0.81
Italy 5.16% (2016: 5.07%)					
Bormioli Rocco	10.0000	01/08/18	1,430,000	1,286	1.38
Gamenet	6.0000	15/08/21	373,000	350	0.38
Nuovo Trasporto Viaggiatori	FRN	01/06/23	492,000	449	0.48
Wind Acquisition Finance ^{oo}	7.0000	23/04/21	2,904,000	2,712	2.92
				4,797	5.16
Jersey 1.04% (2016: nil)					
LHC3	4.1250	15/08/24	213,000	193	0.21
Nemean Bondco	7.3750	01/02/24	800,000	772	0.83
				965	1.04
Luxembourg 11.22% (2016: 7.64%)					
Altice ^{oo}	7.2500	15/05/22	2,370,000	2,250	2.43
Altice ^{oo}	6.2500	15/02/25	630,000	618	0.66
DEA Finance ^{oo}	7.5000	15/10/22	1,319,000	1,278	1.37
Galapagos ^{oo}	5.3750	15/06/21	1,250,000	1,137	1.22
Garfunkelux Holdco 2	11.0000	01/11/23	600,000	648	0.70
INEOS	5.3750	01/08/24	556,000	531	0.57
Intralot Capital Luxembourg	6.0000	15/05/21	300,000	276	0.30
Kleopatra 1	8.5000	30/06/23	389,000	343	0.37
Monitchem HoldCo 2	6.8750	15/06/22	703,000	627	0.67
SES	VAR	PERP	505,000	485	0.52
SIG Combibloc	7.7500	15/02/23	600,000	569	0.61
Telenet Finance VI Luxembourg	4.8750	15/07/27	1,520,000	1,488	1.60
Unilabs Subholding	5.7500	15/05/25	207,000	187	0.20
				10,437	11.22

Aberdeen European High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Netherlands 8.22% (2016: 7.29%)					
InterXion	6.0000	15/07/20	1,066,000	982	1.06
LGE HoldCo VI	7.1250	15/05/24	1,300,000	1,314	1.41
Lincoln Finance	6.8750	15/04/21	1,062,000	1,017	1.09
Maxeda DIY	6.1250	15/07/22	380,000	349	0.37
United	4.3750	01/07/22	571,000	510	0.55
United	FRN	01/07/23	303,000	273	0.29
UPC	6.7500	15/03/23	1,545,000	1,475	1.59
UPCB Finance IV	4.0000	15/01/27	271,000	253	0.27
Ziggo Secured Finance	4.2500	15/01/27	1,557,000	1,475	1.59
				7,648	8.22
Poland nil (2016: 0.07%)					
South Africa 0.75% (2016: 1.67%)					
Sappi Papier	3.3750	01/04/22	756,000	697	0.75
Spain 7.11% (2016: 4.94%)					
Aldesa Financial Services (EMTN)	7.2500	01/04/21	620,000	516	0.55
Befesa Zinc (EMTN) [™]	8.8750	15/05/18	2,980,000	2,664	2.87
Cirsa Funding Luxembourg	5.8750	15/05/23	536,000	507	0.54
Cirsa Funding Luxembourg	5.7500	15/05/21	244,000	231	0.25
Codere Finance 2 Luxembourg	6.7500	01/11/21	703,000	640	0.69
Obrascon Huarte Lain	4.7500	15/03/22	2,500,000	1,837	1.97
Telefonica Europe	VAR	PERP	200,000	221	0.24
				6,616	7.11
Sweden nil (2016: 1.00%)					
Switzerland 1.23% (2016: 0.91%)					
Selecta	6.5000	15/06/20	1,250,000	1,141	1.23
United Kingdom 32.47% (2016: 39.12%)					
Alliance Automotive Finance	FRN	01/12/21	480,000	434	0.47
Amigo Luxembourg	7.6250	15/01/24	534,000	555	0.60
Arrow Global Finance	5.1250	15/09/24	460,000	477	0.51
Barclays	VAR	PERP	650,000	613	0.66
Barclays	VAR	PERP	539,000	596	0.64
Boparan Finance [™]	5.5000	15/07/21	491,000	484	0.52
Brighthouse (EMTN)	7.8750	15/05/18	1,475,000	1,068	1.15
Cabot Financial Luxembourg (EMTN)	8.3750	01/08/20	700,000	733	0.79
Corral Petroleum	11.7500	15/05/21	1,020,000	998	1.07
CPUK Finance	4.2500	28/02/47	178,000	180	0.19
CYBG	VAR	PERP	720,000	722	0.78
CYBG	VAR	09/02/26	471,000	483	0.52
Fiat Chrysler Finance Europe (EMTN)	4.7500	15/07/22	600,000	603	0.65
Fiat Chrysler Finance Europe (EMTN)	4.7500	22/03/21	600,000	599	0.64
Galaxy Bidco	FRN	15/11/19	100,000	100	0.11

Aberdeen European High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Galaxy Finco	7.8750	15/11/21	1,100,000	1,126	1.21
HBOS Capital Funding	VAR	PERP	428,000	454	0.49
Jaguar Land Rover Automotive [∞]	5.0000	15/02/22	650,000	718	0.77
Ladbroke [∞]	5.1250	08/09/23	467,000	474	0.51
Lloyds Bank (EMTN)	VAR	PERP	300,000	567	0.61
Lloyds Banking	VAR	PERP	1,371,000	1,453	1.55
Marlin Intermediate (EMTN)	10.5000	01/08/20	440,000	466	0.50
Matalan Finance	6.8750	01/06/19	1,000,000	971	1.04
Mizzen Bondco [∞]	7.0000	01/05/21	1,358,945	1,425	1.53
Moto Finance	4.5000	01/10/22	727,000	738	0.79
Moy Park Bondco	6.2500	29/05/21	986,000	1,016	1.09
Nationwide Building Society (EMTN)	VAR	PERP	715,000	749	0.81
New Look Secured Issuer [∞]	6.5000	01/07/22	508,000	349	0.38
Nomad Foods Bondco	3.2500	15/05/24	444,000	405	0.44
Ocado	4.0000	15/06/24	312,000	310	0.33
PGH Capital [∞]	6.6250	18/12/25	1,076,000	1,278	1.37
PGH Capital (EMTN)	4.1250	20/07/22	132,000	141	0.15
PizzaExpress Financing 2	6.6250	01/08/21	444,000	437	0.47
RAC Bond	5.0000	06/11/22	273,000	272	0.29
Royal Bank of Scotland	5.5000	PERP	200,000	181	0.19
Royal Bank of Scotland	VAR	PERP	1,357,000	1,455	1.56
Saga	3.3750	12/05/24	555,000	545	0.59
Stonegate Pub Financing	4.8750	15/03/22	799,000	819	0.88
Thomas Cook	6.2500	15/06/22	363,000	351	0.38
Travis Perkins [∞]	4.5000	07/09/23	970,000	993	1.07
TVL Finance [∞]	8.5000	15/05/23	581,400	647	0.70
Virgin Media Secured Finance	5.0000	15/04/27	300,000	313	0.34
Voyage Care Bondco	5.8750	01/05/23	629,000	656	0.70
Voyage Care Bondco	10.0000	01/11/23	270,000	280	0.30
Vue International Bidco	7.8750	15/07/20	570,000	583	0.63
William Hill [∞]	4.8750	07/09/23	525,000	547	0.59
Worldpay Finance	3.7500	15/11/22	847,000	844	0.91
				30,208	32.47
United States 7.29% (2016: 5.44%)					
Adient Global [∞]	3.5000	15/08/24	819,000	753	0.81
Alliance Data Systems [∞]	5.2500	15/11/23	1,150,000	1,096	1.18
Avis Budget Finance	4.5000	15/05/25	1,020,000	907	0.98
Axalta Coating Systems	4.2500	15/08/24	240,000	230	0.25
Colfax	3.2500	15/05/25	233,000	213	0.23
Crown European	3.3750	15/05/25	1,000,000	932	1.00
Diamond BC	5.6250	15/08/25	104,000	94	0.10
Silgan	3.2500	15/03/25	618,000	568	0.61
Valeant Pharmaceuticals	4.5000	15/05/23	2,269,000	1,667	1.79
WMG Acquisition	4.1250	01/11/24	334,000	316	0.34
				6,776	7.29
Total Corporate Bonds				87,563	94.14

Aberdeen European High Yield Bond Fund

						Total Net Assets %	
Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000			
Total Bonds					87,563	94.14	
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					87,563	94.14	
Other transferable securities and money market instruments 4.91% (2016: 0.70%)							
Bonds 4.91% (2016: 0.70%)							
Corporate Bonds 4.91% (2016: 0.70%)							
Czech Republic nil (2016: nil)							
Sazka (STEP) [□]	9.0000	12/07/21	134,111	-		-	
Luxembourg 1.36% (2016: nil)							
ARD Finance [∞]	6.6250	15/09/23	1,320,000	1,261		1.36	
Netherlands 0.32% (2016: 0.20%)							
REA Finance	9.5000	31/12/17	300,000	300		0.32	
United Kingdom 1.65% (2016: 0.50%)							
TalkTalk Telecom [∞]	5.3750	15/01/22	750,000	773		0.83	
Virgin Media Finance	6.3750	15/10/24	710,000	763		0.82	
					1,536	1.65	
United States 1.58% (2016: nil)							
AMC Entertainment	6.3750	15/11/24	1,384,000	1,471		1.58	
Total Corporate Bonds					4,568	4.91	
Total Bonds					4,568	4.91	
Total Other transferable securities and money market instruments					4,568	4.91	
Derivatives (1.20%) (2016: 1.18%)							
Forward currency exchange contracts (1.20%) (2016: 1.18%)							
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	GBP	EUR	08/08/17	15,295,954	17,412,000	(278)	(0.30)
Citigroup	GBP	EUR	08/08/17	15,290,601	17,411,000	(281)	(0.30)
JPM Chase	GBP	EUR	08/08/17	15,294,310	17,411,000	(278)	(0.30)
State Street	GBP	EUR	08/08/17	15,293,840	17,411,000	(279)	(0.30)
Unrealised losses on forward currency exchange contracts						(1,116)	(1.20)
Unrealised losses on derivatives						(1,116)	(1.20)
Total investments*					91,015		97.85
Other net assets					1,997		2.15
Total net assets					93,012		100.00

[∞] A portion of this security is on loan at the year end.

* Including derivative liabilities.

[□] Unapproved/unquoted security.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen European High Yield Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	16,889	18.56	18.16

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
UK Treasury	14,760	Government Bond	Investment grade	BNP Paribas
France (Government of)	2,486	Government Bond	Investment grade	BNP Paribas
Netherlands (Kingdom of)	645	Government Bond	Investment grade	BNP Paribas
Germany (Federal Republic of)	130	Government Bond	Investment grade	BNP Paribas
Luxembourg (Grand Duchy of)	24	Government Bond	Investment grade	BNP Paribas
Total collateral received	18,045			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		18,045	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
EUR		3,285
GBP		14,760
Total collateral received		18,045

		Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
Counterparties per type of SFT		£'000		
Securities lending				
JPM Chase		9,899	United States	Tri-party
Nomura		2,979	Japan	Tri-party
Barclays Bank		2,574	United Kingdom	Tri-party
BNP Paribas		821	France	Tri-party
Citigroup		616	United States	Tri-party
Total market value of securities lending		16,889		

Aberdeen European High Yield Bond Fund

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	64	125.00
Direct operational costs (securities lending agent costs)	(13)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(13)	(25.00)
Net return	51	100.00

Aberdeen European High Yield Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	3,797	29
Revenue	2	7,638	8,802
Expenses	3	(659)	(580)
Net revenue before taxation		6,979	8,222
Taxation	4	-	(4)
Net revenue after taxation		6,979	8,218
Total return before distributions		10,776	8,247
Distributions	5	(7,455)	(8,600)
Change in net assets attributable to shareholders from investment activities		3,321	(353)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	146,224	34,608
Amounts receivable on issue of shares	24,066	39,170
Amount receivable on amalgamation ^A	-	92,801
Amounts payable on cancellation of shares	(85,011)	(25,238)
	(60,945)	106,733
Dilution adjustment	337	57
Change in net assets attributable to shareholders from investment activities	3,321	(353)
Retained distributions on accumulation shares	4,075	5,179
Closing net assets attributable to shareholders	93,012	146,224

^A Relating to the amalgamation on 28 August 2015 of Aberdeen European High Yield Bond, a sub-fund of Aberdeen Investment Funds ICVC III, into the Fund.

Aberdeen European High Yield Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		92,131	140,424
Current assets:			
Debtors	6	2,749	4,115
Cash and bank balances		7,014	4,624
Total assets		101,894	149,163
Liabilities:			
Investment liabilities		1,116	57
Creditors:			
Other creditors	7	7,591	2,397
Distribution payable		175	485
Total liabilities		8,882	2,939
Net assets attributable to shareholders		93,012	146,224

Aberdeen European High Yield Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	7,521	12,302
Forward currency contracts losses	(3,828)	(12,801)
Other currency gains	103	528
Class actions	1	-
Net capital gains	3,797	29

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	7,585	8,686
Stock lending commission	51	109
Bank interest	2	7
Total revenue	7,638	8,802

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	473	383
Operating, administrative and servicing fees	180	197
	653	580
<i>Other expenses:</i>		
Interest payable and similar charges	6	-
	6	-
Total expenses	659	580

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950. (2016 - £7,950).

Aberdeen European High Yield Bond Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax prior year adjustment	-	(1)
Overseas withholding tax	-	5
Current tax charge	-	4
Total taxation	-	4

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	6,979	8,222
Corporation tax at 20% (2016 - 20%)	1,396	1,644
Effects of:		
Tax deductible on interest distributions	(1,396)	(1,644)
Corporation tax prior year adjustment	-	(1)
Irrecoverable overseas withholding tax	-	5
Total taxation	-	4

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

Aberdeen European High Yield Bond Fund

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
First interim	752	181
Second interim	735	777
Third interim	812	651
Fourth interim	666	702
Fifth interim	627	771
Sixth interim	630	753
Seventh interim	555	797
Eighth interim	556	782
Ninth interim	474	716
Tenth interim	547	840
Eleventh interim	545	865
Final	393	795
	7,292	8,630
Add: Revenue deducted on cancellation of shares	232	61
Deduct: Revenue received on issue of shares	(69)	(91)
Distributions for the year	7,455	8,600
Total distributions	7,455	8,600

Details of the distribution per share are set out in the distribution tables on page 365.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	6,979	8,218
Add:		
Undistributed revenue brought forward	3	2
Authorised Corporate Director's periodic charge paid from capital	473	383
Deduct:		
Undistributed revenue carried forward	-	(3)
Distributions	7,455	8,600

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	1,624	2,702
Amounts receivable for issue of shares	275	265
Sales awaiting settlement	796	1,148
Other debtor	54	-
Total debtors	2,749	4,115

Aberdeen European High Yield Bond Fund

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	54	58
Amounts payable for cancellation of shares	7,067	285
Purchases awaiting settlement	470	2,022
Other creditors	-	32
Total other creditors	7,591	2,397

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 352. £6,833,000 was due to the ACD (2016 - £59,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

Harewood Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 32% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.25%

Class 'I': 0.70%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 340. The distribution per share class is given in the distribution tables on page 365. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	Z Accumulation shares
Opening number of shares	3,005,655	8,078,997	13,115,714	28,693,851	84,349,152
Creations during the year	520,969	1,061,900	5,480,992	14,143,300	-
Cancellations during the year	(430,625)	(960,782)	(6,019,200)	(11,094,699)	(57,981,190)
Shares converted during the year	(211,847)	(131,400)	207,377	114,252	(10)
Closing shares in issue	2,884,152	8,048,715	12,784,883	31,856,704	26,367,952

Aberdeen European High Yield Bond Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Barclays	2,574	2,865	Government Bond
BNP Paribas	821	881	Government Bond
Citigroup	616	664	Government Bond
JPM Chase	9,899	10,450	Government Bond
Nomura	2,979	3,185	Government Bond
Total	16,889	18,045	

Aberdeen European High Yield Bond Fund

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	64	13	51

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
JPM Chase	5,028	5,347	Government Bond
Nomura	3,440	3,777	Government Bond
Total	8,468	9,124	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	136	27	109

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2017				
Euro	6,279	56,255	925	63,459
Pound Sterling	9,828	26,783	1,824	38,435
Total financial assets	16,107	83,038	2,749	101,894

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2016				
Euro	9,184	74,283	1,541	85,008
Pound Sterling	11,805	42,660	3,316	57,781
US Dollar	1,667	3,661	1,046	6,374
Total financial assets	22,656	120,604	5,903	149,163

Aberdeen European High Yield Bond Fund

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Euro	-	-	(470)	(470)
Pound Sterling	-	-	(8,412)	(8,412)
Total financial liabilities	-	-	(8,882)	(8,882)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total
Currency				
2016				
Euro	-	-	(2,079)	(2,079)
Pound Sterling	-	-	(860)	(860)
Total financial liabilities	-	-	(2,939)	(2,939)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	0.84%	1.09%
Maximum VaR	1.28%	1.34%
Average VaR	1.00%	1.20%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	-	0.49%	-	0.50%	0.99%
31 July 2016	0.01%	0.68%	-	0.46%	1.14%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Aberdeen European High Yield Bond Fund

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	2,374	2.55
Below investment grade (BB and below)	87,941	94.55
Unrated securities	1,816	1.95
Derivatives*	(1,116)	(1.20)
Net other assets	1,997	2.15
Net assets	93,012	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	12,008	8.21
Below investment grade (BB and below)	120,131	82.16
Unrated securities	6,497	4.44
Derivatives*	1,731	1.18
Net other assets	5,857	4.01
Net assets	146,224	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017.

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Citigroup	548	548
JPM Chase	155	155
Royal Bank Of Canada	541	541
UBS	544	544
Total exposure	1,788	1,788

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen European High Yield Bond Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	1,116	-	-	1,116
<i>Non-derivatives</i>					
Other creditors	-	7,591	-	-	7,591
Distribution payable	-	175	-	-	175
Total financial liabilities	-	8,882	-	-	8,882

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	57	-	-	57
<i>Non-derivatives</i>					
Other creditors	-	2,397	-	-	2,397
Distribution payable	-	485	-	-	485
Total financial liabilities	-	2,939	-	-	2,939

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	50,349	64,162	102,607	59,458
Trades in the year before transactions costs	50,349	64,162	102,607	59,458
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	50,349	64,162	102,607	59,458

Aberdeen European High Yield Bond Fund

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £89,978,000). There were corporate actions (net sales) of £1,751,000 in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.78% (2016 - 1.20%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen European High Yield Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	-	-	-	-
Level 2	92,131	1,116	140,424	57
Level 3	-	-	-	-
Total	92,131	1,116	140,424	57

Aberdeen European High Yield Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 August 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 30/09/16	Distribution paid 30/09/15
A Accumulation shares						
Group 1	0.65009	0.13002	0.52007	-	0.52007	0.49343
Group 2	0.23174	0.04635	0.18539	0.33468	0.52007	0.49343
A Income shares						
Group 1	0.46250	0.09250	0.37000	-	0.37000	0.37000
Group 2	0.22236	0.04447	0.17789	0.19211	0.37000	0.37000
I Accumulation shares						
Group 1	0.65609	0.13122	0.52487	-	0.52487	0.49791
Group 2	0.28263	0.05653	0.22610	0.29877	0.52487	0.49791
I Income shares						
Group 1	0.52500	0.10500	0.42000	-	0.42000	0.42000
Group 2	0.24368	0.04874	0.19494	0.22506	0.42000	0.42000
Z Accumulation shares						
Group 1	0.53984	0.10797	0.43187	-	0.43187	-
Group 2	0.53984	0.10797	0.43187	-	0.43187	-

Second Interim interest distribution

Group 1: Shares purchased prior to 1 September 2016

Group 2: Shares purchased 1 September 2016 to 30 September 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/10/16	Distribution paid 31/10/15
A Accumulation shares						
Group 1	0.68800	0.13760	0.55040	-	0.55040	0.58916
Group 2	0.41970	0.08394	0.33576	0.21464	0.55040	0.58916
A Income shares						
Group 1	0.48750	0.09750	0.39000	-	0.39000	0.44000
Group 2	0.20225	0.04045	0.16180	0.22820	0.39000	0.44000
I Accumulation shares						
Group 1	0.69008	0.13802	0.55206	-	0.55206	0.59515
Group 2	0.29137	0.05827	0.23309	0.31897	0.55206	0.59515
I Income shares						
Group 1	0.55000	0.11000	0.44000	-	0.44000	0.50000
Group 2	0.24184	0.04837	0.19347	0.24653	0.44000	0.50000
Z Accumulation shares						
Group 1	0.57190	0.11438	0.45752	-	0.45752	0.48366
Group 2	0.57190	0.11438	0.45752	-	0.45752	0.48366

Aberdeen European High Yield Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 October 2016

Group 2: Shares purchased 1 October 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 30/11/16	Distribution paid 30/11/15
A Accumulation shares						
Group 1	0.77761	0.15552	0.62209	-	0.62209	0.48441
Group 2	0.25456	0.05091	0.20365	0.41844	0.62209	0.48441
A Income shares						
Group 1	0.54863	0.10973	0.43890	-	0.43890	0.36000
Group 2	0.23716	0.04743	0.18973	0.24917	0.43890	0.36000
I Accumulation shares						
Group 1	0.78058	0.15612	0.62446	-	0.62446	0.49040
Group 2	0.23074	0.04615	0.18459	0.43987	0.62446	0.49040
I Income shares						
Group 1	0.61951	0.12390	0.49561	-	0.49561	0.41000
Group 2	0.23799	0.04760	0.19039	0.30522	0.49561	0.41000
Z Accumulation shares						
Group 1	0.63603	0.12721	0.50882	-	0.50882	0.39373
Group 2	0.63603	0.12721	0.50882	-	0.50882	0.39373

Fourth Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 30 November 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/12/16	Distribution paid 31/12/15
A Accumulation shares						
Group 1	0.61505	0.12301	0.49204	-	0.49204	0.51334
Group 2	0.32837	0.06567	0.26270	0.22934	0.49204	0.51334
A Income shares						
Group 1	0.43186	0.08637	0.34549	-	0.34549	0.38000
Group 2	0.31651	0.06330	0.25321	0.09228	0.34549	0.38000
I Accumulation shares						
Group 1	0.67006	0.13401	0.53605	-	0.53605	0.51634
Group 2	0.36152	0.07230	0.28922	0.24683	0.53605	0.51634
I Income shares						
Group 1	0.52933	0.10587	0.42346	-	0.42346	0.43000
Group 2	0.22322	0.04464	0.17857	0.24489	0.42346	0.43000
Z Accumulation shares						
Group 1	0.52026	0.10405	0.41621	-	0.41621	0.41810
Group 2	0.52026	0.10405	0.41621	-	0.41621	0.41810

Aberdeen European High Yield Bond Fund

Fifth Interim interest distribution

Group 1: Shares purchased prior to 1 December 2016

Group 2: Shares purchased 1 December 2016 to 31 December 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	0.66515	0.13303	0.53212	-	0.53212	0.55616
Group 2	0.30847	0.06169	0.24678	0.28534	0.53212	0.55616
A Income shares						
Group 1	0.46528	0.09306	0.37222	-	0.37222	0.41000
Group 2	0.28182	0.05636	0.22545	0.14677	0.37222	0.41000
I Accumulation shares						
Group 1	0.67976	0.13595	0.54381	-	0.54381	0.55466
Group 2	0.41746	0.08349	0.33397	0.20984	0.54381	0.55466
I Income shares						
Group 1	0.53483	0.10697	0.42786	-	0.42786	0.46000
Group 2	0.27125	0.05425	0.21700	0.21086	0.42786	0.46000
Z Accumulation shares						
Group 1	0.55425	0.11085	0.44340	-	0.44340	0.45802
Group 2	0.55425	0.11085	0.44340	-	0.44340	0.45802

Sixth Interim interest distribution

Group 1: Shares purchased prior to 1 January 2017

Group 2: Shares purchased 1 January 2017 to 31 January 2017

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 28/02/17	Distribution paid 29/02/16
A Accumulation shares						
Group 1	0.71545	0.14309	0.57236	-	0.57236	0.54508
Group 2	0.22748	0.04550	0.18198	0.39038	0.57236	0.54508
A Income shares						
Group 1	0.49844	0.09969	0.39875	-	0.39875	0.40000
Group 2	0.27643	0.05529	0.22114	0.17761	0.39875	0.40000
I Accumulation shares						
Group 1	0.73136	0.14627	0.58509	-	0.58509	0.54504
Group 2	0.31135	0.06227	0.24908	0.33601	0.58509	0.54504
I Income shares						
Group 1	0.57309	0.11462	0.45847	-	0.45847	0.45000
Group 2	0.17344	0.03469	0.13875	0.31972	0.45847	0.45000
Z Accumulation shares						
Group 1	0.59633	0.11927	0.47706	-	0.47706	0.44933
Group 2	0.59633	0.11927	0.47706	-	0.47706	0.44933

Aberdeen European High Yield Bond Fund

Seventh Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 28 February 2017

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/03/17	Distribution paid 31/03/16
A Accumulation shares						
Group 1	0.69101	0.13820	0.55281	-	0.55281	0.54752
Group 2	0.41543	0.08308	0.33235	0.22046	0.55281	0.54752
A Income shares						
Group 1	0.47934	0.09587	0.38347	-	0.38347	0.40000
Group 2	0.18154	0.03631	0.14523	0.23824	0.38347	0.40000
I Accumulation shares						
Group 1	0.70644	0.14129	0.56515	-	0.56515	0.54747
Group 2	0.32968	0.06594	0.26374	0.30141	0.56515	0.54747
I Income shares						
Group 1	0.55118	0.11024	0.44094	-	0.44094	0.45000
Group 2	0.16167	0.03234	0.12933	0.31161	0.44094	0.45000
Z Accumulation shares						
Group 1	0.57789	0.11558	0.46231	-	0.46231	0.45183
Group 2	0.57789	0.11558	0.46231	-	0.46231	0.45183

Eighth Interim interest distribution

Group 1: Shares purchased prior to 1 March 2017

Group 2: Shares purchased 1 March 2017 to 31 March 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.70502	-	0.70502	0.53625
Group 2	0.20784	0.49718	0.70502	0.53625
A Income shares				
Group 1	0.48703	-	0.48703	0.39000
Group 2	0.19270	0.29433	0.48703	0.39000
I Accumulation shares				
Group 1	0.72154	-	0.72154	0.53772
Group 2	0.21257	0.50897	0.72154	0.53772
I Income shares				
Group 1	0.56064	-	0.56064	0.44000
Group 2	0.26086	0.29978	0.56064	0.44000
Z Accumulation shares				
Group 1	0.58948	-	0.58948	0.44300
Group 2	0.58948	-	0.58948	0.44300

Aberdeen European High Yield Bond Fund

Ninth Interim interest distribution

Group 1: Shares purchased prior to 1 April 2017

Group 2: Shares purchased 1 April 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/05/17	Distribution paid 31/05/16
A Accumulation shares				
Group 1	0.62614	-	0.62614	0.51097
Group 2	0.28168	0.34446	0.62614	0.51097
A Income shares				
Group 1	0.43025	-	0.43025	0.37000
Group 2	0.20232	0.22793	0.43025	0.37000
I Accumulation shares				
Group 1	0.64120	-	0.64120	0.51546
Group 2	0.24595	0.39525	0.64120	0.51546
I Income shares				
Group 1	0.49556	-	0.49556	0.42000
Group 2	0.24757	0.24799	0.49556	0.42000
Z Accumulation shares				
Group 1	0.52386	-	0.52386	0.42253
Group 2	0.52386	-	0.52386	0.42253

Tenth Interim interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 May 2017

	Revenue	Equalisation	Distribution paid 30/06/17	Distribution paid 30/06/16
A Accumulation shares				
Group 1	0.73770	-	0.73770	0.58237
Group 2	0.26513	0.47257	0.73770	0.58237
A Income shares				
Group 1	0.50455	-	0.50455	0.42000
Group 2	0.23743	0.26712	0.50455	0.42000
I Accumulation shares				
Group 1	0.75563	-	0.75563	0.59150
Group 2	0.35031	0.40532	0.75563	0.59150
I Income shares				
Group 1	0.58126	-	0.58126	0.48000
Group 2	0.24473	0.33653	0.58126	0.48000
Z Accumulation shares				
Group 1	0.61782	-	0.61782	0.48210
Group 2	0.61782	-	0.61782	0.48210

Aberdeen European High Yield Bond Fund

Eleventh Interim interest distribution

Group 1: Shares purchased prior to 1 June 2017

Group 2: Shares purchased 1 June 2017 to 30 June 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	0.76177	-	0.76177	0.59899
Group 2	0.42239	0.33938	0.76177	0.59899
A Income shares				
Group 1	0.51818	-	0.51818	0.43000
Group 2	0.28249	0.23569	0.51818	0.43000
I Accumulation shares				
Group 1	0.78077	-	0.78077	0.60662
Group 2	0.44170	0.33907	0.78077	0.60662
I Income shares				
Group 1	0.59733	-	0.59733	0.49000
Group 2	0.24853	0.34880	0.59733	0.49000
Z Accumulation shares				
Group 1	0.63850	-	0.63850	0.49637
Group 2	0.63850	-	0.63850	0.49637

Final interest distribution

Group 1: Shares purchased prior to 1 July 2017

Group 2: Shares purchased 1 July 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/08/17	Distribution paid 31/08/16
A Accumulation shares				
Group 1	0.57400	-	0.57400	0.53188
Group 2	0.33062	0.24338	0.57400	0.53188
A Income shares				
Group 1	0.38826	-	0.38826	0.38000
Group 2	0.23989	0.14837	0.38826	0.38000
I Accumulation shares				
Group 1	0.58863	-	0.58863	0.59707
Group 2	0.12708	0.46155	0.58863	0.59707
I Income shares				
Group 1	0.44780	-	0.44780	0.48000
Group 2	0.20917	0.23863	0.44780	0.48000
Z Accumulation shares				
Group 1	0.48175	-	0.48175	0.44235
Group 2	0.48175	-	0.48175	0.44235

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen European Property Share Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Equity and Equity-Related securities issued by companies that derive the majority of their income from the ownership, management or development of real estate located in Europe, including the United Kingdom. The Fund may also invest in other transferable securities, money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of Aberdeen European Property Share Fund – A Accumulation Shares increased by 10.42% compared to an increase of 5.45% in the benchmark, the FTSE Epra Nareit Europe Ex-UK Re 10% Capped GBP Index.

Source: Lipper, BPSS Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

European property shares rose in the year under review. Positive economic data and corporate results lifted share prices in the Continent. Consumer prices remained largely benign, helped in part by stable energy prices. Attempts by Opec and other producers to alleviate the oversupply proved futile amid record US shale output. The absence of inflationary pressure allowed the European Central Bank to hold interest rates unchanged while the extension of its bond-buying programme till end-2017 also helped underpin the market. In politics, Emmanuel Macron's decisive French presidential victory and the election results in the Netherlands were both hailed as a rejection of populism, boosting market sentiment.

Major events that buffeted market sentiment included the UK's shock decision to leave the European Union and Theresa May's subsequent snap-election gamble that left her weakened ahead of Brexit negotiations; along with Donald Trump's unexpected election as US president, which had initially whet risk appetite on hopes that he would usher in a raft of pro-business reform. However, these failed to materialise after repeated failure to repeal and replace Obamacare, on which major fiscal reforms were predicated.

Portfolio review

At the stock level, contributing to relative returns was the non-benchmark exposure to Cairn Homes, whose shares performed on the back of progress made in securing a lucrative pipeline of land for development into homes within the supply-constrained Dublin market. Also benefiting the Fund was Sponda, which received a takeover bid from private equity firm Blackstone, at a healthy premium to its share price. Last, Workspace continued to outpace the benchmark, thanks to growing demand for flexible working space in London, and for delivering solid full-year results.

Conversely, an overweight to Klepierre detracted from relative performance as it suffered from a period of share-price weakness despite continued operational delivery. Also costing the Fund was a lack of exposure to Immobilien Anglagen, whose business did well alongside a number of Austrian real estate companies. Last, Deutsche Euroshop detracted as our holding in the steady German shopping-centre owner lagged the broader market.

In key portfolio activity, we already mentioned in the interim review the exit from UK small-cap developer U&I, while trimming better performing names in favour of holdings with attractive valuations. Since then, we have divested both Hammerson and Land Securities to recycle capital into more attractive opportunities elsewhere, and exited Sponda, which was being acquired by a third party. Against this, we took the opportunity to introduce Sirius Real Estate after rigorous due diligence. We like it for its exposure to attractively-valued German SME offices and warehousing assets. We also participated in the Austrian residential developer BUWOG's equity raise, as it continues to expand and execute on its development pipeline. The primary healthcare owner Assura's share placement, the proceeds of which will be used to fund further acquisitions and developments, as we are supportive of its strategy and resilient business model. Finlay the European owner of industrial and logistics assets SEGRO's £573-million rights issue. The deal appears sensible as it improves the quality of the portfolio, notably via the purchase of the 50% stake of a joint venture it does not already own of prime assets at Heathrow airport and it gives it the balance-sheet strength to commence a number of new developments.

Outlook

Looking ahead, Europe's economic recovery has broadly continued to gain momentum, with the improvement in industrial indicators now accompanied by stronger export growth. Prospects for GDP growth this year and beyond remain positive, with expectations for growth to be at the highest level in a decade. Household spending looks set to be underpinned by consumer confidence as the labour market tightens further. Investment also appears to be reviving, supported by the strength of bank lending to corporates and a perceived reduction in 'populism risks' following President Macron's electoral success in France. But despite the pick-up in activity, wage and price pressures are subdued. Political risks remain, too, most notably in Italy. So, the ECB is likely to stay cautious about withdrawing support, particularly against a backdrop of currency strength.

We continue to believe that the portfolio is comprised of business that, while not immune to the external environment, will be able to weather the difficulties that may lie ahead. We have not significantly changed our positioning over the month and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and strong balance sheets that trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen European Property Share Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.62	0.87	0.12
31 July 2016	1.62	0.87	0.12

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Concentrated portfolio: The Fund may hold a limited number of investments. If one of these investments declines in value this can have a greater impact on the fund's value than if it held a larger number of investments.
- Specialist Sector: The Fund invests in a specialist sector and it will not perform in line with funds that have a broader investment policy.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen European Property Share Fund

Comparative tables

	31 July 2017 (pence per share)	31 July 2016 (pence per share)
A Accumulation Shares		
Change in net assets per share		
Opening net asset value per share	186.30	167.94 ^A
Return before operating charges*	20.29	21.14
Operating charges	(3.04)	(2.78)
Return after operating charges*	17.25	18.36
Distributions on accumulation shares	(6.74)	(5.35)
Retained distributions on accumulation shares	6.74	5.35
Closing net asset value per share	203.55	186.30
 * after direct transaction costs of:	 0.11	 0.07
Performance		
Return after charges	9.26%	10.93%
Other information		
Closing net asset value (£'000s)	5,217	5,123
Closing number of shares	2,562,974	2,749,902
Operating charges	1.62%	1.62%
Direct transaction costs	0.06%	0.04%
Prices		
Highest share price (pence)	206.57	186.21
Lowest share price (pence)	168.07	157.33

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen European Property Share Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	120.08	111.46 ^A
Return before operating charges*	12.94	13.99
Operating charges	(1.95)	(1.83)
Return after operating charges*	10.99	12.16
Distributions on income shares	(4.32)	(3.54)
Closing net asset value per share	126.75	120.08
 * after direct transaction costs of:	 0.07	 0.04
Performance		
Return after charges	9.15%	10.91%
Other information		
Closing net asset value (£'000s)	566	520
Closing number of shares	446,389	432,935
Operating charges	1.62%	1.62%
Direct transaction costs	0.06%	0.04%
Prices		
Highest share price (pence)	131.98	123.29
Lowest share price (pence)	108.34	103.97

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

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High and Low prices are based on official published daily NAVs.

Aberdeen European Property Share Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	145.52	130.48 ^A
Return before operating charges*	15.73	16.21
Operating charges	(1.28)	(1.17)
Return after operating charges*	14.45	15.04
Distributions on accumulation shares	(5.09)	(3.71)
Retained distributions on accumulation shares	5.09	3.71
Closing net asset value per share	159.97	145.52
 * after direct transaction costs of:	 0.09	 0.05
Performance		
Return after charges	9.93%	11.53%
Other information		
Closing net asset value (£'000s)	21,168	15,256
Closing number of shares	13,232,469	10,483,332
Operating charges	0.87%	0.87%
Direct transaction costs	0.06%	0.04%
Prices		
Highest share price (pence)	162.22	145.45
Lowest share price (pence)	131.57	122.68

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen European Property Share Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	104.64	96.31 ^A
Return before operating charges*	11.19	11.92
Operating charges	(0.91)	(0.86)
Return after operating charges*	10.28	11.06
Distributions on income shares	(3.64)	(2.73)
Closing net asset value per share	111.28	104.64
 * after direct transaction costs of:	 0.06	 0.04
Performance		
Return after charges	9.82%	11.48%
Other information		
Closing net asset value (£'000s)	8,566	8,516
Closing number of shares	7,697,669	8,138,307
Operating charges	0.87%	0.87%
Direct transaction costs	0.06%	0.04%
Prices		
Highest share price (pence)	115.70	106.98
Lowest share price (pence)	94.61	90.15

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen European Property Share Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	212.51	189.50 ^A
Return before operating charges*	22.75	23.24
Operating charges	(0.26)	(0.23)
Return after operating charges*	22.49	23.01
Distributions on accumulation shares	(7.45)	(5.39)
Retained distributions on accumulation shares	7.45	5.39
Closing net asset value per share	235.00	212.51
 * after direct transaction costs of:	 0.13	 0.08
Performance		
Return after charges	10.58%	12.14%
Other information		
Closing net asset value (£'000s)	41,803	44,026
Closing number of shares	17,788,908	20,717,308
Operating charges	0.12%	0.12%
Direct transaction costs	0.06%	0.04%
Prices		
Highest share price (pence)	238.11	212.40
Lowest share price (pence)	192.50	178.78

^A The opening net asset value stated is the share class launch price.

Fund launched on 28 August 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen European Property Share Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
95.32% (2016: 99.49%)			
Equities 95.32% (2016: 99.49%)			
Austria 1.85% (2016: nil)			
BUWOG	64,510	1,434	1.85
Finland nil (2016: 3.38%)			
France 19.39% (2016: 20.13%)			
Gecina	26,400	3,013	3.90
Gecina (Rights)	26,400	59	0.08
ICADE (REIT)	35,600	2,310	2.99
Klepierre (REIT)	143,000	4,396	5.68
Unibail-Rodamco (REIT)	27,600	5,217	6.74
		14,995	19.39
Germany 15.16% (2016: 13.90%)			
Deutsche EuroShop	69,100	2,180	2.82
Deutsche Wohnen	129,300	3,875	5.01
LEG Immobilien	43,300	3,144	4.07
Vonovia	82,106	2,520	3.26
		11,719	15.16
Ireland 2.84% (2016: 1.27%)			
Cairn Homes	1,570,000	2,197	2.84
Netherlands nil (2016: 1.91%)			
Spain 3.16% (2016: 1.61%)			
Merlin	240,500	2,447	3.16
Sweden 11.89% (2016: 10.67%)			
Castellum	335,800	3,914	5.06
Hufvudstaden 'A'	192,600	2,543	3.29
Wihlborgs Fastigheter	148,400	2,734	3.54
		9,191	11.89
Switzerland 4.94% (2016: 5.35%)			
PSP Swiss Property	37,600	2,601	3.36
Zurich Airport	6,300	1,221	1.58
		3,822	4.94

Aberdeen European Property Share Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United Kingdom 36.09% (2016: 41.27%)			
Assura (REIT)	3,647,056	2,338	3.02
Big Yellow (REIT)	195,500	1,515	1.96
Derwent London (REIT)	69,000	1,965	2.54
Great Portland Estates (REIT)	122,700	739	0.96
Hansteen (REIT)	2,188,200	2,779	3.59
Helical Bar	219,000	756	0.98
LondonMetric Property (REIT)	898,997	1,513	1.96
Rightmove	35,100	1,477	1.91
Savills	174,000	1,590	2.06
Segro (REIT)	605,500	3,191	4.14
Shaftesbury (REIT)	236,000	2,320	3.00
Sirius Real Estate	1,575,000	890	1.15
St Modwen Properties	501,254	1,797	2.32
UNITE	340,000	2,281	2.95
Workspace (REIT)	300,000	2,745	3.55
		27,896	36.09
Total Equities			
		73,701	95.32
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
		73,701	95.32
Total investments			
		73,701	95.32
Other net assets			
		3,619	4.68
Total net assets			
		77,320	100.00

Comparative figures are as at 31 July 2016.

Aberdeen European Property Share Fund

Statement of total return

For the year ended 31 July 2017

		2017	28 August 15 to 31 July 2016
	Notes	£'000	£'000
Income			
Net capital gains	1		6,249
Revenue	2	2,678	2,321
Expenses	3	(346)	(335)
Net revenue before taxation		2,332	1,986
Taxation	4	(133)	(191)
Net revenue after taxation			1,795
Total return before distributions		6,870	8,044
Distributions	5	(2,418)	(2,016)
Change in net assets attributable to shareholders from investment activities		4,452	6,028

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	28 August 15 to 31 July 2016
	£'000	£'000
Opening net assets attributable to shareholders	73,440	-
Amounts receivable on issue of shares	8,710	5,865
Amount receivable on amalgamation ^A	-	72,680
Amounts payable on cancellation of shares	(11,441)	(12,805)
	(2,731)	65,740
Change in net assets attributable to shareholders from investment activities	4,452	6,028
Retained distributions on accumulation shares	2,159	1,672
Closing net assets attributable to shareholders	77,320	73,440

^A Relating to the amalgamation on 28 August 2015 of Aberdeen European Property Share Fund, a sub-fund of Aberdeen Investment Funds ICVC III, into the Fund.

Aberdeen European Property Share Fund

Balance sheet As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		73,701	73,063
Current assets:			
Debtors	6	292	614
Cash and bank balances		3,855	280
Total assets		77,848	73,957
Liabilities:			
Provisions for liabilities	7	9	12
Creditors:			
Other creditors	8	287	296
Distribution payable		232	209
Total liabilities		528	517
Net assets attributable to shareholders		77,320	73,440

Aberdeen European Property Share Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	28 August 15 to 31 July 2016 £'000
The net capital gains on investments during the year/period comprise:		
Non-derivative securities gains	4,696	6,234
Forward currency contracts losses	-	(1)
Other currency (losses)/gains	(25)	16
Net capital gains	4,671	6,249

2. Revenue

	2017 £'000	28 August 15 to 31 July 2016 £'000
UK dividends	127	-
Revenue from collective investment schemes	-	371
UK REITs PID Income	524	457
UK REITs non PID Income	226	201
Overseas dividends	1,565	1,250
Underwriting commission	-	4
Stock dividends	121	35
Stock lending commission	1	2
Bank interest	-	1
Other revenue	114	-
Total revenue	2,678	2,321

3. Expenses

	2017 £'000	28 August 15 to 31 July 2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	261	254
Operating, administrative and servicing fees	85	81
Total expenses	346	335

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

Aberdeen European Property Share Fund

4. Taxation

	2017 £'000	28 August 15 to 31 July 2016 £'000
The tax charge comprises:		
Corporation tax	65	14
Corporation tax prior period adjustment	6	-
Overseas withholding tax	65	165
Current tax (credit)/charge	136	179
Deferred tax	(3)	12
Deferred tax (credit)/charge	(3)	12
Total taxation	133	191

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year/period:

	2017 £'000	28 August 15 to 31 July 2016 £'000
Net revenue before taxation	2,332	1,986
Corporation tax at 20% (2016 - 20%)	466	397
Effects of:		
UK dividends	(76)	(121)
Non-taxable overseas dividends	(328)	(250)
Corporation tax prior period adjustment	6	-
Irrecoverable overseas withholding tax	65	165
Total taxation	133	191

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year/period end.

	2017 £'000	28 August 15 to 31 July 2016 £'000
Provision for deferred taxation		
Provision at start of year/period	12	-
Deferred tax (credit) / charge for the year/period	(3)	12
Provision at end of year/period	9	12

Aberdeen European Property Share Fund

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	28 August 15 to 31 July 2016 £'000
Interim	540	274
Final	1,922	1,636
	2,462	1,910
Add: Revenue deducted on cancellation of shares	78	139
Deduct: Revenue received on issue of shares	(122)	(33)
Distributions for the year/period	2,418	2,016
Total distributions	2,418	2,016

Details of the distribution per share are set out in the distribution tables on page 391.

	2017 £'000	28 August 15 to 31 July 2016 £'000
Movement between net revenue and distributions	£'000	£'000
Net revenue after taxation	2,199	1,795
Add:		
Undistributed revenue brought forward	3	-
Authorised Corporate Director's periodic charge paid from capital	261	254
Deduct:		
Tax relief on capital expenses	(45)	(30)
Undistributed revenue carried forward	-	(3)
Distributions	2,418	2,016

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	56	93
Amounts receivable for issue of shares	199	99
Overseas withholding tax reclaimable	26	20
Merger debtor	5	400
Tax reclaimable	6	2
Total debtors	292	614

7. Provisions for liabilities

	2017 £'000	2016 £'000
The provisions for liabilities comprise:		
Deferred tax	9	12
Total provisions for liabilities	9	12

Aberdeen European Property Share Fund

8. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	34	29
Amounts payable for cancellation of shares	75	177
Purchases awaiting settlement	154	-
Corporation tax payable	24	14
Other creditors	-	76
Total other creditors	287	296

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 380. £98,000 was due from the ACD (2016 - £101,000 was due to the ACD) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 54% of the Fund's shares in issue.

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 373. The distribution per share class is given in the distribution tables on page 391. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	Z Accumulation shares
Opening number of shares	2,749,902	432,935	10,483,332	8,138,307	20,717,308
Creations during the year	369,700	59,500	3,962,900	1,329,900	261,700
Cancellations during the year	(550,100)	(37,000)	(1,222,100)	(1,780,900)	(3,190,100)
Shares converted during the year	(6,528)	(9,046)	8,337	10,362	-
Closing shares in issue	2,562,974	446,389	13,232,469	7,697,669	17,788,908

Aberdeen European Property Share Fund

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

There was no stock on loan at 31 July 2017.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
2017				
BNP Paribas	Securities Lending Agent	1	-	1

There was no stock on loan at 31 July 2016.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
2016				
BNP Paribas	Securities Lending Agent	2	-	2

Aberdeen European Property Share Fund

12. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Euro	24	32,792	32,816
Pound Sterling	3,595	27,896	31,491
Swedish Krona	-	9,191	9,191
Swiss Franc	-	3,822	3,822
Net assets	3,619	73,701	77,320

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Euro	8	30,991	30,999
Pound Sterling	356	30,307	30,663
Swedish Krona	-	7,833	7,833
Swiss Franc	13	3,932	3,945
Net assets	377	73,063	73,440

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £4,583,000 (2016 - £4,228,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior period.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholder would increase or decrease by approximately £3,685,000 (2016 - £3,653,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen European Property Share Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Provisions for liabilities	-	-	9	-	9
Other creditors	-	287	-	-	287
Distribution payable	-	232	-	-	232
Total financial liabilities	-	519	9	-	528

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Provisions for liabilities	-	-	12	-	12
Other creditors	-	296	-	-	296
Distribution payable	-	209	-	-	209
Total financial liabilities	-	505	12	-	517

13. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year/period				
Equities	13,757	6,660	16,115	11,565
Trades in the year/period before transactions costs	13,757	6,660	16,115	11,565
Commissions				
Equities	6	3	(7)	(6)
Total commissions	6	3	(7)	(6)
Taxes				
Equities	25	18	-	-
Total taxes	25	18	-	-
Other expenses				
Equities	4	1	-	-
Total other expenses	4	1	-	-
Total transaction costs	35	22	(7)	(6)
Total net trades in the year/period after transaction costs	13,792	6,682	16,108	11,559

Aberdeen European Property Share Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.04	0.05	0.04	0.05
Taxes				
Equities	0.18	0.27	-	-
Other expenses				
Equities	0.03	0.02	-	-

The prior period percentages have been restated to reflect the percentage of transaction costs based on trades in the period by asset type rather than based on total trades as this is a more accurate method of calculation.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.01
Taxes	0.04	0.02
Other expenses	0.01	-
Total costs	0.07	0.03

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £71,555,000). There were corporate actions (net sales) of £1,823,000 in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.09% (2016 - 0.08%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen European Property Share Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	73,701	-	73,063	-
Level 2	-	-	-	-
Level 3	-	-	-	-
Total	73,701	-	73,063	-

Aberdeen European Property Share Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	1.56207	-	1.56207	0.42190
Group 2	0.76026	0.80181	1.56207	0.42190
A Income shares				
Group 1	1.00688	-	1.00688	0.28000
Group 2	0.49498	0.51190	1.00688	0.28000
I Accumulation shares				
Group 1	1.13369	-	1.13369	0.46060
Group 2	0.49943	0.63426	1.13369	0.46060
I Income shares				
Group 1	0.81520	-	0.81520	0.34000
Group 2	0.36044	0.45476	0.81520	0.34000
Z Accumulation shares				
Group 1	1.63881	-	1.63881	0.79990
Group 2	0.58876	1.05005	1.63881	0.79990

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	5.18057	-	5.18057	4.92390
Group 2	2.42390	2.75667	5.18057	4.92390
A Income shares				
Group 1	3.31006	-	3.31006	3.26000
Group 2	2.05399	1.25607	3.31006	3.26000
I Accumulation shares				
Group 1	3.95560	-	3.95560	3.24940
Group 2	1.40224	2.55336	3.95560	3.24940
I Income shares				
Group 1	2.82120	-	2.82120	2.39000
Group 2	1.31205	1.50915	2.82120	2.39000
Z Accumulation shares				
Group 1	5.80930	-	5.80930	4.58900
Group 2	4.38631	1.42299	5.80930	4.58900

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen European Smaller Companies Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to achieve capital growth primarily by investing in Equity and Equity-Related Securities of European smaller companies. Income is not a consideration. Investments will generally be confined to smaller companies. In this context, smaller companies generally means companies which are, at the time of investment, of a market capitalisation appropriate for a small company sector benchmark. Investments in companies which subsequently outgrow the appropriate small company sector benchmark will not be sold unless, in the opinion of the Investment Adviser, this is in the best interests of Shareholders. This Fund may invest in companies listed or incorporated anywhere in the world, as long as the companies' principal activities are in, or their main economic exposure is to, Europe. The Fund may also hold ancillary liquid assets and Investment grade debt and debt-related securities.

Performance review

For the year ended 31 July 2017, the value of Aberdeen European Smaller Companies Equity Fund – A Accumulation Shares increased by 27.80% compared to an increase of 27.62% in the benchmark, the HSBC Smaller Companies Europe inc UK Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

European small-cap equities rose in the review period. Positive economic data and corporate results lifted share prices in the Continent. Consumer prices remained largely benign, helped in part by stable energy prices. Attempts by OPEC and other producers to alleviate the oversupply proved futile amid record US shale output. The absence of inflationary pressure allowed the European Central Bank (ECB) to hold interest rates unchanged while the extension of its bond-buying programme till end-2017 also helped underpin the market.

Other major events that buffeted market sentiment included the UK's shock decision to leave the European Union and Theresa May's subsequent snap-election gamble that left her weakened ahead of Brexit negotiations; along with Donald Trump's unexpected election as US president, which had initially whet risk appetite on hopes that he would usher in a raft of pro-business reform. However, these failed to materialise after repeated failure to repeal and replace Obamacare, on which major fiscal reforms were predicated. In European politics, Emmanuel Macron's decisive French presidential victory and the election results in the Netherlands were both hailed as a rejection of populism, boosting market sentiment.

Portfolio review

At the stock level, contributing to relative return was a non-benchmark exposure to Burford Capital. Its shares were buoyed by good full-year results, which demonstrated continuing portfolio growth, good unrealised gains and increasingly diverse sources of capital. Also benefiting the Fund was an overweight to Inter Parfums, which saw its shares advance after a positive first-quarter update, supported by upbeat performances from key brands, including Jimmy Choo and Lanvin. Another contributor was a non-benchmark exposure to Temenos, which saw its shares buoyed by upbeat investor sentiment on the back of potential new contract wins and earnings upgrades.

Conversely, detracting from relative performance was Mothercare, which suffered further declines in its overseas business but has been making encouraging progress with returning its UK operations to profitability. Also costing the Fund was GFT Technologies. Its shares weakened on the back of downgraded sales and earnings forecasts, after two major investment-banking customers cancelled their projects. Another key detractor was the overweight to Fugro; its shares were buffeted by the still-challenging conditions in the offshore oil & gas sector even as it strove to adapt its capacity and organisation to the adverse market backdrop.

In portfolio activity, we already mentioned in the interim review the exit from Barry Callebaut, Elringklinger, Fielmann, Flughafen Zurich, Moleskine and Pfeiffer Vacuum in favour of Amplifon, Cerved, Coor Service Management, Essentra, GFT Technologies, Lagercrantz, Nemetschek and VZ. Since then, we have also divested Croda, Fuchs, MTU and Spirax Sarco, which have matured into large-caps; along with Elementis, EnQuest, KWS, Vopak and Weir, after the rise in their share prices. We recycled capital into more attractive opportunities. This included adding to the recent introductions mentioned above, as well as initiating holdings in the following companies that boast healthy balance sheets, positive growth drivers and solid market positions: producer and distributor of research-grade antibodies Abcam; confectioner Cloetta, for its portfolio of well-established local brands and good cash generation; global premium caterer and hospitality provider Do & Co, for its unique scalable model; world-leading animal genetics company Genus, underpinned by robust underlying demand and an impressive R&D platform; niche lender Grenke, given its substantial growth opportunity in core geographies, as well as newer markets; Europe-based digital consultancy Reply, because of its good track record in delivering profitable growth through servicing leading-edge technology projects; Tecan, a provider of laboratory automation systems, services and consumables for life sciences and diagnostics industries; it is well supported by significant levels of recurring revenue; and online community for professional networking Xing, given its attractive business model with niche market positions. We also participated in Ultra Electronics' share placement to fund its purchase of the part of its joint venture with US-based Sparton that it does not already own.

Aberdeen European Smaller Companies Equity Fund

Outlook

Looking ahead, Europe's economic recovery has broadly continued to gain momentum, with the improvement in industrial indicators now accompanied by stronger export growth. Prospects for GDP growth this year and beyond remain positive, with expectations for growth to be at the highest level in a decade. Household spending looks set to be underpinned by consumer confidence as the labour market tightens further. Investment also appears to be reviving, supported by the strength of bank lending to corporates and a perceived reduction in 'populism risks' following President Macron's electoral success in France. But despite the pick-up in activity, wage and price pressures are subdued. Political risks remain, too, most notably in Italy. So the ECB is likely to stay cautious about withdrawing support, particularly against a backdrop of currency strength. In the UK there remains significant uncertainty about the shape of Brexit negotiations and there are signs that the inflation imported as a result of Sterling's weakness combined with anaemic wage growth are starting to weigh on the growth rate of the economy. We continue to believe that the portfolio is comprised of business that, while not immune to the external environment, will be able to weather the difficulties that may lie ahead. We have not significantly changed our positioning over the month and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and strong balance sheets that trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen European Smaller Companies Equity Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	1.67	0.92	0.85	0.17
31 July 2016	1.67	0.92	0.85	0.17
31 July 2015	1.66	0.91	-	0.16

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Smaller Companies: Shares of smaller companies may be more difficult to buy and sell than those of larger companies. This means that the Investment Manager may not be able to buy and sell at the best time or may suffer losses. This could reduce your returns.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen European Smaller Companies Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,137.06	1,060.17	988.53
Return before operating charges*	329.65	94.15	88.53
Operating charges	(21.38)	(17.26)	(16.89)
Return after operating charges*	308.27	76.89	71.64
Distributions on accumulation shares	-	(7.50)	(4.94)
Retained distributions on accumulation shares	-	7.50	4.94
Closing net asset value per share	1,445.33	1,137.06	1,060.17
 * after direct transaction costs of:	 0.27	 0.99	 0.29
Performance			
Return after charges	27.11%	7.25%	7.25%
Other information			
Closing net asset value (£'000s)	47,123	47,841	56,817
Closing number of shares	3,260,370	4,207,406	5,359,221
Operating charges	1.67%	1.67%	1.66%
Direct transaction costs	0.02%	0.10%	0.03%
Prices			
Highest share price (pence)	1,464.37	1,148.95	1,126.20
Lowest share price (pence)	1,121.81	938.38	899.24

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen European Smaller Companies Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	137.49	127.24	117.77
Return before operating charges*	40.03	11.40	10.58
Operating charges	(1.44)	(1.15)	(1.11)
Return after operating charges*	38.59	10.25	9.47
Distributions on accumulation shares	(1.18)	(1.87)	(1.55)
Retained distributions on accumulation shares	1.18	1.87	1.55
Closing net asset value per share	176.08	137.49	127.24
 * after direct transaction costs of:	 0.03	 0.12	 0.03
Performance			
Return after charges	28.07%	8.06%	8.04%
Other information			
Closing net asset value (£'000s)	10,878	8,972	3,242
Closing number of shares	6,177,710	6,525,397	2,547,696
Operating charges	0.92%	0.92%	0.91%
Direct transaction costs	0.02%	0.10%	0.03%
Prices			
Highest share price (pence)	178.18	138.92	135.01
Lowest share price (pence)	135.65	113.08	107.31

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen European Smaller Companies Equity Fund

K Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	108.14	100.00 ^B
Return before operating charges*	31.51	9.00
Operating charges	(1.05)	(0.86)
Return after operating charges*	30.46	8.14
Distributions on accumulation shares	(1.03)	(1.20)
Retained distributions on accumulation shares	1.03	1.20
Closing net asset value per share	138.60	108.14
 * after direct transaction costs of:	 0.03	 0.10
Performance		
Return after charges	28.17%	8.14%
Other information		
Closing net asset value (£'000s)	8	6
Closing number of shares	5,800	6,000
Operating charges	0.85%	0.85%
Direct transaction costs	0.02%	0.10%
Prices		
Highest share price (pence)	140.24	109.26
Lowest share price (pence)	106.69	96.48

^A K Accumulation share class launched on 23 March 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen European Smaller Companies Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,348.29	1,238.43	1,137.86
Return before operating charges*	393.98	111.93	102.25
Operating charges	(2.57)	(2.07)	(1.68)
Return after operating charges*	391.41	109.86	100.57
Distributions on accumulation shares	(23.22)	(27.45)	(23.89)
Retained distributions on accumulation shares	23.22	27.45	23.89
Closing net asset value per share	1,739.70	1,348.29	1,238.43
 * after direct transaction costs of:	 0.32	 1.17	 0.34
Performance			
Return after charges	29.03%	8.87%	8.84%
Other information			
Closing net asset value (£'000s)	35,763	51,139	47,439
Closing number of shares	2,055,713	3,792,913	3,830,613
Operating charges	0.17%	0.17%	0.16%
Direct transaction costs	0.02%	0.10%	0.03%
Prices			
Highest share price (pence)	1,758.35	1,362.22	1,312.42
Lowest share price (pence)	1,330.26	1,105.00	1,038.38

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen European Smaller Companies Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
99.70% (2016: 97.93%)			
Equities 99.70% (2016: 97.93%)			
Austria 7.30% (2016: 4.76%)			
Do & Co	32,973	1,816	1.94
Schoeller-Bleckmann Oilfield Equipment	50,300	2,878	3.06
Vienna Insurance	94,300	2,154	2.30
		6,848	7.30
Denmark 2.21% (2016: 2.37%)			
Scandinavian Tobacco	170,500	2,073	2.21
France 1.96% (2016: 2.94%)			
Inter Parfums	61,500	1,836	1.96
Germany 13.53% (2016: 18.38%)			
CANCOM	21,700	1,079	1.15
CTS Eventim	66,600	2,328	2.48
Gerresheimer	30,000	1,870	1.99
GFT Technologies	83,500	1,175	1.25
GRENKE Leasing	39,600	2,579	2.75
Nemetschek	42,000	2,462	2.63
XING	5,400	1,197	1.28
		12,690	13.53
Ireland 2.92% (2016: 1.28%)			
Cairn Homes	1,956,700	2,739	2.92
Italy 9.10% (2016: 3.44%)			
Amplifon	271,600	2,941	3.13
Brunello Cucinelli	118,300	2,597	2.77
Cerved Information Solutions	222,600	1,931	2.06
Reply	6,700	1,068	1.14
		8,537	9.10
Netherlands 2.59% (2016: 4.85%)			
Fugro	200,500	2,433	2.59
Norway 2.97% (2016: 2.64%)			
Kongsberg Gruppen	219,500	2,781	2.97
Spain 2.21% (2016: 2.54%)			
Viscofan	45,900	2,068	2.21
Sweden 12.25% (2016: 4.83%)			
AddLife	59,000	921	0.98
Addtech 'B'	142,100	2,079	2.22

Aberdeen European Smaller Companies Equity Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Cloetta	352,100	951	1.01
Coor Service Management	370,700	2,007	2.14
Elektro 'B'	239,300	1,746	1.86
Lagercrantz 'B'	227,800	1,939	2.07
Opus	2,792,600	1,846	1.97
		11,489	12.25
Switzerland 13.03% (2016: 13.20%)			
Belimo	670	2,110	2.25
Burckhardt Compression	9,400	2,119	2.27
dorma+kaba	2,900	1,963	2.09
Tecan	14,700	2,082	2.22
Temenos	28,000	2,057	2.19
VZ	7,742	1,885	2.01
		12,216	13.03
United Kingdom 29.63% (2016: 36.70%)			
Abcam	110,000	1,130	1.20
Aveva	139,700	2,772	2.96
Burford Capital	228,100	2,479	2.64
Close Brothers	118,500	1,825	1.95
Dechra Pharmaceuticals	135,800	2,410	2.57
Dignity	78,000	1,987	2.12
Essentra ^{oo}	240,300	1,287	1.37
Euromoney Institutional Investor	263,800	2,928	3.12
Genus	54,000	934	1.00
Inmarsat	297,300	2,306	2.46
Mothercare	1,065,700	1,084	1.16
Oxford Instruments	257,600	2,702	2.88
Ultra Electronics ^{oo}	96,712	2,028	2.16
Victrex	97,000	1,912	2.04
		27,784	29.63
Total Equities		93,494	99.70
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
		93,494	99.70
Other transferable securities and money market instruments nil (2016: nil)			
Equities nil (2016: nil)			
United States nil (2016: nil)			
Ashurst Technology ^{o2}	3,184,500	-	-
Total investments		93,494	99.70
Other net assets		278	0.30
Total net assets		93,772	100.00

^{oo} A portion of this security is on loan at the year end.

^{o2} Unapproved/unquoted security.

Comparative figures are as at 31 July 2016.

Aberdeen European Smaller Companies Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	2,877	3.08	3.07

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Nokia	160	Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	160	Equity	Main market listing	BNP Paribas
Credit Agricole	160	Equity	Main market listing	BNP Paribas
TOTAL	160	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	159	Equity	Main market listing	BNP Paribas
Anheuser-Busch InBev	153	Equity	Main market listing	BNP Paribas
SAP	136	Equity	Main market listing	BNP Paribas
Vodafone	119	Equity	Main market listing	BNP Paribas
Tokyo Electron	118	Equity	Main market listing	BNP Paribas
Tesco	112	Equity	Main market listing	BNP Paribas
Other Equity	1,749	Equity	Main market listing	BNP Paribas
Other Government Bond	2	Government Bond	Investment grade	BNP Paribas
Total collateral received	3,188			

Proportion held in segregated accounts		
Collateral held per custodian	Market value of collateral held £'000	%
BNP Paribas	3,188	100.00

One custodian is used to hold the collateral.

Market value of collateral received	
Collateral analysed by currency	£'000
EUR	1,629
GBP	509
JPY	612
SEK	71
USD	367
Total collateral received	3,188

Aberdeen European Smaller Companies Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	2,877	France	Tri-party
Total market value of securities lending	2,877		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	1	125.00
Direct operational costs (securities lending agent costs) ^A	-	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	-	(25.00)
Net return	1	100.00

^A The unrounded fees incurred for securities lending for the year to 31 July 2017 is £289.

Aberdeen European Smaller Companies Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains	1		25,080		6,693
Revenue	2	1,789		2,551	
Expenses	3	(968)		(966)	
Net revenue before taxation		821		1,585	
Taxation	4	(176)		(91)	
Net revenue after taxation			645		1,494
Total return before distributions			25,725		8,187
Distributions	5		(678)		(1,508)
Change in net assets attributable to shareholders from investment activities			25,047		6,679

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		107,958		107,498
Amounts receivable on issue of shares	1,236		8,017	
Amounts payable on cancellation of shares	(41,060)		(15,714)	
		(39,824)		(7,697)
Dilution adjustment		41		-
Change in net assets attributable to shareholders from investment activities		25,047		6,679
Retained distributions on accumulation shares		550		1,478
Closing net assets attributable to shareholders		93,772		107,958

Aberdeen European Smaller Companies Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		93,494	105,725
Current assets:			
Debtors	6	168	565
Cash and bank balances		2,708	2,988
Total assets		96,370	109,278
Liabilities:			
Creditors:			
Other creditors	7	2,598	1,320
Total liabilities		2,598	1,320
Net assets attributable to shareholders		93,772	107,958

Aberdeen European Smaller Companies Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	25,111	6,722
Other currency losses	(31)	(29)
Net capital gains	25,080	6,693

2. Revenue

	2017 £'000	2016 £'000
UK dividends	746	888
UK REITs PID Income	-	19
Overseas dividends	1,021	1,580
Underwriting commission	5	3
Stock dividends	16	46
Stock lending commission	1	9
Bank interest	-	6
Total revenue	1,789	2,551

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	791	791
Operating, administrative and servicing fees	177	175
Total expenses	968	966

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas tax reclaims	-	207
Overseas withholding tax	176	(116)
Current tax charge	176	91
Total taxation	176	91

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen European Smaller Companies Equity Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	821	1,585
Corporation tax at 20% (2016 - 20%)	164	317
Effects of:		
UK dividends	(152)	(187)
Non-taxable overseas dividends	(204)	(316)
Excess management expenses	192	186
Irrecoverable overseas withholding tax	176	91
Total taxation	176	91

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £1,719,000 (2016 - £1,527,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Final	550	1,479
Add: Revenue deducted on cancellation of shares	130	74
Deduct: Revenue received on issue of shares	(2)	(45)
Distributions for the year	678	1,508
Total distributions	678	1,508

Details of the distribution per share are set out in the distribution tables on page 413.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	645	1,494
Add:		
Movement between share classes due to conversion	-	14
Revenue deficit transfer from capital account	33	-
Distributions	678	1,508

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	56	57
Amounts receivable for issue of shares	1	-
Overseas withholding tax reclaimable	106	171
Currency transactions awaiting settlement	-	337
Other debtor	5	-
Total debtors	168	565

Aberdeen European Smaller Companies Equity Fund

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	80	81
Amounts payable for cancellation of shares	2,518	54
Purchases awaiting settlement	-	848
Currency transactions awaiting settlement	-	337
Total other creditors	2,598	1,320

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 403. £2,584,000 was due to the ACD (2016 - £120,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'K': 0.675%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 395. The distribution per share class is given in the distribution tables on page 413. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	K Accumulation shares	Z Accumulation shares
Opening number of shares	4,207,406	6,525,397	6,000	3,792,913
Creations during the year	42,700	398,400	-	3,000
Cancellations during the year	(981,000)	(818,100)	(200)	(1,740,200)
Shares converted during the year	(8,736)	72,013	-	-
Closing shares in issue	3,260,370	6,177,710	5,800	2,055,713

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Aberdeen European Smaller Companies Equity Fund

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
NATIXIS	2,875	3,186	Equity
NATIXIS	2	2	Government Bond
Total	2,877	3,188	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	1	0	1

2016

There was no stock on loan at 31 July 2016.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	11	2	9

Aberdeen European Smaller Companies Equity Fund

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Danish Krone	27	2,073	2,100
Euro	98	37,151	37,249
Norwegian Krone	-	2,781	2,781
Pound Sterling	153	27,784	27,937
Swedish Krona	-	11,489	11,489
Swiss Franc	-	12,216	12,216
Net assets	278	93,494	93,772
2016			
Danish Krone	-	2,557	2,557
Euro	(512)	41,224	40,712
Norwegian Krone	-	2,854	2,854
Pound Sterling	2,745	39,622	42,367
Swedish Krona	-	5,220	5,220
Swiss Franc	-	14,248	14,248
Net assets	2,233	105,725	107,958

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £6,584,000 (2016 - £6,559,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £4,675,000 (2016 - £5,286,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen European Smaller Companies Equity Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					-
Other creditors	-	2,598	-	-	2,598
Total financial liabilities	-	2,598	-	-	2,598
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	1,320	-	-	1,320
Total financial liabilities	-	1,320	-	-	1,320

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Equities	28,098	30,621	65,519	36,046
Trades in the year before transactions costs	28,098	30,621	65,519	36,046
Commissions				
Equities	14	24	(29)	(21)
Total commissions	14	24	(29)	(21)
Taxes				
Equities	14	51	-	-
Total taxes	14	51	-	-
Other expenses				
Equities	5	2	-	-
Total other expenses	5	2	-	-
Total transaction costs	33	77	(29)	(21)
Total net trades in the year after transaction costs	28,131	30,698	65,490	36,025

Aberdeen European Smaller Companies Equity Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.05	0.08	0.04	0.06
Taxes				
Equities	0.05	0.17	-	-
Other expenses				
Equities	0.02	0.01	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.04	0.04
Taxes	0.01	0.05
Other expenses	-	-
Total costs	0.05	0.09

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.24% (2016 - 0.27%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen European Smaller Companies Equity Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	93,494	-	105,725	-
Level 2	-	-	-	-
Level 3	-	-	-	-
Total	93,494	-	105,725	-

Aberdeen European Smaller Companies Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	-	-	-	7.49859
Group 2	-	-	-	7.49859
I Accumulation shares				
Group 1	1.18170	-	1.18170	1.86813
Group 2	0.68177	0.49993	1.18170	1.86813
K Accumulation shares				
Group 1	1.02637	-	1.02637	1.19650
Group 2	1.02637	-	1.02637	1.19650
Z Accumulation shares				
Group 1	23.21631	-	23.21631	27.44835
Group 2	19.31472	3.90159	23.21631	27.44835

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Financial Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide capital growth, whilst not excluding the occurrence of income, by investing predominantly in Equity and Equity-Related securities issued by financial institutions, such as banking, insurance, financial services and property companies, domiciled globally. The Fund may also invest in other transferable securities, money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of Aberdeen Financial Equity Fund – A Income Shares increased by 22.04% compared to an increase of 22.96% in the benchmark, the FTSE World Financials Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

During the year under review, global equities rose. Europe led the growth in markets, underpinned by improved economic data. Emerging markets had a volatile year as the election of Donald Trump as US president triggered a sharp sell-off on concerns over protectionist policies.

On the economic front, most major ones expanded steadily, helped by accommodative policies. The Federal Reserve raised its target range for federal funds rate thrice in the last year en route monetary policy normalisation. Conversely, the European Central Bank held interest rates unchanged due to an absence of inflationary pressure, and the extension of its bond-buying programme till end-2017 also helped underpin the market. Bank of England also maintained interest rates to sustain growth and employment, while Bank of Japan kept its negative interest rate and pushed back the target date for reaching its inflation goal. Among emerging markets, the Brazilian central bank cut its benchmark interest rate to 9.25%, while Mexico and Turkey held benchmark rates unchanged.

Market sentiment was also shaped by unexpected political outcomes. The election of Donald Trump as US president raised hopes for a raft of pro-business reforms but these did not materialise eventually. The failure to repeal and replace Obamacare, on which major fiscal reforms were hinged, was particularly striking. In the UK, Prime Minister Theresa May's snap-election gamble ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness. In Europe, there was an apparent rejection of populism which brought relief to markets. Both France and the Netherlands voted in favour of centrists, electing Emmanuel Macron as president of France and Mark Rutte as prime minister of the Netherlands.

Elsewhere, oil prices remained range-bound between US\$40 and US\$50 a barrel, as attempts by OPEC and other producers to alleviate the oversupply proved futile amid record US shale output.

Portfolio review

At the stock level, lack of exposure to Wells Fargo benefited the Fund. The quality of Wells Fargo's business had deteriorated, and the bank has been struggling since its fraudulent-account scandal last year. Another key contributor was HDFC Corp, whose shares advanced as investors grew more confident that election wins for India's ruling government would provide Prime Minister Narendra Modi with the necessary mandate to implement his agenda, such as supportive affordable housing policies designed to increase supply. The mortgage lender also benefited from demonetisation, which moved cash from under mattresses into bank accounts and other financial assets. Its management believes that despite anxiety over demonetisation, GST or other policy changes, property purchase decisions would ultimately not be deterred given it is the single biggest investment in a lifetime. Not holding U.S. mall owner Simon Property Group also contributed to fund, as its shares fell it reported slowing growth at some of its properties.

Conversely, the non-benchmark exposure to Swire Pacific detracted from performance, as it delivered weaker results and consequently cut its dividend payout. Its subsidiary, Cathay Pacific, also continued to suffer from overcapacity and intense competition. Not-holding Bank of America also cost the fund because its shares rose on higher profits. The lender benefited from bond trading, cost cuts, improved technology, growth in deposits and a focus on higher-quality borrowers. Another detractor was the non-benchmark exposure to Experian. Experian gave back some of the gains following slower revenue growth in its UK consumer services division, however this was to an extent expected by the company as it is transitioning this part of the business to a different revenue model.

In key portfolio activity, we already mentioned in the interim review the exit from Close Brothers Group, Amerisafe and Wells Fargo. Since then, we also exited Digital Realty, Bank of the Philippine Islands, Blackrock, Boston Private Financial Holdings, DBS, Schroders, and Aeon Financial in favour of better opportunities. We also exited Singapore Exchange as we felt its incumbent status is potentially at risk from newer entrants, following the liberalisation of the market. We sold Nordea Bank given the challenging operating environment for banks in Europe and the slowing Nordic property market.

On the flipside, we initiated a position in Alabama-based Regions Financial Corp, given the scope to improve its efficiency ratio and its shares were trading at an attractive price.

Aberdeen Financial Equity Fund

Outlook

The period ended with global equity markets at, or close to record highs and volatility indicators at historic lows, proving to be resilient in the face of occasional shocks. The large number of uncertainties highlighted again by the Bank of International Settlements does give grounds for caution. The misallocation of capital highlighted in their report as a result of loose monetary policy is something we have spoken about previously, with an increasing share of the productive base comprised by the output of what they refer to as zombie companies. This is a result of markets not clearing, and one reason behind the low productivity growth witnessed in the global economy. However, with the rhetoric from a monetary perspective in the developed world now pointing towards normalisation, central banks will have to walk a tightrope in the face of ever increasing debt levels. Given these risks, we continue to be disciplined in our investment process. The process, with the focus on the strength of the underlying businesses which make up the portfolio and the degree of diversification, is the means by which we seek to manage clients' capital over the longer term in the face of these uncertainties. With our longer term, more contrarian approach, we also seek to take advantage of opportunities as these uncertainties are potentially felt within markets.

Global Equity Team

August 2017

Aberdeen Financial Equity Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	1.65	0.90
31 July 2016	1.65	0.90
31 July 2015	1.65	0.90

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Specialist sector: The Fund invests in a specialist sector and it will not perform in line with funds that have a broader investment policy.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Financial Equity Fund

Comparative tables

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	2,825.85	2,491.25	2,490.50 ^A
Return before operating charges*	680.76	396.08	42.37
Operating charges	(52.02)	(39.83)	(41.62)
Return after operating charges*	628.74	356.25	0.75
Distributions on income shares	(17.28)	(21.65)	-
Closing net asset value per share	3,437.31	2,825.85	2,491.25
 * after direct transaction costs of:	 0.81	 1.67	 0.20
Performance			
Return after charges	22.25%	14.30%	0.03%
Other information			
Closing net asset value (£'000s)	49,531	44,515	56,699
Closing number of shares	1,440,975	1,575,271	2,275,922
Operating charges	1.65%	1.65%	1.65%
Direct transaction costs	0.03%	0.07%	0.01%
Prices			
Highest share price (pence)	3,461.56	2,868.43	2,558.35
Lowest share price (pence)	2,780.40	2,110.64	2,461.09

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Financial Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	118.58	104.51	104.47 ^A
Return before operating charges*	28.62	16.67	1.07
Operating charges	(1.20)	(0.92)	(0.95)
Return after operating charges*	27.42	15.75	0.12
Distributions on income shares	(1.72)	(1.68)	(0.08)
Closing net asset value per share	144.28	118.58	104.51
 * after direct transaction costs of:	 0.03	 0.07	 0.01
Performance			
Return after charges	23.12%	15.07%	0.11%
Other information			
Closing net asset value (£'000s)	967	679	143
Closing number of shares	670,340	573,014	136,564
Operating charges	0.90%	0.90%	0.90%
Direct transaction costs	0.03%	0.07%	0.01%
Prices			
Highest share price (pence)	145.81	120.74	107.38
Lowest share price (pence)	116.69	88.56	103.32

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Financial Equity Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
99.18% (2016: 99.67%)			
Equities 99.18% (2016: 99.67%)			
Brazil 7.07% (2016: 6.31%)			
Banco Bradesco (ADR)	182,689	1,332	2.64
BM&F Bovespa	186,900	930	1.84
Iguatemi Empresa de Shopping Centers	146,600	1,306	2.59
		3,568	7.07
Canada 5.87% (2016: 5.20%)			
Canadian Western Bank	100,200	1,697	3.36
Royal Bank of Canada	22,500	1,268	2.51
		2,965	5.87
Chile 1.63% (2016: 1.49%)			
Parque Arauco	414,073	824	1.63
France 1.72% (2016: 2.11%)			
Unibail-Rodamco (REIT)	4,600	869	1.72
Hong Kong 9.17% (2016: 7.69%)			
AIA	419,200	2,504	4.96
Hong Kong Exchanges & Clearing	60,285	1,304	2.58
Swire Pacific 'A'	108,800	823	1.63
		4,631	9.17
India 4.75% (2016: 3.32%)			
Housing Development Finance	113,500	2,399	4.75
Ireland 2.77% (2016: 3.28%)			
Experian	92,900	1,400	2.77
Japan 10.99% (2016: 11.33%)			
Daito Trust Construction Co	13,100	1,676	3.32
Japan Exchange Group Inc	110,900	1,507	2.99
Mitsubishi Estate Co	78,245	1,077	2.13
Suruga Bank	70,600	1,290	2.55
		5,550	10.99
Mexico 1.82% (2016: 1.22%)			
Grupo Financiero Banorte	182,900	917	1.82
Philippines 3.28% (2016: 3.54%)			
Ayala Land	2,629,800	1,656	3.28

Aberdeen Financial Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Singapore 4.36% (2016: 6.37%)			
City Developments	165,400	1,037	2.05
Oversea-Chinese Banking	183,424	1,165	2.31
		2,202	4.36
Sweden 0.99% (2016: 0.89%)			
Svenska Handelsbanken 'A'	44,500	501	0.99
Switzerland 1.70% (2016: 1.49%)			
UBS	65,000	859	1.70
Thailand 4.03% (2016: 3.91%)			
Kasikornbank (Alien)	239,800	1,082	2.14
Tesco Lotus Retail Growth Freehold & Leasehold Property Fund	2,523,400	955	1.89
		2,037	4.03
Turkey 1.50% (2016: 1.45%)			
Akbank	337,400	759	1.50
United Kingdom 9.53% (2016: 10.84%)			
HSBC	92,100	697	1.38
Prudential	118,600	2,192	4.34
Rathbone Brothers	26,900	719	1.42
Standard Chartered	142,442	1,206	2.39
		4,814	9.53
United States 28.00% (2016: 29.23%)			
Aetna	8,900	1,042	2.06
Boston Private Financial	90,300	1,051	2.08
Charles Schwab	51,100	1,663	3.29
CME	12,400	1,152	2.28
Fair Isaac	11,800	1,273	2.52
Intercontinental Exchange	36,000	1,822	3.61
Jones Lang LaSalle	12,400	1,196	2.37
M&T Bank	15,600	1,931	3.83
Regions Financial	44,900	497	0.98
Visa 'A'	33,200	2,508	4.98
		14,135	28.00
Total Equities		50,086	99.18
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		50,086	99.18
Total investments		50,086	99.18
Other net assets		412	0.82
Total net assets		50,498	100.00

Comparative figures are as at 31 July 2016.

Aberdeen Financial Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	9,398	4,215
Revenue	2	1,156	1,177
Expenses	3	(792)	(701)
Net revenue before taxation		364	476
Taxation	4	(95)	(92)
Net revenue after taxation		269	384
Total return before distributions		9,667	4,599
Distributions	5	(269)	(385)
Change in net assets attributable to shareholders from investment activities		9,398	4,214

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	45,194	56,842
Amounts receivable on issue of shares	345	1,028
Amounts payable on cancellation of shares	(4,440)	(16,925)
	(4,095)	(15,897)
Dilution adjustment	-	35
Change in net assets attributable to shareholders from investment activities	9,398	4,214
Unclaimed distributions > 6 years	1	-
Closing net assets attributable to shareholders	50,498	45,194

Aberdeen Financial Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		50,086	45,047
Current assets:			
Debtors	6	44	748
Cash and bank balances		643	191
Total assets		50,773	45,986
Liabilities:			
Creditors:			
Other creditors	7	72	527
Distribution payable		203	265
Total liabilities		275	792
Net assets attributable to shareholders		50,498	45,194

Aberdeen Financial Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	9,401	4,159
Other currency (losses)/gains	(3)	56
Net capital gains	9,398	4,215

2. Revenue

	2017 £'000	2016 £'000
UK dividends	130	197
Overseas dividends	1,008	967
Overseas REIT income	18	-
Stock dividends	-	8
Stock lending commission	-	3
Bank interest	-	2
Total revenue	1,156	1,177

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	718	637
Operating, administrative and servicing fees	72	64
	790	701
<i>Other expenses:</i>		
Legal and professional fees	2	-
	2	-
Total expenses	792	701

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	95	92
Current tax charge	95	92
Total taxation	95	92

Aberdeen Financial Equity Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	364	476
Corporation tax at 20% (2016 - 20%)	73	95
Effects of:		
UK dividends	(26)	(39)
Non-taxable overseas dividends	(186)	(173)
Excess management expenses	142	120
Tax effect of expensed double taxation relief	(3)	(3)
Irrecoverable overseas withholding tax	95	92
Total taxation	95	92

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £284,000 (2016 - £142,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	60	89
Final	203	265
	263	354
Add: Revenue deducted on cancellation of shares	8	33
Deduct: Revenue received on issue of shares	(2)	(2)
Distributions for the year	269	385
Total distributions	269	385

Details of the distribution per share are set out in the distribution tables on page 431.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	269	384
Add:		
Movement between share classes due to conversion	-	1
Distributions	269	385

Aberdeen Financial Equity Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	34	55
Amounts receivable for issue of shares	2	1
Overseas withholding tax reclaimable	7	11
Sales awaiting settlement	-	340
Currency transactions awaiting settlement	-	340
Other debtor	1	1
Total debtors	44	748

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	70	62
Amounts payable for cancellation of shares	2	120
Merger creditor	-	5
Currency transactions awaiting settlement	-	340
Total other creditors	72	527

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 421. £63,000 was due to the ACD (2016 - £176,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 85% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 417. The distribution per share class is given in the distribution tables on page 431. All share classes have the same rights on winding up.

Aberdeen Financial Equity Fund

Share reconciliation

As at 31 July 2017

	A Income shares	I Income shares
Opening number of shares	1,575,271	573,014
Creations during the year	1,159	232,831
Cancellations during the year	(135,122)	(143,415)
Shares converted during the year	(333)	7,910
Closing shares in issue	1,440,975	670,340

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

There was no stock on loan at 31 July 2017.

There was no stock on loan at 31 July 2016.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
2016				
BNP Paribas	Securities Lending Agent	4	1	3

Aberdeen Financial Equity Fund

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Brazilian Real	12	2,235	2,247
Canadian Dollar	10	2,965	2,975
Chilean Peso	-	824	824
Euro	1	870	871
Hong Kong Dollar	-	4,631	4,631
Indian Rupee	-	2,399	2,399
Japanese Yen	4	5,550	5,554
Mexican Nuevo Peso	-	917	917
Philippine Peso	-	1,656	1,656
Pound Sterling	352	6,214	6,566
Singapore Dollar	-	2,202	2,202
Swedish Krona	1	501	502
Swiss Franc	-	859	859
Thai Baht	11	2,037	2,048
Turkish Lira	-	759	759
US Dollar	21	15,467	15,488
Net assets	412	50,086	50,498

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Brazilian Real	11	1,875	1,886
Canadian Dollar	11	2,348	2,359
Chilean Peso	-	672	672
Euro	5	953	958
Hong Kong Dollar	-	3,475	3,475
Indian Rupee	15	1,501	1,516
Japanese Yen	5	5,124	5,129
Mexican Nuevo Peso	-	553	553
Philippine Peso	-	1,599	1,599
Pound Sterling	79	6,379	6,458
Singapore Dollar	-	2,878	2,878
Swedish Krona	1	404	405
Swiss Franc	-	676	676
Thai Baht	11	1,769	1,780
Turkish Lira	-	654	654
US Dollar	9	14,187	14,196
Net assets	147	45,047	45,194

Aberdeen Financial Equity Fund

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £4,393,000 (2016 - £3,874,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £2,504,000 (2016 - £2,252,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	72	-	-	72
Distribution payable	-	203	-	-	203
Total financial liabilities	-	275	-	-	275
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	527	-	-	527
Distribution payable	-	265	-	-	265
Total financial liabilities	-	792	-	-	792

Aberdeen Financial Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Equities	6,262	11,268	10,607	26,087
Trades in the year before transactions costs	6,262	11,268	10,607	26,087
Commissions				
Equities	2	7	(4)	(11)
Total commissions	2	7	(4)	(11)
Taxes				
Equities	1	6	-	(3)
Total taxes	1	6	-	(3)
Other expenses				
Equities	-	1	(5)	(2)
Total other expenses	-	1	(5)	(2)
Total transaction costs	3	14	(9)	(16)
Total net trades in the year after transaction costs	6,265	11,282	10,598	26,071

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.03	0.06	0.04	0.04
Taxes				
Equities	0.02	0.05	-	0.01
Other expenses				
Equities	-	0.01	0.05	0.01

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.01	0.04
Taxes	0.01	0.02
Other expenses	0.01	0.01
Total costs	0.03	0.07

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - net sales of £1,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.11% (2016 - 0.21%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Financial Equity Fund

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	50,086	-	45,047	-
Level 2	-	-	-	-
Level 3	-	-	-	-
Total	50,086	-	45,047	-

Aberdeen Financial Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Income shares				
Group 1	3.68438	-	3.68438	5.20000
Group 2	-	3.68438	3.68438	5.20000
I Income shares				
Group 1	0.63585	-	0.63585	0.61000
Group 2	0.09008	0.54577	0.63585	0.61000

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Income shares				
Group 1	13.60031	-	13.60031	16.45000
Group 2	6.56496	7.03535	13.60031	16.45000
I Income shares				
Group 1	1.08899	-	1.08899	1.07000
Group 2	0.46874	0.62025	1.08899	1.07000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Global High Yield Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in a portfolio of sub-investment-grade debt and debt-related securities, denominated in or hedged back to sterling. A majority of the portfolio will invest in debt and debt-related securities issued by companies based in Europe and/or North America. The Fund may also invest in other transferable securities, including investment-grade debt and debt-related securities, equity and equity-related securities, money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates). The Fund may also invest to a minority extent in debt and debt-related securities of companies and governments based in developing countries.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Global High Yield Bond Fund – A Accumulation Shares increased by 8.64% compared to an increase of 9.77% in the benchmark, the Bloomberg Barclays Global High Yield Corporate Index (hedged to GBP).

Source: Lipper, basis: total return, published NAV to NAV, net of annual charges, UK net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The global high-yield market delivered a double-digit gain (in sterling terms) over the 12-month period ended 31 July 2017. Investors' enthusiasm for risk assets in the US was stoked by the election of Donald Trump as president in November 2016, given heightened expectations for fiscal stimulus to support the US economy. The rally was all the more impressive, as it occurred in the face of the US Federal Reserve's (Fed's) three 25-basis point hikes in the federal funds rate in December 2016, and March and June 2017, despite the threat of an impending unwinding of the Fed's balance sheet. Following its meeting in late July, at which it left its benchmark interest rate unchanged, the central bank commented that it plans to begin implementing its balance sheet normalisation program "relatively soon, provided that the economy evolves broadly as anticipated..." The yield on the five-year US Treasury note rose by 81 basis points (bps) to 1.84% over the reporting period. Investors' thirst for yield was clearly evident throughout the period, given the continued strong relative performance of lower-rated credits. CCC-rated issues significantly outperformed their higher-rated counterparts, gaining 21.64% for the period versus the 11.46% and 8.42% returns for B and BB rated credit, respectively. There was broad-based strength across industries as the basic industry, energy and banking sectors were among the strongest performers for the reporting period, while real estate, consumer non-cyclical, technology and electronics were the primary market laggards.

High-yield markets outside the US also performed well during the reporting period. European high yield gained ground despite investors' concerns over national elections in France and The Netherlands, which

were widely viewed as referendums on the European Union, as well as higher government interest rates as the Eurozone economy improved and investors began to brace for the beginning of the European Central Bank's (ECB's) tapering of its bond purchase program. Emerging-market corporate credit maintained its strong performance amid the upturn in commodity prices over the period.

Portfolio review

Fund performance relative to the benchmark Bloomberg Barclays Global High Yield Corporate Index (hedged to GBP) for the reporting period was bolstered mainly by security selection in the basic materials, energy and banking sectors, along with the exposure to sovereign debt, which is not represented in the benchmark index. Detractors during the period included security selection in the technology and electronics, consumer non-cyclical and media sectors, as well as an overweight allocation versus the benchmark to energy. The Fund's cash holdings also weighed on performance in a very strong market. Across the credit-rating spectrum, Fund performance for the period benefited substantially from both an underweight and security selection in the BB rated category. Conversely, Fund performance was hampered by an overweight to the AAA rated segment (i.e. cash) amid a risk-on market environment and, to a lesser degree, security selection in B rated issues.

Outlook

US President Donald Trump's attempts to pass any meaningful legislative changes have, to date, failed, and we believe that no significant progress will be made until 2018. However, the lack of stimulatory policy initiatives has not deterred risk assets from performing well, with the US broader equity market S&P 500 Index hovering at new record highs. While the Federal Reserve has continued to raise interest rates, US inflation data remain weaker than expected and, in our view, will likely persist given the lower oil price. In addition, during the second quarter, the US Treasury yield curve saw bear-flattening, widely considered to be an indicator of slowing economic growth. So how should one interpret these mixed signals? Well, given that the "baby boomer" generation continues to leave the productive workforce, we think that the US economy could be in a structurally lower growth phase for some time, the upturn in the second quarter notwithstanding. However, we believe that annualised GDP growth of 1.5% to 2.0% is sufficient for the majority of US high-yield companies to be profitable, generate cash flow and service their debt. Therefore, we maintain our view that this remains a good environment in which to be a credit investor. Interest-rate hikes are likely to continue but should not be so dramatic as to cause significant stress on companies.

At this stage, we are not overly concerned about default risk. In recent years we have seen a cathartic cleansing of the weakest balance sheets in the metals, mining and commodity sectors, which comprise roughly 22% of the US high-yield market. Stresses remain in the retail sector (encompassing about 5% of the market), but the broad US market is in decent shape, in our opinion. While emerging markets underperformed in the second quarter (due largely to ongoing Brazilian political scandals and lower oil prices), investor sentiment remains upbeat, as indicated by persistent positive inflows since the start of 2017. We continue to find value in primary issuance in emerging markets. In Europe, the ongoing economic recovery has raised the prospect of

Aberdeen Global High Yield Bond Fund

the ECB scaling back on quantitative easing, but in reality, given high structural unemployment, we believe that economic policy will remain accommodative. The UK faces challenges with Brexit likely to be a drag on growth and a tougher environment for the consumer, with low wage growth and weaker sterling. Broadly speaking, the credit cycle is mature, but these conditions can persist for some time until events or policy trigger a repricing of risk premia. We feel that global high-yield valuations are a little on the rich side but, given the low default outlook, offer sufficient compensation in a low-yield environment.

Global High Yield Team

August 2017

Aberdeen Global High Yield Bond Fund

Ongoing charges

	A Shares %	I Shares %	P Shares %	Q Shares %	Z Shares %
31 July 2017	1.37	0.77	0.58	0.48	0.12
31 July 2016	1.62	0.77	0.58	0.48	0.12
31 July 2015	1.61	0.76	0.57	0.47	0.11

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Global High Yield Bond Fund

Comparative table

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	144.67	146.36	148.07 ^A
Return before operating charges*	15.23	2.00	0.83
Operating charges	(2.08)	(2.28)	(2.38)
Return after operating charges*	13.15	(0.28)	(1.55)
Distributions on accumulation shares	(7.48)	(7.05)	(0.81)
Retained distributions on accumulation shares	7.08	5.64	0.65
Closing net asset value per share	157.42	144.67	146.36
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	9.09%	(0.19%)	(1.05%)
Other information			
Closing net asset value (£'000s)	93	127	350
Closing number of shares	58,991	87,713	239,460
Operating charges	1.37%	1.62%	1.61%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	158.11	146.96	148.46
Lowest share price (pence)	144.70	129.90	146.00

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	91.31	96.17	97.72 ^A
Return before operating charges*	9.23	0.27	0.45
Operating charges	(1.29)	(1.48)	(1.57)
Return after operating charges*	7.94	(1.21)	(1.12)
Distributions on income shares	(4.39)	(3.65)	(0.43)
Closing net asset value per share	94.86	91.31	96.17
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	8.70%	(1.26%)	(1.15%)
Other information			
Closing net asset value (£'000s)	95,371	189,152	278,408
Closing number of shares	100,540,625	207,159,202	289,502,487
Operating charges	1.37%	1.62%	1.61%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	96.43	96.55	97.98
Lowest share price (pence)	90.81	83.61	96.35

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	151.84	152.57	154.23 [^]
Return before operating charges*	16.04	2.11	(0.29)
Operating charges	(1.24)	(1.12)	(1.17)
Return after operating charges*	14.80	0.99	(1.46)
Distributions on accumulation shares	(8.84)	(8.62)	(1.01)
Retained distributions on accumulation shares	8.37	6.90	0.81
Closing net asset value per share	166.17	151.84	152.57
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	9.75%	0.65%	(0.95%)
Other information			
Closing net asset value (£'000s)	3,286	1,232	478
Closing number of shares	1,977,530	811,203	313,066
Operating charges	0.77%	0.77%	0.76%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	166.89	153.29	154.65
Lowest share price (pence)	151.87	135.89	152.18

[^] The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	87.00	91.62	93.11 ^A
Return before operating charges*	8.78	0.11	(0.29)
Operating charges	(0.69)	(0.66)	(0.71)
Return after operating charges*	8.09	(0.55)	(1.00)
Distributions on income shares	(4.70)	(4.07)	(0.49)
Closing net asset value per share	90.39	87.00	91.62
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	9.30%	(0.60%)	(1.07%)
Other information			
Closing net asset value (£'000s)	3,994	4,643	3,391
Closing number of shares	4,418,778	5,336,974	3,700,660
Operating charges	0.77%	0.77%	0.76%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	92.02	92.00	93.37
Lowest share price (pence)	86.55	79.68	91.88

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

P Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	87.64	92.30	93.80 ^A
Return before operating charges*	8.83	0.08	(0.46)
Operating charges	(0.53)	(0.51)	(0.53)
Return after operating charges*	8.30	(0.43)	(0.99)
Distributions on income shares	(4.90)	(4.23)	(0.51)
Closing net asset value per share	91.04	87.64	92.30
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	9.47%	(0.47%)	(1.06%)
Other information			
Closing net asset value (£'000s)	21,276	27,547	29,260
Closing number of shares	23,370,310	31,433,323	31,701,326
Operating charges	0.58%	0.58%	0.57%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	92.73	92.68	94.06
Lowest share price (pence)	87.18	80.27	92.57

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

P Gross Income shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	84.32	88.80	90.24 ^A
Return before operating charges*	8.77	1.11	(0.32)
Operating charges	(0.51)	(0.49)	(0.51)
Return after operating charges*	8.26	0.62	(0.83)
Distributions on income shares	(4.99)	(5.10)	(0.61)
Closing net asset value per share	87.59	84.32	88.80
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	9.80%	0.70%	(0.92%)
Other information			
Closing net asset value (£'000s)	953	1,285	1,390
Closing number of shares	1,088,038	1,524,195	1,565,801
Operating charges	0.58%	0.58%	0.57%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	89.22	89.17	90.52
Lowest share price (pence)	83.88	77.24	89.18

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

Q Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	87.63	92.29	93.79 ^A
Return before operating charges*	8.83	0.06	(0.54)
Operating charges	(0.43)	(0.42)	(0.44)
Return after operating charges*	8.40	(0.36)	(0.98)
Distributions on income shares	(4.98)	(4.30)	(0.52)
Closing net asset value per share	91.05	87.63	92.29
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	9.59%	(0.39%)	(1.04%)
Other information			
Closing net asset value (£'000s)	22,057	173,213	443,455
Closing number of shares	24,225,284	197,666,577	480,502,811
Operating charges	0.48%	0.48%	0.47%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	92.76	92.67	94.05
Lowest share price (pence)	87.19	80.26	92.57

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

Q Gross Income shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	84.32	88.81	90.25 ^A
Return before operating charges*	8.77	1.10	(0.40)
Operating charges	(0.42)	(0.40)	(0.42)
Return after operating charges*	8.35	0.70	(0.82)
Distributions on income shares	(5.03)	(5.19)	(0.62)
Closing net asset value per share	87.64	84.32	88.81
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	9.90%	0.79%	(0.91%)
Other information			
Closing net asset value (£'000s)	271	8,866	33,094
Closing number of shares	309,195	10,514,224	37,262,224
Operating charges	0.48%	0.48%	0.47%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	89.29	89.18	90.53
Lowest share price (pence)	83.94	77.25	89.20

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	146.85	146.80	148.30 ^A
Return before operating charges*	15.54	2.07	(1.12)
Operating charges	(0.19)	(0.17)	(0.16)
Return after operating charges*	15.35	1.90	(1.28)
Distributions on accumulation shares	(9.57)	(9.24)	(1.09)
Retained distributions on accumulation shares	9.07	7.39	0.87
Closing net asset value per share	161.70	146.85	146.80
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	10.45%	1.29%	(0.86%)
Other information			
Closing net asset value (£'000s)	526,188	552,307	539,354
Closing number of shares	325,401,058	376,092,763	367,405,182
Operating charges	0.12%	0.12%	0.11%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	162.39	148.24	148.73
Lowest share price (pence)	146.88	131.33	146.42

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Global High Yield Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
92.22% (2016: 90.54%)					
Bonds 92.22% (2016: 90.54%)					
Corporate Bonds 91.52% (2016: 87.67%)					
Argentina 0.60% (2016: 0.15%)					
Aeropuertos Argentina 2000 ^{oo}	6.8750	01/02/27	2,460,000	1,941	0.29
Cablevision	6.5000	15/06/21	1,900,000	1,527	0.23
IRSA Propiedades Comerciales	8.7500	23/03/23	670,000	564	0.08
				4,032	0.60
Australia 0.15% (2016: 0.58%)					
FMG Resources August 2006	4.7500	15/05/22	1,295,000	1,009	0.15
Barbados 0.44% (2016: nil)					
Columbus Cable Barbados ^{oo}	7.3750	30/03/21	3,655,000	2,960	0.44
Belgium nil (2016: 0.28%)					
Brazil 2.95% (2016: 1.96%)					
Banco Do Brasil	VAR	PERP	2,663,000	2,095	0.31
JBS USA Finance	5.7500	15/06/25	6,930,000	5,204	0.77
Petrobras Global Finance	8.7500	23/05/26	12,800,000	11,408	1.70
QGOG Constellation ^{oo}	6.2500	09/11/19	1,940,000	1,151	0.17
				19,858	2.95
Canada 3.98% (2016: 4.07%)					
Cenovus Energy	3.8000	15/09/23	611,000	465	0.07
First Quantum Minerals	7.2500	01/04/23	2,485,000	1,941	0.29
Gateway Casinos & Entertainment	8.2500	01/03/24	8,515,000	6,718	0.99
GFL Environmental	9.8750	01/02/21	6,184,000	5,078	0.75
GFL Environmental	5.6250	01/05/22	985,000	771	0.11
MEG Energy	6.3750	30/01/23	5,419,000	3,442	0.51
MEG Energy	7.0000	31/03/24	3,414,000	2,130	0.32
MEG Energy ^{oo}	6.5000	15/01/25	1,750,000	1,284	0.19
Taseko Mines	8.7500	15/06/22	3,632,000	2,738	0.41
Teine Energy	6.8750	30/09/22	500,000	384	0.06
Telesat	8.8750	15/11/24	2,169,000	1,855	0.28
				26,806	3.98
Chile 0.27% (2016: nil)					
Latam Finance	6.8750	11/04/24	2,372,000	1,845	0.27
China nil (2016: 0.54%)					
Dominican Republic 0.41% (2016: 0.27%)					
AES Andres Dominican Power	7.9500	11/05/26	3,332,000	2,729	0.41

Aberdeen Global High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
France 3.43% (2016: 1.36%)					
BNP Paribas ∞	VAR	PERP	2,667,000	2,240	0.33
HomeVi	6.8750	15/08/21	1,811,000	1,680	0.25
La Financiere Atalian	4.0000	15/05/24	3,455,000	3,229	0.48
Numericable	6.0000	15/05/22	7,605,000	6,035	0.90
Numericable∞	5.3750	15/05/22	2,290,000	2,135	0.32
Numericable	7.3750	01/05/26	1,478,000	1,214	0.18
SPCM	4.8750	15/09/25	8,470,000	6,594	0.97
				23,127	3.43
Germany 0.92% (2016: 0.70%)					
PrestigeBidCo	6.2500	15/12/23	1,312,000	1,271	0.19
Senvion	3.8750	25/10/22	5,441,000	4,950	0.73
				6,221	0.92
Guatemala 0.08% (2016: nil)					
Cementos Progreso Trust	7.1250	06/11/23	670,000	541	0.08
India 0.48% (2016: nil)					
JSW Steel	5.2500	13/04/22	4,200,000	3,218	0.48
Indonesia 0.40% (2016: 1.70%)					
Pertamina Persero (EMTN)	4.3000	20/05/23	3,440,000	2,718	0.40
Ireland 0.70% (2016: nil)					
Ardagh Packaging Finance	7.2500	15/05/24	3,975,000	3,328	0.49
Ardagh Packaging Finance	4.7500	15/07/27	1,382,000	1,396	0.21
				4,724	0.70
Italy 2.27% (2016: 1.93%)					
Gamenet	6.0000	15/08/21	1,120,000	1,049	0.16
Nuovo Trasporto Viaggiatori	FRN	01/06/23	2,782,000	2,539	0.38
Snaitech	6.3750	07/11/21	672,000	648	0.10
Wind Acquisition Finance	7.3750	23/04/21	10,181,000	8,040	1.18
Wind Acquisition Finance	4.7500	15/07/20	3,950,000	3,030	0.45
				15,306	2.27
Jersey 1.24% (2016: nil)					
LHC3	4.1250	15/08/24	1,804,000	1,632	0.24
Nemean Bondco	7.3750	01/02/24	6,950,000	6,707	1.00
				8,339	1.24
Kazakhstan 0.16% (2016: nil)					
Nostrum Oil & Gas Finance	8.0000	25/07/22	1,430,000	1,091	0.16

Aberdeen Global High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Luxembourg 2.83% (2016: 1.49%)					
Accudyne Industries	7.7500	15/12/20	2,980,000	2,350	0.35
Altice Finco	7.6250	15/02/25	3,615,000	2,941	0.44
Altice Finco	8.1250	15/01/24	2,000,000	1,646	0.24
DEA Finance	7.5000	15/10/22	7,647,000	7,419	1.11
INEOS [™]	5.3750	01/08/24	3,320,000	3,172	0.47
Kleopatra 1	8.5000	30/06/23	1,712,000	1,508	0.22
				19,036	2.83
Mauritius 0.30% (2016: nil)					
Liquid Telecommunications Financing	8.5000	13/07/22	2,590,000	2,004	0.30
Mexico 0.97% (2016: 0.19%)					
Alfa	6.8750	25/03/44	570,000	480	0.07
BBVA Bancomer Texas	6.7500	30/09/22	660,000	568	0.08
CEMEX	7.7500	16/04/26	4,065,000	3,538	0.53
Elementia	5.5000	15/01/25	740,000	589	0.09
Grupo Posadas	7.8750	30/06/22	740,000	588	0.09
Petroleos Mexicanos	5.3750	13/03/22	941,000	761	0.11
				6,524	0.97
Netherlands 3.82% (2016: 2.85%)					
Constellium	6.6250	01/03/25	4,435,000	3,364	0.50
Constellium [™]	8.0000	15/01/23	3,311,000	2,643	0.39
ING Groep	VAR	PERP	3,756,000	3,076	0.46
VimpelCom [™]	4.9500	16/06/24	2,439,000	1,862	0.28
VTR Finance	6.8750	15/01/24	8,015,000	6,482	0.96
Ziggo Secured Finance	5.5000	15/01/27	10,590,000	8,314	1.23
				25,741	3.82
Nigeria 0.66% (2016: nil)					
IHS Netherlands	9.5000	27/10/21	1,960,000	1,525	0.23
United Bank for Africa	7.7500	08/06/22	2,650,000	1,970	0.29
Zenith Bank	7.3750	30/05/22	1,304,000	975	0.14
				4,470	0.66
Peru 0.42% (2016: nil)					
Banco Internacional del Peru	VAR	19/03/29	670,000	563	0.08
InRetail Consumer	5.2500	10/10/21	2,330,000	1,839	0.28
InRetail Shopping Malls	6.5000	09/07/21	512,000	407	0.06
				2,809	0.42
Russian Federation 0.32% (2016: nil)					
Credit Bank of Moscow	5.8750	07/11/21	705,000	553	0.08
Evrz	6.5000	22/04/20	1,360,000	1,088	0.16
Sberbank of Russia	6.1250	07/02/22	655,000	542	0.08
				2,183	0.32

Aberdeen Global High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Serbia nil (2016: 0.19%)					
South Africa 0.32% (2016: nil)					
MTN Mauritius Investment	6.5000	13/10/26	2,700,000	2,133	0.32
Spain 1.49% (2016: 0.29%)					
Codere Finance 2 Luxembourg	6.7500	01/11/21	3,490,000	3,176	0.47
Obrascon Huarte Lain	4.7500	15/03/22	8,246,000	6,059	0.90
Obrascon Huarte Lain	5.5000	15/03/23	1,083,000	792	0.12
				10,027	1.49
Switzerland 0.29% (2016: 0.37%)					
UBS	VAR	PERP	2,291,000	1,948	0.29
Turkey 0.72% (2016: nil)					
Akbank ^{oo}	7.2000	16/03/27	1,694,000	1,340	0.20
Turkiye Garanti Bankasi	6.2500	20/04/21	4,340,000	3,506	0.52
				4,846	0.72
United Kingdom 9.60% (2016: 10.31%)					
Anglo American Capital	4.8750	14/05/25	8,325,000	6,741	1.00
Barclays	VAR	PERP	2,970,000	2,801	0.42
Boparan Finance ^{oo}	5.5000	15/07/21	3,401,000	3,351	0.50
Cabot Financial Luxembourg (EMTN)	8.3750	01/08/20	1,200,000	1,256	0.19
Corral Petroleum	11.7500	15/05/21	4,365,000	4,274	0.63
CPUK Finance	4.2500	28/02/47	1,597,000	1,616	0.24
CYBG	VAR	09/02/26	4,030,000	4,136	0.61
CYBG	VAR	PERP	4,085,000	4,095	0.61
Galaxy Finco	7.8750	15/11/21	1,500,000	1,536	0.23
Inmarsat Finance	4.8750	15/05/22	12,926,000	10,025	1.48
Lloyds Banking	VAR	PERP	2,998,000	3,579	0.53
Matalan Finance ^{oo}	6.8750	01/06/19	3,655,000	3,549	0.53
Nationwide Building Society (EMTN)	VAR	PERP	2,055,000	2,153	0.32
New Look Secured Issuer ^{oo}	6.5000	01/07/22	3,022,000	2,078	0.31
Ocado	4.0000	15/06/24	1,715,000	1,703	0.25
PGH Capital	6.6250	18/12/25	2,956,000	3,510	0.52
PizzaExpress Financing 2 ^{oo}	6.6250	01/08/21	2,573,000	2,533	0.38
Royal Bank of Scotland	VAR	PERP	1,400,000	1,502	0.22
Thomas Cook	6.2500	15/06/22	2,074,000	2,008	0.30
TVL Finance	8.5000	15/05/23	1,493,100	1,659	0.25
Virgin Media Finance	7.0000	15/04/23	500,000	533	0.08
				64,638	9.60
United States 51.30% (2016: 58.44%)					
Adient Global	4.8750	15/08/26	6,310,000	4,854	0.72
Airxcel	8.5000	15/02/22	3,631,000	2,919	0.43
Albertson's	6.6250	15/06/24	2,402,000	1,713	0.25
Albertsons	5.7500	15/03/25	7,055,000	4,789	0.71
Alliance Data Systems	5.8750	01/11/21	1,754,000	1,384	0.21

Aberdeen Global High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Alpine Finance Merger	6.8750	01/08/25	1,611,000	1,268	0.19
Altice US Finance I	5.3750	15/07/23	2,875,000	2,290	0.34
Altice US Finance I	5.5000	15/05/26	1,481,000	1,191	0.18
AMC Networks	4.7500	01/08/25	471,000	360	0.05
American Airlines 2013-2 Class B Pass Through Trust	5.6000	15/07/20	6,101,004	4,824	0.72
American Axle & Manufacturing ^{oo}	6.2500	01/04/25	9,990,000	7,549	1.12
AmeriGas Finance	5.8750	20/08/26	1,937,000	1,506	0.22
Antero Resources	5.1250	01/12/22	1,044,000	804	0.12
Argos Merger	7.1250	15/03/23	5,661,000	3,886	0.58
Avis Budget Car Rental ^{oo}	5.5000	01/04/23	5,942,000	4,541	0.67
Avis Budget Car Rental	6.3750	01/04/24	1,766,000	1,376	0.20
Avis Budget Car Rental ^{oo}	5.2500	15/03/25	1,037,000	766	0.11
Axalta Coating Systems	4.8750	15/08/24	1,470,000	1,151	0.17
Bank of America	VAR	PERP	2,685,000	2,245	0.33
Blue Racer Finance	6.1250	15/11/22	9,445,000	7,325	1.09
Boyd Gaming	6.3750	01/04/26	4,414,000	3,649	0.54
Callon Petroleum	6.1250	01/10/24	956,000	754	0.11
Calpine	5.7500	15/01/25	4,380,000	3,102	0.46
Carrizo Oil & Gas ^{oo}	6.2500	15/04/23	1,833,000	1,382	0.21
CCO Capital	5.7500	15/02/26	15,025,000	12,252	1.81
Cengage Learning	9.5000	15/06/24	9,409,000	6,209	0.92
CenturyLink	5.6250	01/04/20	1,978,000	1,579	0.23
CenturyLink	7.5000	01/04/24	1,298,000	1,069	0.16
Cenveo	6.0000	01/08/19	6,970,000	4,534	0.67
Change Healthcare Finance	5.7500	01/03/25	3,002,000	2,354	0.35
Cheniere Corpus Christi	5.8750	31/03/25	8,093,000	6,653	0.99
Citgo	10.7500	15/02/20	3,808,000	3,040	0.45
Continental Resources	3.8000	01/06/24	7,263,000	5,096	0.76
CSVAC Acquisition	7.7500	15/06/25	8,545,000	6,704	1.00
Diamond BC	5.6250	15/08/25	1,813,000	1,645	0.24
Dynegy ^{oo}	7.6250	01/11/24	4,675,000	3,497	0.52
Dynegy	7.3750	01/11/22	1,240,000	950	0.14
EMI Music Publishing	7.6250	15/06/24	2,974,000	2,504	0.37
Endo Finance	6.0000	15/07/23	1,902,000	1,251	0.19
Endo Finance	5.8750	15/10/24	300,000	236	0.03
Equinix	5.3750	01/04/23	7,236,000	5,708	0.85
First Data	5.3750	15/08/23	1,937,000	1,534	0.23
Fresh Market	9.7500	01/05/23	4,725,000	2,930	0.44
Frontier Communications	6.8750	15/01/25	8,935,000	5,373	0.80
Goldman Sachs	VAR	PERP	5,185,000	4,110	0.61
Hardwoods Acquisition	7.5000	01/08/21	6,895,000	4,629	0.69
HCA	5.8750	15/02/26	3,200,000	2,646	0.39
Hilcorp Energy Finance	5.7500	01/10/25	3,736,000	2,763	0.41
KB Home	7.0000	15/12/21	4,347,000	3,689	0.55
Kratos Defense & Security Solutions	7.0000	15/05/19	2,962,000	2,292	0.34
Landry's	6.7500	15/10/24	8,565,000	6,661	0.99
Lennar	4.5000	30/04/24	1,302,000	1,027	0.15
Level 3 Financing	5.3750	01/05/25	8,065,000	6,500	0.97
MGM Resorts International	4.6250	01/09/26	4,214,000	3,234	0.48

Aberdeen Global High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Nationstar Mortgage	6.5000	01/07/21	4,390,000	3,413	0.51
Nationstar Mortgage	6.5000	01/06/22	4,240,000	3,289	0.49
NCR	5.0000	15/07/22	4,610,000	3,584	0.53
Neiman Marcus	8.0000	15/10/21	4,470,000	1,873	0.28
New Enterprise Stone & Lime	10.1250	01/04/22	1,453,000	1,196	0.18
NRG Energy	7.2500	15/05/26	2,060,000	1,652	0.25
Oasis Petroleum ^{oo}	6.5000	01/11/21	4,853,000	3,635	0.54
Oasis Petroleum ^{oo}	6.8750	15/01/23	3,592,000	2,677	0.40
Park-Ohio Industries	6.6250	15/04/27	446,000	358	0.05
PBF Finance	7.0000	15/11/23	4,081,000	3,111	0.46
PBF Logistics Finance	6.8750	15/05/23	1,975,000	1,543	0.23
PetSmart	8.8750	01/06/25	1,049,000	754	0.11
PetSmart	5.8750	01/06/25	224,000	163	0.02
Post	5.0000	15/08/26	6,230,000	4,850	0.72
Prestige Brands	6.3750	01/03/24	840,000	684	0.10
Rite Aid ^{oo}	6.1250	01/04/23	10,030,000	7,541	1.12
Sabine Pass Liquefaction	5.8750	30/06/26	3,531,000	3,011	0.45
Sabine Pass Liquefaction	5.0000	15/03/27	3,300,000	2,681	0.40
Sabine Pass Liquefaction	5.6250	01/02/21	2,500,000	2,069	0.31
Sanchez Energy ^{oo}	6.1250	15/01/23	4,786,000	2,959	0.44
Scientific Games International	7.0000	01/01/22	8,612,000	6,957	1.03
Service International	5.3750	15/05/24	7,496,000	6,034	0.90
Silgan	3.2500	15/03/25	3,794,000	3,490	0.52
Sinclair Television	5.8750	15/03/26	8,553,000	6,763	1.00
Sinclair Television	5.6250	01/08/24	1,437,000	1,134	0.17
Sprint	7.8750	15/09/23	7,235,000	6,229	0.92
Steel Dynamics	5.5000	01/10/24	1,595,000	1,295	0.19
Steel Dynamics	5.1250	01/10/21	1,095,000	856	0.13
Summit Materials Finance	5.1250	01/06/25	51,000	40	0.01
Sunoco Finance	6.2500	15/04/21	9,018,000	7,148	1.06
Tenet Healthcare	8.1250	01/04/22	10,624,000	8,671	1.28
Tenet Healthcare	4.6250	15/07/24	3,006,000	2,269	0.34
Tenet Healthcare ^{oo}	6.7500	15/06/23	1,770,000	1,326	0.20
TerraForm Power Operating	5.8750	01/02/23	9,055,000	7,143	1.06
T-Mobile USA	6.0000	15/04/24	6,710,000	5,471	0.81
Trinseo Materials Operating ^{oo}	6.3750	01/05/22	6,214,000	5,916	0.88
Ultra Resources	6.8750	15/04/22	4,462,000	3,486	0.52
United Rentals North America	5.7500	15/11/24	4,705,000	3,792	0.56
United Rentals North America	6.1250	15/06/23	3,466,000	2,751	0.41
Valeant Pharmaceuticals ^{oo}	6.3750	15/10/20	9,755,000	7,196	1.07
Valeant Pharmaceuticals	5.8750	15/05/23	4,320,000	2,818	0.42
Whiting Petroleum	5.0000	15/03/19	8,300,000	6,193	0.92
Whiting Petroleum ^{oo}	5.7500	15/03/21	610,000	439	0.07
WR Grace & Co-Conn	5.6250	01/10/24	6,755,000	5,521	0.82
WR Grace & Co-Conn	5.1250	01/10/21	5,363,000	4,373	0.65

Aberdeen Global High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
XPO Logistics	6.1250	01/09/23	2,414,000	1,904	0.28
Zayo Capital	6.0000	01/04/23	8,649,000	6,913	1.03
				345,468	51.30
Total Corporate Bonds				616,351	91.52
Corporate Convertible Bonds 0.35% (2016: 0.60%)					
Luxembourg 0.35% (2016: 0.15%)					
Bank of New York Mellon Luxembourg (EMTN)	FRN	15/12/50	4,800,000	2,352	0.35
Spain nil (2016: 0.45%)					
Total Corporate Convertible Bonds				2,352	0.35
Government Bonds 0.35% (2016: 2.27%)					
Argentina nil (2016: 0.73%)					
Ghana nil (2016: 0.42%)					
Indonesia nil (2016: 0.87%)					
Paraguay 0.35% (2016: 0.25%)					
Paraguay (Republic of)	5.0000	15/04/26	2,928,000	2,365	0.35
Total Government Bonds				2,365	0.35
Total Bonds				621,068	92.22
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				621,068	92.22
Other transferable securities and money market instruments 1.70% (2016: 0.27%)					
Equities nil (2016: nil)					
United States nil (2016: nil)					
New Cotal Participation [□]			20	-	-
Total Equities				-	-
Bonds 1.70% (2016: 0.27%)					
Corporate Bonds 1.70% (2016: 0.27%)					
Luxembourg 0.01% (2016: 0.01%)					
Teksid Aluminum Luxembourg SARL	11.3750	15/07/11	12,974,000	58	0.01
Netherlands 0.24% (2016: nil)					
United	4.3750	01/07/22	1,811,000	1,619	0.24

Aberdeen Global High Yield Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
South Africa 0.39% (2016: 0.26%)					
Sappi Papier	7.5000	15/06/32	3,470,000	2,645	0.39
United Kingdom 0.76% (2016: nil)					
TalkTalk Telecom ^o	5.3750	15/01/22	4,948,000	5,106	0.76
United States 0.30% (2016: nil)					
AMC Entertainment ^o	6.3750	15/11/24	1,906,000	2,025	0.30
Momentive Performance ^o	8.8750	15/10/20	21,698,000	-	-
				2,025	0.30
Total Corporate Bonds				11,453	1.70
Total Bonds				11,453	1.70
Total Other transferable securities and money market instruments				11,453	1.70
Open Ended Investment Funds nil (2016: 3.22%)					
Derivatives 1.68% (2016: (1.24%))					
Future contracts nil (2016: nil)					
Future		Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %
CBT US 5 Year Note		29/09/17	(513)	(3)	-
Unrealised losses on future contracts				(3)	-

Aberdeen Global High Yield Bond Fund

Forward currency exchange contracts 1.68% (2016: (1.30%))

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	GBP	USD	08/08/17	1,999,805	2,573,000	49	0.01
BNP Paribas	GBP	EUR	08/08/17	1,602,100	1,784,000	6	-
Citigroup	EUR	GBP	08/08/17	200,000	176,109	3	-
Citigroup	GBP	USD	08/08/17	50,142,174	65,070,000	796	0.12
Citigroup	GBP	USD	08/08/17	7,658,356	10,000,000	75	0.01
Citigroup	GBP	USD	13/10/17	120,499,981	155,451,000	2,875	0.43
Goldman Sachs	GBP	USD	13/10/17	120,501,849	155,451,000	2,877	0.43
HSBC	GBP	USD	13/10/17	122,041,983	157,451,000	2,902	0.42
JPM Chase	EUR	GBP	08/08/17	350,000	310,065	3	-
JPM Chase	GBP	EUR	08/08/17	61,136,747	69,640,000	(1,150)	(0.17)
JPM Chase	GBP	USD	13/10/17	120,485,131	155,451,000	2,860	0.42
State Street	EUR	GBP	08/08/17	2,382,000	2,091,142	39	0.01
State Street	GBP	EUR	08/08/17	1,516,867	1,712,000	(14)	-
State Street	GBP	USD	08/08/17	622,128	801,000	15	-
State Street	GBP	USD	08/09/17	1,521,714	2,000,000	7	-
State Street	GBP	EUR	08/09/17	358,246	400,000	-	-
Unrealised gains on forward currency exchange contracts						11,343	1.68

Swaps nil (2016: 0.06%)

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Unrealised gains on derivatives						11,340	1.68
Total investments*						643,861	95.60
Other net assets						29,628	4.40
Total net assets						673,489	100.00

* A portion of this security is on loan at the year end.

* Including derivative liabilities.

‡ Unapproved/unquoted security.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Global High Yield Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	50,968	7.92	7.57

Collateral issuers	Market value of collateral received		Quality	Custodian
	£'000	Type		
UK Treasury	57,218	Government Bond	Investment grade	BNP Paribas
France (Government of)	1,327	Government Bond	Investment grade	BNP Paribas
Germany (Federal Republic of)	240	Government Bond	Investment grade	BNP Paribas
Luxembourg (Grand Duchy of)	45	Government Bond	Investment grade	BNP Paribas
Total collateral received	58,830			

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	58,830	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
EUR	1,612
GBP	57,218
Total collateral received	58,830

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
Barclays Bank	28,399	United Kingdom	Tri-party
JPM Chase	12,333	United States	Tri-party
Nomura	8,798	Japan	Tri-party
HSBC	1,438	United Kingdom	Tri-party
Total market value of securities lending	50,968		

Aberdeen Global High Yield Bond Fund

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	218	125.00
Direct operational costs (securities lending agent costs)	(44)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(44)	(25.00)
Net return	174	100.00

Aberdeen Global High Yield Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	1		29,418		(65,002)
Revenue	2	46,202		74,779	
Expenses	3	(2,580)		(5,918)	
Net revenue before taxation		43,622		68,861	
Taxation	4	(172)		(45)	
Net revenue after taxation			43,450		68,816
Total return before distributions			72,868		3,814
Distributions	5		(43,474)		(68,824)
Change in net assets attributable to shareholders from investment activities			29,394		(65,010)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		958,372		1,329,180
Amounts receivable on issue of shares	8,885		178,469	
Amounts payable on cancellation of shares	(354,812)		(513,246)	
		(345,927)		(334,777)
Dilution adjustment		1,044		746
Change in net assets attributable to shareholders from investment activities		29,394		(65,010)
Retained distributions on accumulation shares		30,604		28,233
Unclaimed distributions > 6 years		2		-
Closing net assets attributable to shareholders		673,489		958,372

Aberdeen Global High Yield Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		645,028	916,224
Current assets:			
Debtors	6	16,747	26,925
Cash and bank balances	7	18,524	81,448
Total assets		680,299	1,024,597
Liabilities:			
Investment liabilities		1,167	26,973
Provisions for liabilities	8	81	333
Creditors:			
Bank overdrafts		-	750
Other creditors	9	3,703	27,841
Distribution payable		1,859	10,328
Total liabilities		6,810	66,225
Net assets attributable to shareholders		673,489	958,372

Aberdeen Global High Yield Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains	52,184	81,259
Derivative contracts	2,110	3,118
Forward currency contracts losses	(24,430)	(160,745)
Other currency (losses)/gains	(469)	11,367
Transaction costs	-	(1)
Class actions	23	-
Net capital gains/(losses)	29,418	(65,002)

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	44,985	70,629
Revenue from collective investment schemes	850	2,241
Stock lending commission	174	90
Bank interest	101	112
Derivatives revenue	92	1,707
Total revenue	46,202	74,779

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	1,760	4,918
Operating, administrative and servicing fees	819	987
	2,579	5,905
<i>Other expenses:</i>		
Interest payable and similar charges	1	13
	1	13
Total expenses	2,580	5,918

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

Aberdeen Global High Yield Bond Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax	-	10
Double tax relief	-	(10)
Corporation tax prior year adjustment	-	8
Overseas withholding tax	172	37
Current tax charge	172	45
Total taxation	172	45

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	43,622	68,861
Corporation tax at 20% (2016 - 20%)	8,724	13,772
Effects of:		
Tax deductible on interest distributions	(8,696)	(13,762)
Corporation tax prior year adjustment	-	8
Double tax relief	(28)	(10)
Irrecoverable overseas withholding tax	172	37
Total taxation	172	45

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

Aberdeen Global High Yield Bond Fund

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
First interim	12,203	17,214
Second interim	9,865	19,088
Third interim	9,420	15,918
Final	9,916	15,161
	41,404	67,381
Add: Revenue deducted on cancellation of shares	2,128	2,812
Deduct: Revenue received on issue of shares	(58)	(1,369)
Distributions for the year	43,474	68,824
Total distributions	43,474	68,824

Details of the distribution per share are set out in the distribution tables on page 469.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	43,450	68,816
Add:		
Undistributed revenue brought forward	24	32
Deduct:		
Undistributed revenue carried forward	-	(24)
Distributions	43,474	68,824

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	10,616	14,973
Amounts receivable for issue of shares	26	47
Overseas withholding tax reclaimable	-	37
Sales awaiting settlement	4,731	7,317
Merger debtor	468	468
Currency transactions awaiting settlement	-	3,348
Other debtor	702	697
Tax reclaimable	203	38
Total debtors	16,747	26,925

7. Cash and bank balances

	2017 £'000	2016 £'000
Amounts held at futures clearing houses and brokers	471	-
Cash and bank balances	18,053	81,448
Total cash and bank balances	18,524	81,448

Aberdeen Global High Yield Bond Fund

8. Provisions for liabilities

	2017 £'000	2016 £'000
The provisions for liabilities comprise:		
CGT liability	81	333
Total provisions for liabilities	81	333

9. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	191	413
Amounts payable for cancellation of shares	277	2,688
Purchases awaiting settlement	3,235	21,368
Corporation tax payable	-	8
Currency transactions awaiting settlement	-	3,364
Total other creditors	3,703	27,841

10. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 455. £375,000 was due to the ACD (2016 - £2,972,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - £30,855,000).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 78% of the Fund's shares in issue.

11. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.25%

Class 'I': 0.65%

Class 'P': 0.46%

Class 'P' Gross: 0.46%

Class 'Q': 0.46%

Class 'Q' Gross: 0.46%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 435. The distribution per share class is given in the distribution tables on page 469. All share classes have the same rights on winding up.

Aberdeen Global High Yield Bond Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	P Income shares
Opening number of shares	87,713	207,159,202	811,203	5,336,974	31,433,323
Creations during the year	18,622	3,033,876	881,424	1,353,524	519,704
Cancellations during the year	(47,344)	(109,650,135)	(330,194)	(4,324,229)	(8,470,270)
Shares converted during the year	-	(2,318)	615,097	2,052,509	(112,447)
Closing shares in issue	58,991	100,540,625	1,977,530	4,418,778	23,370,310

	P Gross Income shares	Q Income shares	Q Gross Income shares	Z Accumulation shares
Opening number of shares	1,524,195	197,666,577	10,514,224	376,092,763
Creations during the year	7,388	1,375,390	-	1,070,506
Cancellations during the year	(443,545)	(173,744,605)	(9,291,553)	(51,145,214)
Shares converted during the year	-	(1,072,078)	(913,476)	(616,997)
Closing shares in issue	1,088,038	24,225,284	309,195	325,401,058

12. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Aberdeen Global High Yield Bond Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Barclays Bank	28,399	31,611	Government Bond
JPM Chase	12,333	16,296	Government Bond
Nomura	8,798	9,407	Government Bond
HSBC	1,438	1,516	Government Bond
Total	50,968	58,830	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	218	44	174

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	8,744	10,276	Government Bond
HSBC	8,368	8,811	Government Bond
JPM Chase	3,859	4,063	Government Bond
Nomura	4,682	5,141	Government Bond
Total	25,653	28,291	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	113	23	90

14. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

Aberdeen Global High Yield Bond Fund

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2017				
Euro	9,282	56,259	936	66,477
Pound Sterling	26,506	40,059	14,202	80,767
US Dollar	10,265	510,563	12,227	533,055
Total financial assets	46,053	606,881	27,365	680,299

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2016				
Canadian dollar	-	6,047	100	6,147
Euro	17,517	40,415	4,255	62,187
Pound Sterling	50,406	43,968	46,505	140,879
US Dollar	78,922	715,098	21,364	815,384
Total financial assets	146,845	805,528	72,224	1,024,597

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
2017				
Euro	-	-	3,235	3,235
Pound Sterling	-	-	3,572	3,572
US Dollar	-	-	3	3
Total financial liabilities	-	-	6,810	6,810

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
2016				
Canadian dollar	-	-	(2)	(2)
Euro	-	-	(7,089)	(7,089)
Pound Sterling	(750)	-	(42,932)	(43,682)
US Dollar	-	-	(15,452)	(15,452)
Total financial liabilities	(750)	-	(65,475)	(66,225)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

Aberdeen Global High Yield Bond Fund

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	1.97%	1.39%
Maximum VaR	2.69%	2.41%
Average VaR	2.26%	1.72%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.02%	1.26%	-	0.78%	2.06%
31 July 2016	-	1.46%	-	0.77%	2.23%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	27,375	4.06
Below investment grade (BB and below)	590,154	87.63
Unrated securities	14,992	2.23
Derivatives*	11,340	1.68
Net other assets	29,628	4.40
Net assets	673,489	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	61,173	6.38
Below investment grade (BB and below)	788,722	82.30
Unrated securities	20,416	2.13
Collective Investment Schemes	30,855	3.22
Derivatives*	(11,915)	(1.24)
Net other assets	69,121	7.21
Net assets	958,372	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Aberdeen Global High Yield Bond Fund

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
BNP Paribas	55	55
Citigroup	3,749	3,749
Goldman Sachs	2,877	2,877
HSBC	2,902	2,902
JPM Chase	2,863	2,863
State Street	61	61
Total exposure	12,507	12,507

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Swap contracts £'000	Total by counterparty £'000
Barclays	3,929	-	3,929
BNP Paribas	4,039	-	4,039
Citigroup	3,913	-	3,913
Deutsche Bank	194	-	194
JPM Chase	18	615	633
Royal Bank of Canada	1,359	-	1,359
State Street	991	-	991
Total exposure	14,443	615	15,058

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	1,167	-	-	1,167
<i>Non-derivatives</i>					
Provisions for liabilities	-	-	81	-	81
Other creditors	-	3,703	-	-	3,703
Distribution payable	-	1,859	-	-	1,859
Total financial liabilities	-	6,729	81	-	6,810

Aberdeen Global High Yield Bond Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	26,973	-	-	26,973
<i>Non-derivatives</i>					
Provision for liabilities	-	-	333	-	333
Bank overdrafts	750	-	-	-	750
Other creditors	-	27,841	-	-	27,841
Distribution payable	-	10,328	-	-	10,328
Total financial liabilities	750	65,142	333	-	66,225

15. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	323,020	582,465	588,144	973,303
Collective Investment Schemes	-	-	31,899	-
Equities	-	-	163	-
Trades in the year before transactions costs	323,020	582,465	620,206	973,303
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-

Aberdeen Global High Yield Bond Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £24,983,000 in the year (2016 - net purchases of £9,262,000 & net sales of £15,422,000).

There were transaction costs in respect of derivatives of £6,000 in the year (2016 - nil). The transaction costs in respect of derivatives expressed as a percentage of net asset value is 0.00% (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.72% (2016 - 0.82%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

Aberdeen Global High Yield Bond Fund

16. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1	-	3	-	-
Level 2	645,028	1,164	916,224	26,973
Level 3	-	-	-	-
Total	645,028	1,167	916,224	26,973

Aberdeen Global High Yield Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	2.01619	0.40324	1.61295	-	1.61295	1.35458
Group 2	0.81191	0.16238	0.64953	0.96342	1.61295	1.35458
A Income shares						
Group 1	1.27245	0.25449	1.01796	-	1.01796	0.89000
Group 2	0.95987	0.19197	0.76790	0.25006	1.01796	0.89000
I Accumulation shares						
Group 1	2.34673	0.46935	1.87738	-	1.87738	1.64844
Group 2	0.97164	0.19433	0.77731	1.10007	1.87738	1.64844
I Income shares						
Group 1	1.34460	0.26892	1.07568	-	1.07568	0.99000
Group 2	0.68827	0.13765	0.55062	0.52506	1.07568	0.99000
P Income shares						
Group 1	1.40189	0.28038	1.12151	-	1.12151	1.03000
Group 2	0.69109	0.13822	0.55287	0.56864	1.12151	1.03000
P Gross Income shares						
Group 1	1.34926	-	1.34926	-	1.34926	1.25000
Group 2	1.10926	-	1.10926	0.24000	1.34926	1.25000
Q Income shares						
Group 1	1.41348	0.28270	1.13078	-	1.13078	1.05000
Group 2	0.64253	0.12851	0.51402	0.61676	1.13078	1.05000
Q Gross Income shares						
Group 1	1.32105	-	1.32105	-	1.32105	1.27000
Group 2	0.75105	-	0.75105	0.57000	1.32105	1.27000
Z Accumulation shares						
Group 1	2.50939	0.50188	2.00751	-	2.00751	1.78356
Group 2	1.13443	0.22689	0.90754	1.09997	2.00751	1.78356

Aberdeen Global High Yield Bond Fund

Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	1.80529	-	1.80529	1.50567
Group 2	0.29997	1.50532	1.80529	1.50567
A Income shares				
Group 1	1.12704	-	1.12704	0.98000
Group 2	0.28973	0.83731	1.12704	0.98000
I Accumulation shares				
Group 1	2.14013	-	2.14013	1.83501
Group 2	1.17695	0.96318	2.14013	1.83501
I Income shares				
Group 1	1.21151	-	1.21151	1.09000
Group 2	0.31496	0.89655	1.21151	1.09000
P Income shares				
Group 1	1.26290	-	1.26290	1.13000
Group 2	0.62748	0.63542	1.26290	1.13000
P Gross Income shares				
Group 1	1.21627	-	1.21627	1.36000
Group 2	1.21627	-	1.21627	1.36000
Q Income shares				
Group 1	1.29492	-	1.29492	1.14000
Group 2	0.61863	0.67629	1.29492	1.14000
Q Gross Income shares				
Group 1	1.24132	-	1.24132	1.38000
Group 2	1.24132	-	1.24132	1.38000
Z Accumulation shares				
Group 1	2.32555	-	2.32555	1.94517
Group 2	1.57951	0.74604	2.32555	1.94517

Aberdeen Global High Yield Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	1.76437	-	1.76437	1.27419
Group 2	0.81089	0.95348	1.76437	1.27419
A Income shares				
Group 1	1.08845	-	1.08845	0.82000
Group 2	0.91486	0.17359	1.08845	0.82000
I Accumulation shares				
Group 1	2.09007	-	2.09007	1.58648
Group 2	0.44260	1.64747	2.09007	1.58648
I Income shares				
Group 1	1.16738	-	1.16738	0.93000
Group 2	0.17449	0.99289	1.16738	0.93000
P Income shares				
Group 1	1.21724	-	1.21724	0.97000
Group 2	0.57805	0.63919	1.21724	0.97000
P Gross Income shares				
Group 1	1.17111	-	1.17111	1.16000
Group 2	1.17111	-	1.17111	1.16000
Q Income shares				
Group 1	1.23967	-	1.23967	0.99000
Group 2	0.40899	0.83068	1.23967	0.99000
Q Gross Income shares				
Group 1	1.19319	-	1.19319	1.18000
Group 2	1.19319	-	1.19319	1.18000
Z Accumulation shares				
Group 1	2.27226	-	2.27226	1.69870
Group 2	1.37846	0.89380	2.27226	1.69870

Aberdeen Global High Yield Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.89718	-	1.89718	1.50528
Group 2	1.21217	0.68501	1.89718	1.50528
A Income shares				
Group 1	1.15710	-	1.15710	0.96000
Group 2	0.75694	0.40016	1.15710	0.96000
I Accumulation shares				
Group 1	2.25844	-	2.25844	1.82775
Group 2	1.57078	0.68766	2.25844	1.82775
I Income shares				
Group 1	1.24535	-	1.24535	1.06000
Group 2	0.63334	0.61201	1.24535	1.06000
P Income shares				
Group 1	1.29821	-	1.29821	1.10000
Group 2	0.64790	0.65031	1.29821	1.10000
P Gross Income shares				
Group 1	1.24879	-	1.24879	1.33000
Group 2	1.24879	-	1.24879	1.33000
Q Income shares				
Group 1	1.31818	-	1.31818	1.12000
Group 2	0.84021	0.47797	1.31818	1.12000
Q Gross Income shares				
Group 1	1.27357	-	1.27357	1.36000
Group 2	1.27357	-	1.27357	1.36000
Z Accumulation shares				
Group 1	2.46219	-	2.46219	1.96308
Group 2	1.60089	0.86130	2.46219	1.96308

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Japan Equity Fund

For the year ended 31 July 2017

Investment objective and policy

To produce capital growth. The objective will be achieved through investment in a diversified portfolio of Japanese securities.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Japan Equity Fund – A Accumulation Shares increased by 7.56% compared to an increase of 16.81% in the benchmark, the Topix (Tokyo First Section) Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Japanese equities rose in the review period. Sentiment was affected by a slew of external events that moved the stockmarket in both directions. In particular, the UK's shock decision to leave the European Union and Theresa May's subsequent snap-election gamble that left her weakened ahead of Brexit negotiations, Donald Trump's unexpected election as US president, which had initially whet risk appetite on hopes that he would usher in a raft of pro-business reform. However, these did not materialise after repeated failure to repeal and replace Obamacare, on which major fiscal reforms were predicated.

At home, the economy strung together its longest growth streak since the noughties. Although the labour market was at full employment, wage growth stayed sluggish. As such, consumer prices remained flat, helped in part by stable energy prices. Attempts by Opec and other producers to alleviate the oversupply proved futile amid record US shale output. The absence of inflationary pressure forced the Bank of Japan to defer its inflation deadline for a sixth time, even as it maintained its negative interest rate policy and stimulus programme. Its dovish stance appears out of sync with the Federal Reserve, which moved to unilaterally normalise interest rates, although Europe and other major central banks also kept policy accommodative.

On the political front, Prime Minister Shinzo Abe's popularity waned following a humiliating local election loss, allegations of cronyism and the series of scandals that felled key ministers. He reshuffled both the cabinet and party cadres to try and rebuild public trust. Widely expected to seek a third straight term as party chief next September, Abe seems likely to face opposition within party ranks to remain in power.

Portfolio review

At the stock level, contributing to relative return was an overweight to specialty chemicals manufacturer Shin-Etsu Chemical, which was buoyed by healthy earnings, with improved profitability across all divisions. In particular, it is benefiting from rising global demand for silicon wafers, as well as firm pricing for PVC amid tightening environmental regulations. Also benefiting the fund was an overweight to baby products maker Pigeon, on the back of a better outlook for its business in both China and Japan. Another key contributor was an overweight to sensor maker Keyence, which continued to perform well amid good demand for automation, further underpinned by its consultancy-based sales approach.

Conversely, detractors from fund performance included an overweight to medical diagnostics company Sysmex, as its shares retreated on concerns that its inventory adjustment in China may be prolonged.

Also costing the fund was an overweight to Japan Tobacco, which saw its shares come under pressure as competing novel nicotine products continued to take market share from its domestic cigarette sales.

Another detractor was the overweight to Astellas Pharma, on the back of slowing sales of its blockbuster prostate cancer treatment, Xtandi.

In portfolio activity, we already mentioned in the interim review the exit of both Canon and Unicharm on concerns over their deteriorating business prospects as well as the inclusion of snack-food maker Calbee. Since then, we have introduced a handful of well-regarded names, Shionogi, a drugmaker with an edge in infectious diseases such as HIV. We like the management for its focus, as well as the diversified pipelines of both existing and new drugs, with no concerns over expiring patents in the near term. Nippon Paint, which we like for its robust franchise in the highly-profitable decorative paints segment across Asia, which we believe complements Kansai Paint's market-leading position in the automotive paint business. Cosmetics company Shiseido, which has made good progress on restructuring the business. Under the helm of President Masahiko Uotani – the first outsider to lead the company – Shiseido has addressed underperforming brands, executed on cost structure reforms, and aligned executives behind an incentive-based pay structure. We believe there is more progress that can be made on the company's brands and profitability, especially for its overseas business. Leading local furniture and home-furnishings retailer Nitori, which has a sterling reputation after 30 consecutive years of growing sales and profits. This stems from an innovative approach to merchandising and supply-chain management. We believe there's further room to grow, given its customer-base, merchandise, and early-stage expansion into the US and China.

Stanley Electric, one of the largest automotive-lighting manufacturers globally. It supplies major carmakers, including Honda, Toyota and Mazda. The shift to LED headlamps should give it a cost advantage because it makes its own LEDs. Innovative safety features built into its headlamps further improves its prospects. Stanley is also progressive in returning excess capital to shareholders.

Outlook

Looking ahead, the Japanese stockmarket is likely to maintain its current trajectory. On the economic front, both the pace of growth and its underlying drivers appear set to keep the country on its longest growth streak since the 2000s, with domestic demand starting to play a key role. The severity of the labour shortage should see wages rising eventually. This will place consumption on a firmer footing, while improving the probability of the central bank achieving its inflation target. All this, however, is predicated on central bank policymakers maintaining their nerve, particularly as their counterparts in the West start to consider withdrawing stimulus. In politics, Prime Minister Abe's cabinet reshuffle should prevent further erosion of his waning popularity, with the infusion of an uncontroversial line-up of veterans and reliable hands. The lack of a credible opposition also offers some comfort, although the aftertaste from the recent spate of scandals may limit the amount of wriggle room in pushing through much needed economic reform. Within the portfolio, the underlying holdings continue to invest to maintain their lead in their respective markets. Led by experienced management and backed by ample financial muscle, we feel that these companies should be able to face any challenge they may encounter and continue to thrive.

Aberdeen Japan Equity Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.62	0.87	0.12
31 July 2016	1.61	0.86	0.11
31 July 2015	1.63	0.88	0.13

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Concentrated portfolio: The Fund may hold a limited number of investments. If one of these investments declines in value this can have a greater impact on the fund's value than if it held a larger number of investments.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Japan Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	213.29	171.34	148.79
Return before operating charges*	18.75	44.76	25.18
Operating charges	(3.60)	(2.81)	(2.63)
Return after operating charges*	15.15	41.95	22.55
Distributions on accumulation shares	(0.27)	-	-
Retained distributions on accumulation shares	0.27	-	-
Closing net asset value per share	228.44	213.29	171.34
 * after direct transaction costs of:	 -	 0.04	 0.03
Performance			
Return after charges	7.10%	24.48%	15.16%
Other information			
Closing net asset value (£'000s)	35,634	44,768	53,216
Closing number of shares	15,599,268	20,989,289	31,059,196
Operating charges	1.61%	1.61%	1.63%
Direct transaction costs	-	0.02%	0.02%
Prices			
Highest share price (pence)	237.57	213.34	187.90
Lowest share price (pence)	208.11	149.64	140.88

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Japan Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	227.55	181.42	156.34
Return before operating charges*	20.07	47.74	26.60
Operating charges	(2.06)	(1.61)	(1.52)
Return after operating charges*	18.01	46.13	25.08
Distributions on accumulation shares	(2.16)	(1.55)	(1.32)
Retained distributions on accumulation shares	2.16	1.55	1.32
Closing net asset value per share	245.56	227.55	181.42
 * after direct transaction costs of:	 -	 0.04	 0.03
Performance			
Return after charges	7.91%	25.43%	16.04%
Other information			
Closing net asset value (£'000s)	424,674	653,880	463,868
Closing number of shares	172,941,989	287,353,306	255,687,055
Operating charges	0.86%	0.86%	0.88%
Direct transaction costs	-	0.02%	0.02%
Prices			
Highest share price (pence)	255.16	227.59	198.52
Lowest share price (pence)	222.62	158.65	148.29

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Japan Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	246.79	195.40	167.13
Return before operating charges*	21.80	51.60	28.51
Operating charges	(0.28)	(0.21)	(0.24)
Return after operating charges*	21.52	51.39	28.27
Distributions on accumulation shares	(4.31)	(3.00)	(2.79)
Retained distributions on accumulation shares	4.31	3.00	2.79
Closing net asset value per share	268.31	246.79	195.40
 * after direct transaction costs of:	 -	 0.04	 0.04
Performance			
Return after charges	8.72%	26.30%	16.91%
Other information			
Closing net asset value (£'000s)	55	346	8,654
Closing number of shares	20,368	140,268	4,428,713
Operating charges	0.11%	0.11%	0.13%
Direct transaction costs	-	0.02%	0.02%
Prices			
Highest share price (pence)	278.57	246.83	213.34
Lowest share price (pence)	241.54	171.08	158.79

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Japan Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
99.24% (2016: 99.15%)			
Equities 99.24% (2016: 99.15%)			
Basic Materials 8.79% (2016: 8.70%)			
Chemicals 8.79% (2016: 8.70%)			
Kansai Paint Co ^o	370,500	6,435	1.40
Nippon Paint Holdings Co	234,000	6,827	1.48
Shin-Etsu Chemical Co	392,000	27,192	5.91
		40,454	8.79
Total Basic Materials			
		40,454	8.79
Consumer Goods 29.49% (2016: 27.86%)			
Automobiles & Parts 7.72% (2016: 8.43%)			
Aisin Seiki Co	52,500	2,069	0.45
Denso Corp	202,000	7,352	1.60
Honda Motor Co	399,700	8,525	1.85
Stanley Electric Co Ltd	245,900	6,161	1.34
Toyota Motor Corp	267,000	11,421	2.48
		35,528	7.72
Food Producers 2.21% (2016: nil)			
Calbee Inc	325,000	10,196	2.21
Household Goods & Home Construction 5.08% (2016: 5.33%)			
Makita Corp	474,000	14,024	3.04
Rinnai Corp	65,800	4,648	1.01
Sekisui House	360,000	4,723	1.03
		23,395	5.08
Leisure Goods 2.32% (2016: 1.60%)			
Shimano Inc	96,000	10,663	2.32
Personal Goods 7.17% (2016: 7.53%)			
Asics Corp	499,000	6,872	1.49
Mandom Corp	157,700	6,582	1.43
Pigeon Corp	492,000	13,814	3.00
Shiseido	215,200	5,760	1.25
		33,028	7.17
Tobacco 4.99% (2016: 4.97%)			
Japan Tobacco Inc	873,200	22,970	4.99
Total Consumer Goods			
		135,780	29.49

Aberdeen Japan Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Consumer Services 9.83% (2016: 9.78%)			
General Retailers 7.15% (2016: 5.82%)			
Nitori Holdings Co Ltd	58,000	6,191	1.34
Seven & i Holdings Co	674,960	20,587	4.48
USS Co	402,100	6,144	1.33
		32,922	7.15
Travel & Leisure 2.68% (2016: 3.96%)			
East Japan Railway Co	173,900	12,350	2.68
Total Consumer Services		45,272	9.83
Financials 13.34% (2016: 14.36%)			
Banks 3.00% (2016: 3.19%)			
Suruga Bank	755,500	13,801	3.00
Financial Services 5.17% (2016: 5.08%)			
AEON Financial Service Co	500,000	8,238	1.79
Concordia Financial	1,486,000	5,678	1.23
Japan Exchange Group Inc	728,500	9,902	2.15
		23,818	5.17
Real Estate Investment & Services 5.17% (2016: 6.09%)			
Daito Trust Construction Co	115,500	14,775	3.21
Mitsubishi Estate Co	654,400	9,007	1.96
		23,782	5.17
Total Financials		61,401	13.34
Health Care 9.11% (2016: 9.47%)			
Health Care Equipment & Services 3.34% (2016: 2.52%)			
Sysmex Corp	354,500	15,356	3.34
Pharmaceuticals & Biotechnology 5.77% (2016: 6.95%)			
Astellas Pharma Inc	728,000	7,032	1.52
Chugai Pharmaceutical Co	452,000	13,745	2.98
Shionogi & Co	144,200	5,828	1.27
		26,605	5.77
Total Health Care		41,961	9.11
Industrials 19.37% (2016: 19.57%)			
Electronic & Electrical Equipment 4.74% (2016: 4.71%)			
Keyence Corp	62,314	21,821	4.74

Aberdeen Japan Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Industrial Engineering 14.63% (2016: 14.86%)			
Amada Co	2,115,000	18,294	3.97
Daikin Industries Ltd	181,500	14,571	3.17
FANUC Corp	115,000	17,814	3.87
Nabtesco Corp	677,500	16,650	3.62
		67,329	14.63
Total Industrials		89,150	19.37
Technology 5.52% (2016: 4.68%)			
Software & Computer Services 5.52% (2016: 2.77%)			
SCSK Corp	280,400	8,970	1.95
Yahoo Japan Corp [∞]	4,805,000	16,460	3.57
		25,430	5.52
Technology Hardware & Equipment nil (2016: 1.91%)			
Total Technology		25,430	5.52
Telecommunications 3.79% (2016: 4.73%)			
Mobile Telecommunications 3.79% (2016: 4.73%)			
KDDI Corp	870,000	17,436	3.79
Total Telecommunications		17,436	3.79
Total Equities		456,884	99.24
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		456,884	99.24
Open Ended Investment Funds nil (2016: nil)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	1	1	-
Total investments		456,885	99.24
Other net assets		3,478	0.76
Total net assets		460,363	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen Japan Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	17,779	3.89	3.86

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
France (Government of)	3,245	Government Bond	Investment grade	BNP Paribas
Caixabank	905	Equity	Main market listing	BNP Paribas
Royal Dutch Shell	905	Equity	Main market listing	BNP Paribas
Bankinter	904	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	901	Equity	Main market listing	BNP Paribas
Eni	901	Equity	Main market listing	BNP Paribas
Coca-Cola HBC	898	Equity	Main market listing	BNP Paribas
Paddy Power Betfair	897	Equity	Main market listing	BNP Paribas
HSBC	890	Equity	Main market listing	BNP Paribas
Red Electrica	880	Equity	Main market listing	BNP Paribas
Other Equity	7,183	Equity	Main market listing	BNP Paribas
Other Government Bond	988	Government Bond	Investment grade	BNP Paribas
Total collateral received	19,497			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		19,497	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
CHF		308
DKK		919
EUR		10,527
GBP		5,225
JPY		1,068
SEK		9
USD		1,441
Total collateral received		19,497

Aberdeen Japan Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
Citigroup	16,282	United States	Tri-party
Deutsche Bank	1,497	Germany	Tri-party
Total market value of securities lending	17,779		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	49	125.00
Direct operational costs (securities lending agent costs)	(10)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(10)	(25.00)
Net return	39	100.00

Aberdeen Japan Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains	1		47,339		156,272
Revenue	2	11,563		11,854	
Expenses	3	(5,656)		(5,716)	
Net revenue before taxation		5,907		6,138	
Taxation	4	(1,152)		(1,212)	
Net revenue after taxation			4,755		4,926
Total return before distributions			52,094		161,198
Distributions	5		(4,755)		(4,953)
Change in net assets attributable to shareholders from investment activities			47,339		156,245

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		698,994		525,738
Amounts receivable on issue of shares	54,589		240,563	
Amount receivable on in specie transfers ^A	-		(7,719)	
Amounts payable on cancellation of shares	(344,710)		(220,915)	
		(290,121)		11,929
Dilution adjustment		376		621
Change in net assets attributable to shareholders from investment activities		47,339		156,245
Retained distributions on accumulation shares		3,775		4,461
Closing net assets attributable to shareholders		460,363		698,994

^A Relating to in specie transfer to BNP Paribas Trust Services Singapore Limited on 9 November 2015.

Aberdeen Japan Equity Fund

Balance sheet As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		456,885	693,085
Current assets:			
Debtors	6	12,600	101,068
Cash and bank balances		1,056	3,957
Total assets		470,541	798,110
Liabilities:			
Creditors:			
Other creditors	7	10,178	99,116
Total liabilities		10,178	99,116
Net assets attributable to shareholders		460,363	698,994

Aberdeen Japan Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	48,846	156,431
Other currency losses	(1,507)	(159)
Net capital gains	47,339	156,272

2. Revenue

	2017 £'000	2016 £'000
Overseas dividends	11,522	11,824
Revenue from collective investment schemes	1	-
Stock lending commission	39	18
Bank interest	1	12
Total revenue	11,563	11,854

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	4,954	5,020
Operating, administrative and servicing fees	702	696
Total expenses	5,656	5,716

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	1,152	1,212
Current tax charge	1,152	1,212
Total taxation	1,152	1,212

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Japan Equity Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	5,907	6,138
Corporation tax at 20% (2016 - 20%)	1,181	1,228
Effects of:		
Non-taxable overseas dividends	(2,304)	(2,365)
Excess management expenses	1,123	1,137
Irrecoverable overseas withholding tax	1,152	1,212
Total taxation	1,152	1,212

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £8,894,000 (2016 - £7,771,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Final	3,775	4,461
Add: Revenue deducted on cancellation of shares	1,127	778
Deduct: Revenue received on issue of shares	(147)	(286)
Distributions for the year	4,755	4,953
Total distributions	4,755	4,953

Details of the distribution per share are set out in the distribution tables on page 493.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	4,755	4,926
Add:		
Movement between share classes due to conversion	-	21
Revenue deficit transfer from capital account	-	6
Distributions	4,755	4,953

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	973	1,785
Amounts receivable for issue of shares	10	40
Sales awaiting settlement	6,217	49,615
Currency transactions awaiting settlement	5,400	49,628
Total debtors	12,600	101,068

Aberdeen Japan Equity Fund

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	369	555
Amounts payable for cancellation of shares	3,291	48,946
Purchases awaiting settlement	1,121	-
Currency transactions awaiting settlement	5,397	49,615
Total other creditors	10,178	99,116

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 483. £3,602,000 was due to the ACD (2016 - £49,394,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £1,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Windsor Life Assurance Co Ltd held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 68% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 475. The distribution per share class is given in the distribution tables on page 493. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	Z Accumulation shares
Opening number of shares	20,989,289	287,353,306	140,268
Creations during the year	16,406,200	7,592,000	10,200
Cancellations during the year	(21,761,400)	(122,035,800)	(130,100)
Shares converted during the year	(34,821)	32,483	-
Closing shares in issue	15,599,268	172,941,989	20,368

Aberdeen Japan Equity Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Citigroup	12,261	13,599	Equity
Citigroup	4,021	4,233	Government Bond
Deutsche Bank	1,497	1,665	Equity
Total	17,779	19,497	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	49	10	39

Aberdeen Japan Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Barclays Bank	6,939	7,448	Government Bond
BNP Paribas	3,145	3,442	Equity
BNP Paribas	5,586	5,880	Government Bond
Deutsche Bank	29,451	32,650	Equity
Deutsche Bank	2,561	2,696	Government Bond
Societe Generale	637	703	Equity
Total	48,319	52,819	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	23	5	18

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Japanese Yen	960	456,884	457,844
Pound Sterling	2,518	1	2,519
Net assets	3,478	456,885	460,363

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Japanese Yen	1,786	693,085	694,871
Pound Sterling	4,123	-	4,123
Net assets	5,909	693,085	698,994

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £45,784,000 (2016 - £69,487,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Aberdeen Japan Equity Fund

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £22,844,000 (2016 - £34,654,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	10,178	-	-	10,178
Total financial liabilities	-	10,178	-	-	10,178
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	99,116	-	-	99,116
Total financial liabilities	-	99,116	-	-	99,116

Aberdeen Japan Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Collective Investment Schemes	12,521	-	12,520	-
Equities	107,454	186,346	392,686	159,486
Trades in the year before transactions costs	119,975	186,346	405,206	159,486
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	62	87	(122)	(46)
Total commissions	62	87	(122)	(46)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	62	87	(122)	(46)
Total net trades in the year after transaction costs	120,037	186,433	405,084	159,440

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.06	0.05	0.03	0.03
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.03	0.02
Taxes	-	-
Other expenses	-	-
Total costs	0.03	0.02

Aberdeen Japan Equity Fund

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £7,602,967). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.15% (2016 - 0.21%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	456,884	-	693,085	-
Level 2	1	-	-	-
Level 3	-	-	-	-
Total	456,885	-	693,085	-

Aberdeen Japan Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.26801	-	0.26801	-
Group 2	-	0.26801	0.26801	-
I Accumulation shares				
Group 1	2.15806	-	2.15806	1.55080
Group 2	1.04913	1.10893	2.15806	1.55080
Z Accumulation shares				
Group 1	4.31258	-	4.31258	2.99730
Group 2	2.80319	1.50939	4.31258	2.99730

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Latin American Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund's investment objective is long-term total return to be achieved by investing in equities and equity-related securities of Latin American companies or companies with significant activities in Latin America.

Note: The term 'total return' means a combination of income and capital growth and no positive return is implied.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Latin American Equity Fund – A Accumulation Shares increased by 21.24% compared to an increase of 18.86% in the benchmark, the MSCI EM Latin America 10/40 NR Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Latin American equities rose in the year under review, although lagging the broader emerging markets. Sentiment was buoyed by a positive outlook for the asset class, Donald Trump's pledge to cut US taxes and three well-signaled US Federal Reserve interest rate hikes. Political events in Brazil, the region's largest economy, also swayed markets. Dilma Rousseff's impeachment and optimism over new President Michel Temer's reform agenda lifted equities for much of the year, but in May 2017 Temer became embroiled in a corruption scandal that echoed his predecessor's transgressions. The stockmarket saw its worst one-day decline since 2008 and the real fell by nearly 8%. Temer denied any wrongdoing, rejected calls to step down, and Congress later voted against his indictment. However, the scandal delayed a decision on proposed changes to the pension system. Meanwhile, Mexican stocks and the peso shrugged off a beating in the lead-up to the US presidential elections, rebounding in the second half of the review period. The economy defied fears of Trump's protectionist rhetoric, expanding 1.8% in the 2017 second quarter, as exports reached a new high. In Chile, the stockmarket saw record foreign inflows, amid improving consumer confidence and greater clarity over the upcoming presidential elections in November. The central bank cut rates for the first time since 2014, as economic growth faltered and inflation fell to its lowest in three years. Elsewhere, Argentina was hurt by MSCI's decision not to restore its emerging-market status despite a host of market-friendly policies from President Mauricio Macri.

Portfolio review

Good stock selection in Brazil was the largest contributor to relative performance. Bradespar re-rated after the announcement of a

transformational restructuring of its primary asset, iron ore miner Vale. Fashion retailer Arezzo was buoyed by good quarterly results and gains in market share. Not holding electronic payment solutions company Cielo benefited the fund, as the stock suffered from increasing concerns regarding the relationship with controlling shareholder Bradesco and ongoing regulatory uncertainty. The lack of exposure to state-owned energy company Petrobras also helped, as it came under pronounced pressure during the market sell-off.

Conversely, not holding Mexican telecommunications operator America Movil hurt fund performance, as the stock rose after it posted better-than-expected profits. Holdings Grana y Montero and BRF were the key detractors. Grana y Montero became embroiled in a corruption investigation in Peru following allegations by former project partner Odebrecht. Grana y Montero strenuously denied the allegation and launched an internal investigation led by independent lawyers. It also began a board renewal process to add some well-known independent directors. Separately, BRF's shares fell after an investigation into corruption across the domestic meat sector led some countries to temporarily suspend meat imports from Brazil. Operations at one of BRF's poultry plants was suspended. In addition, the company's fourth-quarter earnings showed it had suffered from weak domestic volumes coupled with margin pressures internationally.

In portfolio activity, we introduced Linx, a Brazilian retail-oriented software provider, and Hoteles City Express, a Mexican hotel operator with a solid business model in a sector that has good long-term growth opportunities. Both were trading at attractive valuations. Against this, we sold Colombian retailer Grupo Exito, on concerns over governance and potential future transactions, as well as Natura Cosméticos, to fund better opportunities elsewhere. We also sold our rights ahead of Multiplan's capital raising.

Outlook

Domestic politics continues to take the drivers' seat in swaying sentiment in Latin America. However, equities should be supported by expectations for the global recovery to continue. Tightening monetary policy trends in developed markets could yet pose a risk, but the region's economies are in a better fiscal position to weather such uncertainties now than during the 2013 'taper tantrum'. Meanwhile, a moderating US dollar and signs of stabilisation in China could provide additional boosts.

In Brazil, President Temer has proven more resilient than his predecessor in surviving a Congressional ouster attempt, a risk that persists. However, his greater concern now will be to start implementing important reforms in the limited time he has left before next year's general elections. Mexico has been taking the right steps to address economic weakness. While Argentina's Macri has been attempting to do the same, he faces a tough test from voters. Mid-term elections in October are being widely seen as a referendum on his leadership.

Despite the ongoing short-term risks, favourable population demographics and opportunities for growth over the longer term continue to make Latin America a compelling investment destination. We remain confident in our bottom-up process, seeking and holding good quality companies that can tap into the domestic growth story to reap rewards in the long term.

Global Emerging Markets Equity Team

August 2017

Aberdeen Latin American Equity Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	2.02	1.27
31 July 2016	2.02	1.27
31 July 2015	2.03	1.28

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Latin American Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	89.70	66.04	88.97
Return before operating charges*	19.08	24.97	(21.31)
Operating charges	(1.98)	(1.31)	(1.62)
Return after operating charges*	17.10	23.66	(22.93)
Distributions on accumulation shares	(0.87)	(0.55)	(0.64)
Retained distributions on accumulation shares	0.87	0.55	0.64
Closing net asset value per share	106.80	89.70	66.04
 * after direct transaction costs of:	 0.02	 0.02	 0.04
Performance			
Return after charges	19.06%	35.83%	(25.77%)
Other information			
Closing net asset value (£'000s)	142,237	123,160	97,693
Closing number of shares	133,186,933	137,300,880	147,926,209
Operating charges	2.02%	2.02%	2.03%
Direct transaction costs	0.03%	0.04%	0.05%
Prices			
Highest share price (pence)	107.82	90.63	99.15
Lowest share price (pence)	84.95	51.61	64.97

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Latin American Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	94.11	68.77	91.97
Return before operating charges*	20.08	26.21	(22.16)
Operating charges	(1.31)	(0.87)	(1.04)
Return after operating charges*	18.77	25.34	(23.20)
Distributions on accumulation shares	(1.69)	(1.09)	(1.29)
Retained distributions on accumulation shares	1.69	1.09	1.29
Closing net asset value per share	112.88	94.11	68.77
 * after direct transaction costs of:	 0.03	 0.03	 0.04
Performance			
Return after charges	19.94%	36.85%	(25.23%)
Other information			
Closing net asset value (£'000s)	84,439	55,911	33,619
Closing number of shares	74,802,023	59,413,095	48,887,729
Operating charges	1.27%	1.27%	1.28%
Direct transaction costs	0.03%	0.04%	0.05%
Prices			
Highest share price (pence)	113.80	95.07	102.55
Lowest share price (pence)	89.36	53.94	67.65

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Latin American Equity Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
98.33% (2016: 97.65%)			
Equities 98.33% (2016: 97.65%)			
Argentina 2.08% (2016: 2.08%)			
Tenaris (ADR)	197,600	4,726	2.08
Brazil 59.69% (2016: 61.17%)			
Ambev	2,361,044	10,957	4.83
Arezzo Industria e Comercio	666,287	5,984	2.64
Banco Bradesco	67,700	493	0.22
Banco Bradesco (ADR)	992,301	7,241	3.19
Banco Bradesco (PREF)	1,369,005	10,005	4.41
BM&F Bovespa	1,065,550	5,299	2.34
Bradespar (PREF)	745,500	4,175	1.84
BRF	25,300	227	0.10
BRF (ADR)	520,950	4,659	2.06
Cia Hering	352,250	1,821	0.80
Iguatemi Empresa de Shopping Centers	329,250	2,932	1.29
Itau Unibanco	1,175,535	9,427	4.16
Itau Unibanco (ADR)	927,551	8,380	3.70
Itausa Investimentos Itau (PREF)	130,900	294	0.13
LINX	667,200	2,794	1.23
Localiza Rent a Car	364,262	4,573	2.02
Lojas Renner	1,634,670	11,621	5.13
Multiplan Empreendimentos Imobiliarios	559,790	9,767	4.31
OdontoPrev	1,101,035	3,477	1.53
TOTVS	438,121	3,189	1.41
Ultrapar Participacoes	64,000	1,148	0.51
Ultrapar Participacoes (ADR)	411,600	7,387	3.26
Vale (ADR)	396,151	3,017	1.33
Vale (ADR) (PREF)	899,989	6,403	2.82
Valid Solucoes	520,407	2,127	0.94
WEG	989,700	4,548	2.01
Wilson Sons (BDR)	391,507	3,345	1.48
		135,290	59.69
Chile 10.71% (2016: 9.66%)			
Banco Santander Chile (ADR)	298,392	6,396	2.82
Embotelladora Andina 'A' (PREF)	2,182,800	6,624	2.92
Parque Arauco	2,038,470	4,056	1.79
SACI Falabella	1,028,500	7,200	3.18
		24,276	10.71
Colombia 1.47% (2016: 2.25%)			
Bancolombia	429,900	3,323	1.47

Aberdeen Latin American Equity Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Mexico 22.64% (2016: 20.01%)			
Arca Continental	861,100	4,831	2.13
FEMSA (ADR)	132,200	10,113	4.45
Grupo Aeroportuario del Centro Norte (ADR)	115,848	4,438	1.96
Grupo Aeroportuario del Sureste (ADR)	35,900	5,787	2.55
Grupo Financiero Banorte	1,779,067	8,921	3.94
Grupo Financiero Santander Mexico	1,766,500	2,741	1.21
Grupo Lala	1,444,910	2,150	0.95
Hoteles City Express	2,243,800	2,107	0.93
Kimberly-Clark de Mexico	1,468,000	2,233	0.99
Organizacion Soriana 'B'	556,873	1,025	0.45
Wal-Mart de Mexico	3,989,750	6,985	3.08
		51,331	22.64
Peru 1.74% (2016: 2.48%)			
Cementos Pacasmayo	1,774,427	3,115	1.38
Fossal	413,937	38	0.02
Grana y Montero (ADR)	321,605	781	0.34
		3,934	1.74
Total Equities		222,880	98.33
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		222,880	98.33
Total investments		222,880	98.33
Other net assets		3,796	1.67
Total net assets		226,676	100.00

Comparative figures are as at 31 July 2016.

Aberdeen Latin American Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains	1		32,918		45,707
Revenue	2	6,509		4,004	
Expenses	3	(3,590)		(2,311)	
Net revenue before taxation		2,919		1,693	
Taxation	4	(556)		(328)	
Net revenue after taxation			2,363		1,365
Total return before distributions			35,281		47,072
Distributions	5		(2,367)		(1,370)
Change in net assets attributable to shareholders from investment activities			32,914		45,702

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		179,071		131,312
Amounts receivable on issue of shares	42,682		16,326	
Amounts payable on cancellation of shares	(30,407)		(15,671)	
		12,275		655
Change in net assets attributable to shareholders from investment activities		32,914		45,702
Retained distributions on accumulation shares		2,416		1,402
Closing net assets attributable to shareholders		226,676		179,071

Aberdeen Latin American Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		222,880	174,861
Current assets:			
Debtors	6	3,641	934
Cash and bank balances		3,250	3,651
Total assets		229,771	179,446
Liabilities:			
Creditors:			
Other creditors	7	3,095	375
Total liabilities		3,095	375
Net assets attributable to shareholders		226,676	179,071

Aberdeen Latin American Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	32,518	45,751
Other currency gains	49	57
Transaction costs	-	(101)
Class actions	351	-
Net capital gains	32,918	45,707

2. Revenue

	2017 £'000	2016 £'000
Overseas dividends	6,504	3,939
Stock lending commission	4	60
Bank interest	1	5
Total revenue	6,509	4,004

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	3,037	1,965
Operating, administrative and servicing fees	553	346
Total expenses	3,590	2,311

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	556	328
Current tax charge	556	328
Total taxation	556	328

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Latin American Equity Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	2,919	1,693
Corporation tax at 20% (2016 - 20%)	584	339
Effects of:		
Non-taxable overseas dividends	(742)	(457)
Excess management expenses	246	163
Tax effect of expensed double taxation relief	(88)	(45)
Irrecoverable overseas withholding tax	556	328
Total taxation	556	328

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £1,003,000 (2016 - £757,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Final	2,416	1,402
Add: Revenue deducted on cancellation of shares	168	79
Deduct: Revenue received on issue of shares	(217)	(111)
Distributions for the year	2,367	1,370
Total distributions	2,367	1,370

Details of the distribution per share are set out in the distribution tables on page 510.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	2,363	1,365
Add:		
Movement between share classes due to conversion	4	5
Distributions	2,367	1,370

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	209	241
Amounts receivable for issue of shares	2,432	672
Overseas withholding tax reclaimable	25	7
Sales awaiting settlement	926	-
Currency transactions awaiting settlement	38	-
Other debtor	11	14
Total debtors	3,641	934

Aberdeen Latin American Equity Fund

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	327	262
Amounts payable for cancellation of shares	782	113
Purchases awaiting settlement	1,947	-
Currency transactions awaiting settlement	39	-
Total other creditors	3,095	375

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 501. £1,374,000 was due from the ACD (2016 - £336,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

South Yorkshire Pension Authority held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 46% of the Fund's shares in issue.

Hargreaves Lansdown Nominees Ltd held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 34% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.75%

Class 'I': 1.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 496. The distribution per share class is given in the distribution tables on page 510. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares
Opening number of shares	137,300,880	59,413,095
Creations during the year	13,008,000	28,592,100
Cancellations during the year	(16,127,500)	(14,147,700)
Shares converted during the year	(994,447)	944,528
Closing shares in issue	133,186,933	74,802,023

Aberdeen Latin American Equity Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

There was no stock on loan at 31 July 2017.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
2017				
BNP Paribas	Securities Lending Agent	5	1	4

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Morgan Stanley	293	320	Equity
Morgan Stanley	243	257	Government Bond
Total	536	577	

Aberdeen Latin American Equity Fund

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	75	15	60

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Brazilian Real	1,974	98,205	100,179
Chilean Peso	(330)	17,879	17,549
Colombian Peso	-	3,323	3,323
Mexican Nuevo Peso	(462)	30,993	30,531
Peruvian Nuevo Sol	(255)	3,153	2,898
Pound Sterling	3,698	-	3,698
US Dollar	(829)	69,327	68,498
Net assets	3,796	222,880	226,676

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Brazilian Real	656	76,312	76,968
Chilean Peso	-	12,859	12,859
Colombian Peso	19	4,033	4,052
Mexican Nuevo Peso	-	20,963	20,963
Peruvian Nuevo Sol	-	1,887	1,887
Pound Sterling	3,413	-	3,413
US Dollar	122	58,807	58,929
Net assets	4,210	174,861	179,071

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £22,298,000 (2016 - £17,566,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Aberdeen Latin American Equity Fund

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £11,144,000 (2016 - £8,743,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					-
Other creditors	-	3,095	-	-	3,095
Total financial liabilities	-	3,095	-	-	3,095

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	375	-	-	375
Total financial liabilities	-	375	-	-	375

Aberdeen Latin American Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Equities	35,435	21,095	19,986	20,860
Trades in the year before transactions costs	35,435	21,095	19,986	20,860
Commissions				
Equities	27	24	(18)	(16)
Total commissions	27	24	(18)	(16)
Taxes				
Equities	-	-	(1)	-
Total taxes	-	-	(1)	-
Other expenses				
Equities	4	3	(2)	(3)
Total other expenses	4	3	(2)	(3)
Total transaction costs	31	27	(21)	(19)
Total net trades in the year after transaction costs	35,466	21,122	19,965	20,841

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.08	0.11	0.09	0.08
Taxes				
Equities	-	-	0.01	-
Other expenses				
Equities	0.01	0.01	0.01	0.01

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.03
Taxes	-	-
Other expenses	-	0.01
Total costs	0.02	0.04

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - net sales of £25,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.27% (2016 - 0.38%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Latin American Equity Fund

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1	222,880	-	174,861	-
Level 2	-	-	-	-
Level 3	-	-	-	-
Total	222,880	-	174,861	-

Aberdeen Latin American Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.86612	-	0.86612	0.55045
Group 2	0.37977	0.48635	0.86612	0.55045
I Accumulation shares				
Group 1	1.68770	-	1.68770	1.08830
Group 2	1.11397	0.57373	1.68770	1.08830

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Multi-Asset Fund

For the year ended 31 July 2017

Investment objective and policy

The investment objective of Aberdeen Multi-Asset Fund is to provide long term total return from a diversified portfolio. The Fund may invest in transferable securities and may also hold units in collective investment schemes (in particular, schemes managed by the Investment Adviser), money market instruments, warrants, derivatives and forward transactions, cash and near cash and deposits.

Note: The term 'total return' means a combination of income and capital growth and no positive return is implied.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Multi-Asset Fund - A Accumulation Shares increased by 11.37% compared to an increase of 11.73% in the composite benchmark (40% FTSE ALL Share, 25% MSCI World ex UK, 15% FTSE A Brit All Stocks, 5% HFRI Offshore Conservative, 5% FTSE Small Cap, 7.5% 7 Day Libid, 2.5% Macquarie Global Infrastructure 100 Index).

Source: Lipper, BPSS, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The UK stock market posted double-digit returns over the review period. The gains were partly a consequence of the fall in the value of the pound, which boosted the profits of FTSE 100 companies with extensive global operations. The currency's weakness also bolstered the returns for sterling-based investors on global stock markets.

Overseas stock markets outperformed the UK in local-currency terms. In the US, markets reached a series of record highs following Donald Trump's surprising victory in the presidential election. More recently, however, share prices have been held back by concerns that the Trump administration might not have adequate support in Congress to push through its economic stimulus plans.

European equities rose following the Dutch elections, which were hailed as a rejection of 'populism' in the eurozone. Evidence of renewed economic growth also helped underpin the region's equity rally.

Japanese stocks produced some of the best returns over the year. This was based largely on hopes that yen weakness would boost sales of the country's market-leading exporters. The strong performance of some domestically focused companies also provided a fillip to share prices.

Meanwhile, emerging markets posted robust returns in local-currency terms. Fears over the health of the Chinese economy were allayed when the mainland met its full-year economic growth target of 6.7% in 2016. Recently, Chinese stocks have been buoyed by news that MSCI would include A-shares in its influential indices.

In the first half of the period, government bonds outperformed, driven by risk-off sentiment following the UK's Brexit vote. Yields of US 10-year Treasuries, German bunds and UK gilts reached all-time lows of 1.36%, -0.19% and 0.75% respectively. Yields then began to drift higher – and prices lower – as global economic data showed signs of a cyclical upswing, before a dramatic upward spike in the final week of June.

Alternative assets performed well over the period. Performance from the private equity sector was particularly strong.

Portfolio review

From a tactical perspective, the Fund benefited significantly from its underweight to alternatives. Its overweight to Asia Pacific and European equities also drove performance, but this was largely offset by the underweight to the US. Another contributor to performance was the underweight to fixed income, given that bonds underperformed equities by a considerable margin.

Although UK equity selection underperformed the benchmark, overseas equities outperformed, notably the fund's consumer and financial holdings in Asia Pacific (ex-Japan) and emerging markets. Selection was also robust within alternatives, driven by the holdings in private equity.

Outlook

At the end of June, we moderated the risk of the Fund by reducing exposure to Japanese equities, allocating the proceeds to gilts and thereby reducing the underweight position there.

We retain a positive view, which is reflected in the overweight to equities, but are less optimistic about developed-market government or corporate bonds. With yields at current low levels, we do not think they offer a reasonable level of income or protection against capital loss.

Overall, we believe that the Fund is well positioned in the prevailing environment. We are confident that the balance between asset classes and regions is appropriate, given current valuations and growth prospects.

Portfolio Management - Strategy Team

August 2017

Aberdeen Multi-Asset Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	1.68	0.93
31 July 2016	1.68	0.93
31 July 2015	1.69	0.96

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Multi-Asset Fund

Comparative tables

	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
A Accumulation Shares			
Change in net assets per share			
Opening net asset value per share	235.60	221.10	214.51
Return before operating charges*	29.94	18.08	10.35
Operating charges	(4.20)	(3.58)	(3.76)
Return after operating charges*	25.74	14.50	6.59
Distributions on accumulation shares	(3.22)	(2.50)	(3.57)
Retained distributions on accumulation shares	3.22	2.50	3.57
Closing net asset value per share	261.34	235.60	221.10
 * after direct transaction costs of:	 0.06	 0.12	 0.08
Performance			
Return after charges	10.93%	6.56%	3.07%
Other information			
Closing net asset value (£'000s)	329,375	333,184	372,666
Closing number of shares	126,035,030	141,416,848	168,551,467
Operating charges	1.68%	1.68%	1.69%
Direct transaction costs	0.02%	0.06%	0.04%
Prices			
Highest share price (pence)	266.26	236.59	235.60
Lowest share price (pence)	232.62	195.71	207.77

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Multi-Asset Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	201.84	191.55	188.86
Return before operating charges*	25.56	15.53	9.12
Operating charges	(3.59)	(3.08)	(3.30)
Return after operating charges*	21.97	12.45	5.82
Distributions on income shares	(2.75)	(2.16)	(3.13)
Closing net asset value per share	221.06	201.84	191.55
 * after direct transaction costs of:	 0.05	 0.10	 0.07
Performance			
Return after charges	10.88%	6.50%	3.08%
Other information			
Closing net asset value (£'000s)	3,750	3,786	11,593
Closing number of shares	1,696,103	1,875,550	6,052,048
Operating charges	1.68%	1.68%	1.69%
Direct transaction costs	0.02%	0.06%	0.04%
Prices			
Highest share price (pence)	226.97	204.01	206.16
Lowest share price (pence)	199.26	168.78	182.87

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Multi-Asset Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	252.11	234.82	226.16
Return before operating charges*	32.10	19.40	10.92
Operating charges	(2.46)	(2.11)	(2.26)
Return after operating charges*	29.64	17.29	8.66
Distributions on accumulation shares	(5.49)	(4.36)	(5.49)
Retained distributions on accumulation shares	5.49	4.36	5.49
Closing net asset value per share	281.75	252.11	234.82
 * after direct transaction costs of:	 0.06	 0.13	 0.09
Performance			
Return after charges	11.76%	7.36%	3.83%
Other information			
Closing net asset value (£'000s)	45,327	210,446	265,479
Closing number of shares	16,087,733	83,473,139	113,057,543
Operating charges	0.93%	0.93%	0.96%
Direct transaction costs	0.02%	0.06%	0.04%
Prices			
Highest share price (pence)	286.82	253.15	249.70
Lowest share price (pence)	248.92	208.69	219.40

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Multi-Asset Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	119.20	113.09	111.50
Return before operating charges*	15.12	9.22	5.40
Operating charges	(1.18)	(1.02)	(1.12)
Return after operating charges*	13.94	8.20	4.28
Distributions on income shares	(2.58)	(2.09)	(2.69)
Closing net asset value per share	130.56	119.20	113.09
 * after direct transaction costs of:	 0.03	 0.06	 0.04
Performance			
Return after charges	11.69%	7.25%	3.84%
Other information			
Closing net asset value (£'000s)	11,743	10,991	5,001
Closing number of shares	8,994,243	9,220,192	4,422,361
Operating charges	0.93%	0.93%	0.96%
Direct transaction costs	0.02%	0.06%	0.04%
Prices			
Highest share price (pence)	134.44	120.89	121.91
Lowest share price (pence)	117.68	99.67	108.14

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Multi-Asset Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
66.27% (2016: 70.89%)			
Equities 66.27% (2016: 69.27%)			
Alternative Investments 11.21% (2016: 11.48%)			
Aberdeen Private Equity Fund†	1,118,930	1,411	0.36
Bluefield Solar Income Fund ^o	583,705	667	0.17
Foresight Solar Fund	1,657,629	1,877	0.48
Funding Circle SME Income Fund ^o	2,618,852	2,724	0.70
Greencoat UK Wind	5,246,164	6,479	1.66
HICL Infrastructure	3,341,083	5,346	1.37
John Laing Infrastructure Fund	3,423,253	4,652	1.19
NextEnergy Solar Fund	2,084,694	2,361	0.61
Pantheon International	405,173	7,233	1.86
Renewables Infrastructure	5,555,285	6,094	1.56
Sequoia Economic Infrastructure Income Fund	2,221,070	2,465	0.63
3i Infrastructure	1,239,717	2,435	0.62
		43,744	11.21
Asia Pacific 3.89% (2016: 3.86%)			
AIA	178,500	1,066	0.27
BHP Billiton	256,400	3,534	0.91
BHP Billiton	28,400	445	0.11
City Developments	77,100	483	0.12
Housing Development Finance	36,600	774	0.20
ITC	196,650	663	0.17
Jardine Matheson	17,300	830	0.21
Kasikornbank (Alien)	153,400	692	0.18
Rio Tinto	77,500	2,728	0.70
Samsung Electronics (GDR) (PREF)	1,601	1,038	0.27
Singapore Telecommunications	404,000	896	0.23
Swire Pacific 'B'	283,600	381	0.10
TSMC (ADR)	60,300	1,644	0.42
		15,174	3.89
Europe, Middle East & Africa (ex United Kingdom) 3.70% (2016: 3.69%)			
Atlas Copco 'A'	24,500	672	0.17
Check Point Software Technologies	11,100	890	0.23
Experian ^o	287,300	4,329	1.11
Fresenius Medical Care	12,500	894	0.23
Henkel (non voting) (PREF)	8,900	954	0.24
Linde	3,400	492	0.13
MTN	59,100	403	0.10
MTR	102,000	447	0.11
Nestle	18,400	1,181	0.30
Novartis	21,500	1,393	0.36

Aberdeen Multi-Asset Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Roche	7,700	1,482	0.38
Royal Dutch Shell 'A'	32,129	687	0.18
Tenaris (ADR)	25,500	610	0.16
		14,434	3.70
Japan 1.30% (2016: 1.16%)			
Daito Trust Construction Co	6,100	780	0.20
FANUC Corp	4,000	620	0.16
Japan Tobacco Inc	42,400	1,115	0.29
Keyence Corp	2,100	735	0.19
Shin-Etsu Chemical Co	19,400	1,347	0.34
Sysmex Corp	10,700	463	0.12
		5,060	1.30
Latin America 0.57% (2016: 0.41%)			
Banco Bradesco (ADR)	171,345	1,251	0.32
FEMSA (ADR)	12,700	971	0.25
		2,222	0.57
North America 4.45% (2016: 5.45%)			
Amdocs	13,900	708	0.18
Cognizant Technology Solutions 'A'	14,300	752	0.19
Comcast 'A'	30,000	922	0.24
CVS Health	14,500	879	0.23
EOG Resources	19,600	1,415	0.36
Intercontinental Exchange	18,875	955	0.24
Johnson & Johnson	6,800	685	0.18
M&T Bank	8,621	1,067	0.27
Oracle	39,500	1,497	0.38
PepsiCo	12,700	1,123	0.29
Perrigo ^{oo}	16,100	915	0.23
Philip Morris International	9,700	859	0.22
Potash Corp of Saskatchewan	52,000	703	0.18
Praxair	9,500	938	0.24
Samsonite International	314,700	1,001	0.26
Schlumberger	11,900	619	0.16
TJX	16,600	885	0.23
Visa 'A' ^{oo}	18,900	1,427	0.37
		17,350	4.45
United Kingdom 41.15% (2016: 43.22%)			
Aberdeen Diversified Income and Growth Trust [†]	1,594,512	1,889	0.48
Abcam	19,028	195	0.05
Aggreko	222,400	1,887	0.48
Amedeo Air Four Plus	2,472,621	2,572	0.66
Associated British Foods ^{oo}	117,000	3,468	0.89
AstraZeneca	91,700	4,190	1.07
Aveva	159,500	3,164	0.81
BBA Aviation	999,000	2,994	0.77

Aberdeen Multi-Asset Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
British American Tobacco ^{oo}	123,400	5,816	1.49
BTG ^{oo}	514,100	3,388	0.87
Bunzl	132,000	3,020	0.77
Capita ^{oo}	316,400	2,083	0.53
Compass	397,500	6,428	1.65
Croda International	119,800	4,434	1.14
Diageo	213,100	5,218	1.34
Dignity	127,315	3,243	0.83
DP Aircraft	1,770,273	1,423	0.36
Dunedin Smaller Companies Investment Trust [†]	1,779,100	4,190	1.07
Essentra ^{oo}	467,000	2,501	0.64
Euromoney Institutional Investor	313,400	3,479	0.89
GlaxoSmithKline	278,500	4,218	1.08
Imperial Brands	86,000	2,683	0.69
Inchcape	386,055	3,100	0.79
Inmarsat	466,700	3,619	0.93
Intertek	89,000	3,828	0.98
John Laing Environmental	3,426,601	3,701	0.95
John Wood Group ^{oo}	379,700	2,318	0.59
Pearson	394,600	2,594	0.66
Provident Financial ^{oo}	137,700	2,839	0.73
Prudential	356,300	6,584	1.69
Riverstone Energy	505,219	6,870	1.76
Rolls-Royce	515,500	4,578	1.17
Rotork	1,412,800	3,271	0.84
Royal Dutch Shell 'B'	155,100	3,338	0.86
RPC	373,300	3,345	0.86
Sage	700,500	4,721	1.21
Schroders (non voting)	122,200	3,013	0.77
Spirax-Sarco Engineering	71,000	3,948	1.01
Standard Chartered	491,700	4,163	1.07
Standard Chartered	92,135	769	0.20
Tritax Big Box (REIT)	3,375,610	5,057	1.30
Ultra Electronics ^{oo}	161,553	3,388	0.87
Unilever ^{oo}	153,100	6,616	1.70
Weir	175,600	3,221	0.83
Whitbread	83,600	3,217	0.82
		160,581	41.15
Total Equities		258,565	66.27
Bonds nil (2016: 1.62%)			
Government Bonds nil (2016: 1.62%)			
Total Government Bonds		-	-
Total Bonds		-	-
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		258,565	66.27

Aberdeen Multi-Asset Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Other transferable securities and money market instruments nil (2016: nil)			
Equities nil (2016: nil)			
United Kingdom nil (2016: nil)			
HIE Ventures	769	-	-
Total Equities		-	-
Total Other transferable securities and money market instruments		-	-
Open Ended Investment Funds 32.78% (2016: 28.99%)			
Aberdeen Alternative Strategies Fund Z-Acc [†]	1,607,682	15,940	4.09
Aberdeen European Equity Enhanced Index Fund X Acc [†]	13,224,274	16,741	4.29
Aberdeen Global - Japanese Equity Fund XG-2 [†]	241,201	3,495	0.90
Aberdeen Global - Japanese Equity Fund X-2 [†]	1,500,345	5,017	1.29
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	393	393	0.10
Aberdeen Northern American Equity Enhanced Index Fund X-Acc [†]	24,746,162	36,024	9.22
Aberdeen Sterling Government Bond Fund Z-Acc [†]	33,978,749	35,705	9.15
iShares Core UK Gilts UCITS ETF GBP Dist	1,112,262	14,593	3.74
		127,908	32.78
Total Open Ended Investment Funds		127,908	32.78
Total investments		386,473	99.05
Other net assets		3,722	0.95
Total net assets		390,195	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[™] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen Multi-Asset Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	26,919	6.97%	6.90%

Collateral issuers	Market value of collateral received		Type	Quality	Custodian
	£'000				
Total	1,094		Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	1,001		Equity	Main market listing	BNP Paribas
Vodafone	964		Equity	Main market listing	BNP Paribas
Nokia	950		Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	904		Equity	Main market listing	BNP Paribas
Credit Agricole	904		Equity	Main market listing	BNP Paribas
Germany (Federal Republic of)	897	Government Bond		Investment grade	BNP Paribas
Anheuser-Busch InBev	866		Equity	Main market listing	BNP Paribas
SAP	769		Equity	Main market listing	BNP Paribas
Siemens	746		Equity	Main market listing	BNP Paribas
Other Equity	20,440		Equity	Main market listing	BNP Paribas
Other Government Bond	644	Government Bond		Investment grade	BNP Paribas
Total collateral received	30,179				

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	30,179	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
AUD	273
CHF	177
EUR	14,067
GBP	7,732
JPY	4,736
SEK	412
USD	2,782
Total collateral received	30,179

Aberdeen Multi-Asset Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	16,275	France	Tri-party
Abbey National	3,045	United Kingdom	Tri-party
Bank of Nova Scotia	2,599	Canada	Tri-party
Societe Generale	2,222	France	Tri-party
JPM Chase	1,946	United States	Tri-party
ABN Amro	805	Netherlands	Tri-party
BNP Paribas	27	France	Tri-party
Total market value of securities lending	26,919		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	60	125.00
Direct operational costs (securities lending agent costs)	(12)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(12)	(25.00)
Net return	48	100.00

Aberdeen Multi-Asset Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains	1		48,189		21,496
Revenue	2	14,825		15,908	
Expenses	3	(6,834)		(7,355)	
Net revenue before taxation		7,991		8,553	
Taxation	5	(301)		(196)	
Net revenue after taxation			7,690		8,357
Total return before distributions			55,879		29,853
Distributions	6		(7,718)		(8,349)
Change in net assets attributable to shareholders from investment activities			48,161		21,504

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		558,407		654,739
Amounts receivable on issue of shares	4,621		24,356	
Amounts payable on cancellation of shares	(227,651)		(149,669)	
		(223,030)		(125,313)
Dilution adjustment		181		83
Change in net assets attributable to shareholders from investment activities		48,161		21,504
Retained distributions on accumulation shares		6,476		7,394
Closing net assets attributable to shareholders		390,195		558,407

Aberdeen Multi-Asset Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		386,473	557,748
Current assets:			
Debtors	6	466	1,999
Cash and bank balances		4,738	1,044
Total assets		391,677	560,791
Liabilities:			
Creditors:			
Other creditors	7	1,318	2,250
Distribution payable		164	134
Total liabilities		1,482	2,384
Net assets attributable to shareholders		390,195	558,407

Aberdeen Multi-Asset Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	48,003	21,388
Other currency (losses)/gains	(103)	109
Transaction costs	-	(1)
Class actions	289	-
Net capital gains	48,189	21,496

2. Revenue

	2017 £'000	2016 £'000
UK dividends	7,283	8,537
Interest on debt securities	9	31
UK REITs PID Income	311	-
UK REITs non PID Income	64	-
Overseas dividends	3,602	5,056
Revenue from collective investment schemes	2,968	1,716
Underwriting commission	4	11
Stock dividends	246	183
Stock lending commission	48	65
Bank interest	2	5
Management fee rebates taken to revenue	273	303
Other revenue	15	1
Total revenue	14,825	15,908

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	6,329	6,816
Operating, administrative and servicing fees	505	538
	6,834	7,354
<i>Other expenses:</i>		
Interest payable and similar charges	-	1
	-	1
Total expenses	6,834	7,355

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

Aberdeen Multi-Asset Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax prior year adjustment	-	(36)
Overseas withholding tax	301	232
Current tax charge	301	196
Total taxation	301	196

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	7,991	8,553
Corporation tax at 20% (2016 - 20%)	1,598	1,710
Effects of:		
UK dividends	(1,848)	(1,740)
Non-taxable overseas dividends	(710)	(1,025)
Excess management expenses	961	1,058
Tax effect of expensed double taxation relief	(1)	(3)
Corporation tax prior year adjustment	-	(36)
Irrecoverable overseas withholding tax	301	232
Total taxation	301	196

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £7,663,000 (2016 - £6,702,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	3,554	3,232
Final	3,205	4,380
	6,759	7,612
Add: Revenue deducted on cancellation of shares	985	842
Deduct: Revenue received on issue of shares	(26)	(105)
Distributions for the year	7,718	8,349
Total distributions	7,718	8,349

Details of the distribution per share are set out in the distribution tables on page 536.

Aberdeen Multi-Asset Fund

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	7,690	8,357
Add:		
Undistributed revenue brought forward	25	17
Deduct:		
Movement between unit classes due to conversion	3	-
Undistributed revenue carried forward	-	(25)
Distributions	7,718	8,349

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	325	487
Amounts receivable for issue of shares	13	31
Overseas withholding tax reclaimable	60	255
Sales awaiting settlement	-	425
Currency transactions awaiting settlement	-	579
Tax reclaimable	67	222
Other debtor	1	-
Total debtors	466	1,999

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	496	612
Amounts payable for cancellation of shares	756	705
Purchases awaiting settlement	66	318
Currency transactions awaiting settlement	-	576
Other creditors	-	39
Total other creditors	1,318	2,250

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 523. £1,206,000 was due to the ACD (2016 - £1,239,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £120,805,000 (2016 - £178,669,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Friends Life & Pensions Limited (A/C WL) held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 58% of the Fund's shares in issue.

Aberdeen Multi-Asset Fund

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 513. The distribution per share class is given in the distribution tables on page 536. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	141,416,848	1,875,550	83,473,139	9,220,192
Creations during the year	1,344,200	23,400	262,400	420,650
Cancellations during the year	(16,245,100)	(134,400)	(67,992,062)	(982,500)
Shares converted during the year	(480,918)	(68,447)	344,256	335,901
Closing shares in issue	126,035,030	1,696,103	16,087,733	8,994,243

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen Multi-Asset Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Abbey National	2,285	2,847	Equity
Abbey National	760	897	Government Bond
ABN AMRO	314	351	Equity
ABN AMRO	491	519	Government Bond
Bank of Nova Scotia	2,599	2,888	Equity
BNP Paribas	24	27	Equity
BNP Paribas	3	4	Government Bond
JPM Chase	1,946	2,160	Equity
NATIXIS	16,267	18,027	Equity
NATIXIS	8	9	Government Bond
Societe Generale	2,115	2,338	Equity
Societe Generale	107	112	Government Bond
Total	26,919	30,179	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	60	12	48

Aberdeen Multi-Asset Fund

		Total market value of securities on loan	Amount of collateral received	
Counterparty		£'000	£'000	Type of collateral
2016				
BNP Paribas		174	184	Government Bond
BNP Paribas		3,950	4,383	Equity
BNP Paribas		262	275	Government Bond
Citigroup		2,986	3,284	Equity
Deutsche Bank		4,306	4,773	Equity
Deutsche Bank		374	394	Government Bond
ING Bank		102	112	Equity
JPM Chase		51	57	Equity
Merrill Lynch		8	9	Government Bond
Merrill Lynch		344	362	Government Bond
NATIXIS		13,324	14,755	Equity
NATIXIS		3,030	3,189	Government Bond
Total		28,911	31,777	

		Gross income	Direct and indirect expenses	Net income
Recipient	Relationship	£'000	£'000	£'000
BNP Paribas	Securities Lending Agent	81	16	65

14. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Aberdeen Multi-Asset Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Australian Dollar	-	445	445
Canadian Dollar	4	703	707
Euro	4	3,027	3,031
Hong Kong Dollar	-	3,664	3,664
Indian Rupee	11	1,437	1,448
Japanese Yen	18	5,060	5,078
Pound Sterling	3,528	340,632	344,160
Singapore Dollar	-	1,379	1,379
South African Rand	-	403	403
Swedish Krona	-	672	672
Swiss Franc	-	4,056	4,056
Thai Baht	-	692	692
US Dollar	157	24,303	24,460
Net assets	3,722	386,473	390,195
2016			
Australian Dollar	-	451	451
Canadian Dollar	11	837	848
Euro	(9)	3,515	3,506
Hong Kong Dollar	-	4,190	4,190
Indian Rupee	29	1,804	1,833
Japanese Yen	25	6,484	6,509
Pound Sterling	209	483,967	484,176
Singapore Dollar	-	2,099	2,099
South African Rand	-	746	746
Swedish Krona	-	997	997
Swiss Franc	162	5,939	6,101
Thai Baht	-	724	724
US Dollar	232	45,995	46,227
Net assets	659	557,748	558,407

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

Aberdeen Multi-Asset Fund

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	2.51%	2.21%
Maximum VaR	2.90%	2.71%
Average VaR	2.74%	2.48%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.02%	1.65%	-	0.84%	2.51%
31 July 2016	(0.03%)	1.88%	-	0.89%	2.73%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	1,318	-	-	1,318
Distribution payable	-	164	-	-	164
Total financial liabilities	-	1,482	-	-	1,482

Aberdeen Multi-Asset Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	2,250	-	-	2,250
Distribution payable	-	134	-	-	134
Total financial liabilities	-	2,384	-	-	2,384

15. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	-	8,205	9,124	-
Equities	47,420	92,268	213,959	205,319
Collective Investment Schemes	314,890	242,057	361,637	247,579
Trades in the year before transactions costs	362,310	342,530	584,720	452,898
Commissions				
Bonds	-	-	-	-
Equities	24	50	(80)	(89)
Collective Investment Schemes	6	5	(2)	(7)
Total commissions	30	55	(82)	(96)
Taxes				
Bonds	-	-	-	-
Equities	178	227	(2)	(9)
Collective Investment Schemes	-	-	-	-
Total taxes	178	227	(2)	(9)
Other expenses				
Bonds	-	-	-	-
Equities	-	-	(3)	(6)
Collective Investment Schemes	-	-	-	-
Total other expenses	-	-	(3)	(6)
Total transaction costs	208	282	(87)	(111)
Total net trades in the year after transaction costs	362,518	342,812	584,633	452,787

Aberdeen Multi-Asset Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Equities	0.05	0.05	0.04	0.04
Investment Funds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Equities	0.38	0.25	-	-
Investment Funds	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Equities	-	-	-	-
Investment Funds	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.02
Taxes	0.04	0.04
Other expenses	-	-
Total costs	0.06	0.06

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £86,000 in the year (2016 - £3,528,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.13% (2016 - 0.04%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

16. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Aberdeen Multi-Asset Fund

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1	273,158	-	389,959	-
Level 2	113,315	-	167,789	-
Level 3	-	-	-	-
Total	386,473	-	557,748	-

Aberdeen Multi-Asset Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	1.21360	-	1.21360	0.96961
Group 2	0.06109	1.15251	1.21360	0.96961
A Income shares				
Group 1	1.03967	-	1.03967	0.84000
Group 2	0.20181	0.83786	1.03967	0.84000
I Accumulation shares				
Group 1	2.29722	-	2.29722	1.86880
Group 2	0.43890	1.85832	2.29722	1.86880
I Income shares				
Group 1	1.08616	-	1.08616	0.90000
Group 2	0.24628	0.83988	1.08616	0.90000

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	2.00517	-	2.00517	1.53080
Group 2	0.68687	1.31830	2.00517	1.53080
A Income shares				
Group 1	1.70930	-	1.70930	1.32000
Group 2	0.81654	0.89276	1.70930	1.32000
I Accumulation shares				
Group 1	3.19455	-	3.19455	2.49200
Group 2	1.37968	1.81487	3.19455	2.49200
I Income shares				
Group 1	1.49733	-	1.49733	1.19000
Group 2	0.56707	0.93026	1.49733	1.19000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen North American Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to achieve capital growth from a portfolio of North American securities.

Performance review

For the year ended 31 July 2017, Aberdeen North American Equity Fund – A Accumulation Shares rose 14.66%, underperforming the benchmark, the S&P 500 Index, by 2.48% (lagged by one day).

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

US equities recorded sizeable gains in both sterling and US dollar terms for the 12-month period ended 31 July 2017, despite numerous periods of uncertainty surrounding the policies of the new administration of US President Donald Trump. Many US companies reported healthy results and generally upbeat business outlooks over the period. The strength of earnings has been enough to support stocks across the market capitalisation range. The financials, information technology and industrials sectors were the top performers within the broader S&P 500 Index, while the telecommunication services and real estate sectors posted negative returns and were the primary laggards. The US political arena appeared to be filled to capacity, with a rising wave of populism leading to the generally unexpected election of Donald Trump as the nation's 45th president in November 2016. Among the major campaign promises that brought back the "animal spirits" in the US equity market were pro-business items, such as less regulation for financial institutions, corporate tax reform and a massive stimulus package. The implementation of his agenda, however, stalled amid an ongoing investigation into alleged ties between the Trump campaign's staff and the Russian government. Furthermore, the Republican majority in the US Congress could not reach agreement on a plan to "repeal and replace" the Affordable Healthcare Act (dubbed "Obamacare"), delaying action on comprehensive tax reform and Trump's proposed ramp-up in infrastructure spending.

US corporate earnings rose sharply over the reporting period. According to financial data services provider FactSet, the blended earnings growth rate for S&P 500 Index constituents as of the second quarter of 2017 was 10.2%—the largest gain since the fourth quarter of 2011. This represented significant improvement from the 3.2% year-over-year decline in earnings registered in the second quarter of 2016. All but one sector (consumer discretionary) within the index reported higher earnings in the second quarter, led by energy, information technology and financials.

Meanwhile, the US Federal Reserve ("Fed") raised its benchmark interest rate by 25 basis points in three increments in December 2016, and March and June 2017. Following its meeting in late July, the Fed commented that it plans to begin implementing its balance sheet normalisation programme "relatively soon, provided that the economy evolves broadly as anticipated..." The US economy added an average of roughly 180,000 jobs per month over the reporting period, and the unemployment rate declined 0.6 percentage point to 4.3%. In the

second quarter, US GDP grew at an annualised rate of 2.6%—significantly outpacing the 1.2% growth rate in the first quarter. The acceleration in GDP growth from the previous three-month period was attributable mainly to a smaller downturn in private inventory investment and an increase in consumer spending.

Portfolio review

Fund performance versus the benchmark S&P 500 Index for the reporting period benefited mainly from good stock selection in the industrials, healthcare and consumer discretionary sectors. Among individual holdings, M&T Bank Corp was the largest contributor to performance, as its quarterly results during the period were bolstered by notable increases in net interest margin and fee income. The company also raised its quarterly dividend payout by 7% following the release of its earnings report for the first quarter of its 2017 fiscal year in April. Diversified financial services company Charles Schwab saw healthy revenue growth attributable largely to significant increases in new business, asset management and administration fees, and net interest. Industrial machinery manufacturer Deere & Co posted better-than-expected quarterly results despite the ongoing global farming recession and a slump in the construction equipment market. The company benefited primarily from strength in its construction and forestry segments, as well as effective cost controls.

Conversely, performance was hindered by both stock selection and an underweight position in the information technology sector, as well as stock selection and an overweight in consumer staples. The most notable individual stock detractors included Casey's General Stores, which is not represented in the benchmark index. The convenience-store chain operator continued to experience a slowdown across its business segments. The company saw a decline in store traffic attributable to a smaller customer base, the price gap for food away from home and at home, and its competitors' aggressive marketing actions. Healthy revenue growth in CVS Health Corp's pharmacy business was offset by relative weakness in the company's retail drugstore unit. Finally, the Fund's lack of exposure to Apple also weighed on performance. While we acknowledge Apple's innovations, we have questioned the sustainability of the company's revenue growth and margin profile over the longer term.

Outlook

US economic growth remains decent but unspectacular, the political environment is far from conducive to substantive progress on economic policy initiatives, corporate fundamentals are reasonable—though risks are emerging—and valuations are high on an absolute basis and probably unsustainable in the absence of earnings acceleration or progress on tax reform. In the second quarter, GDP growth registered 2.6%, a good, but not great, reading, though much improved relative to tepid growth in the first quarter and consistent with our outlook for improvement throughout this year. Consumer spending was particularly solid, which is important given that it comprises approximately two-thirds of the US economy. More important, from our perspective, is how and where the consumer is spending. Traditional brick-and-mortar retailers remain under significant pressure and those unwilling or unable to adapt their business models are at risk of becoming extinct in an "Amazon-driven" world. Inflation decelerated over the second quarter, though statements from the Fed in July 2017

Aberdeen North American Equity Fund

pointed toward the continuation of rate and balance sheet normalisation. When either of those will occur is becoming more uncertain. On the downside, Washington DC remains highly dysfunctional and divisive, to put it mildly. With healthcare reform having officially failed, the focus now turns toward taxes. While tax reform has the potential to be significantly earnings-enhancing for US companies, our sense is that, similar to healthcare, there is likely to be division within the Republican party on the appropriate structure and substance of reform, which has been severely constrained by the inability to defund Obamacare.

We remain comfortable with our portfolio of high-quality, cash-generative companies. We are monitoring signs of wage inflation and their impact on margins, while reducing positions where valuations appear to be at the high end of an appropriate range. The global economy appears to be a mildly favourable tailwind to equity markets, although we concede that it is improving from a depressed base. Finally, we acknowledge that tensions around the globe could have an impact on equity valuations and earnings, and we seek to preserve capital during a period of turbulence.

North American Equity Team

August 2017

Aberdeen North American Equity Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.62	0.87	0.12
31 July 2016	1.62	0.87	0.12
31 July 2015	1.62	0.87	0.12

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen North American Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,972.97	1,676.10	1,502.45
Return before operating charges*	335.90	324.24	200.69
Operating charges	(35.05)	(27.37)	(27.04)
Return after operating charges*	300.85	296.87	173.65
Distributions on accumulation shares	(0.31)	(2.19)	(2.70)
Retained distributions on accumulation shares	0.31	2.19	2.70
Closing net asset value per share	2,273.82	1,972.97	1,676.10
* after direct transaction costs of:	0.69	0.91	0.70
Performance			
Return after charges	15.25%	17.71%	11.56%
Other information			
Closing net asset value (£'000s)	103,277	116,768	134,064
Closing number of shares	4,541,987	5,918,387	7,998,545
Operating charges	1.62%	1.62%	1.62%
Direct transaction costs	0.03%	0.05%	0.04%
Prices			
Highest share price (pence)	2,317.80	2,012.45	1,837.53
Lowest share price (pence)	1,947.49	1,511.12	1,488.40

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen North American Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	2,137.77	1,802.48	1,603.81
Return before operating charges*	365.00	351.30	214.37
Operating charges	(20.46)	(16.01)	(15.70)
Return after operating charges*	344.54	335.29	198.67
Distributions on accumulation shares	(18.17)	(16.17)	(16.36)
Retained distributions on accumulation shares	18.17	16.17	16.36
Closing net asset value per share	2,482.31	2,137.77	1,802.48
 * after direct transaction costs of:	 0.75	 1.00	 0.75
Performance			
Return after charges	16.21%	18.60%	12.39%
Other information			
Closing net asset value (£'000s)	40,206	42,653	25,369
Closing number of shares	1,619,700	1,995,213	1,407,466
Operating charges	0.87%	0.87%	0.87%
Direct transaction costs	0.03%	0.05%	0.04%
Prices			
Highest share price (pence)	2,527.49	2,180.37	1,971.67
Lowest share price (pence)	2,110.21	1,625.94	1,588.92

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen North American Equity Fund

Z Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	119.54	100.04	100.00 ^B
Return before operating charges*	20.47	19.63	0.16
Operating charges	(0.16)	(0.13)	(0.12)
Return after operating charges*	20.31	19.50	0.04
Distributions on accumulation shares	(2.01)	(1.67)	(0.05)
Retained distributions on accumulation shares	2.01	1.67	0.05
Closing net asset value per share	139.85	119.54	100.04
 * after direct transaction costs of:	 0.04	 0.06	 0.04
Performance			
Return after charges	16.99%	19.49%	0.04%
Other information			
Closing net asset value (£'000s)	7,460	7,528	6
Closing number of shares	5,334,400	6,297,400	6,000
Operating charges	0.12%	0.12%	0.12%
Direct transaction costs	0.03%	0.05%	0.04%
Prices			
Highest share price (pence)	142.28	121.92	101.02
Lowest share price (pence)	118.00	90.29	97.83

^A Z Accumulation share class launched on 13 July 2015.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen North American Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
99.20% (2016: 98.91%)			
Equities 99.20% (2016: 98.91%)			
Consumer Discretionary 8.90% (2016: 10.80%)			
Automobiles & Components 2.55% (2016: 2.40%)			
BorgWarner ^{oo}	108,656	3,852	2.55
Consumer Durables & Apparel 2.12% (2016: 2.70%)			
PVH	35,396	3,202	2.12
Media 2.59% (2016: 2.29%)			
Comcast 'A' ^{oo}	127,010	3,902	2.59
Retailing 1.64% (2016: 3.41%)			
TJX	46,343	2,471	1.64
Total Consumer Discretionary		13,427	8.90
Consumer Staples 15.27% (2016: 13.81%)			
Food & Staples Retailing 5.89% (2016: 7.74%)			
Casey's General Stores	38,711	3,134	2.08
Costco Wholesale	22,926	2,756	1.83
CVS Health	49,389	2,995	1.98
		8,885	5.89
Food Beverage & Tobacco 6.77% (2016: 4.60%)			
Molson Coors Brewing	49,570	3,346	2.22
PepsiCo	35,566	3,146	2.08
Philip Morris International	42,283	3,744	2.47
		10,236	6.77
Household & Personal Products 2.61% (2016: 1.47%)			
Estee Lauder	51,990	3,934	2.61
Total Consumer Staples		23,055	15.27
Energy 8.22% (2016: 6.40%)			
ConocoPhillips	90,501	3,115	2.06
EOG Resources	44,722	3,229	2.14
Schlumberger	57,408	2,986	1.98
TransCanada	79,681	3,077	2.04
		12,407	8.22
Total Energy		12,407	8.22

Aberdeen North American Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Financials 17.67% (2016: 17.79%)			
Banks 5.90% (2016: 6.15%)			
M&T Bank	22,204	2,747	1.82
Regions Financial	275,865	3,053	2.02
Royal Bank of Canada™	55,178	3,110	2.06
		8,910	5.90
Diversified Financials 9.51% (2016: 9.56%)			
American Express	53,815	3,480	2.31
Charles Schwab™	119,346	3,884	2.58
Intercontinental Exchange	93,429	4,728	3.14
Moody's	22,432	2,240	1.48
		14,332	9.51
Insurance 2.26% (2016: 2.08%)			
AIG	68,658	3,410	2.26
		26,652	17.67
Total Financials			
Health Care 10.14% (2016: 13.97%)			
Health Care Equipment & Services 4.57% (2016: 4.19%)			
Aetna	33,014	3,864	2.56
Baxter International	66,144	3,035	2.01
		6,899	4.57
Pharmaceuticals, Biotechnology & Life Sciences 5.57% (2016: 9.78%)			
Gilead Sciences	53,801	3,106	2.06
Johnson & Johnson	23,010	2,316	1.53
Pfizer	118,901	2,992	1.98
		8,414	5.57
		15,313	10.14
Total Health Care			
Industrials 10.41% (2016: 12.38%)			
Capital Goods 4.77% (2016: 5.70%)			
Deere & Co	25,811	2,512	1.66
Lockheed Martin	10,430	2,311	1.53
Rockwell Automation	19,026	2,382	1.58
		7,205	4.77
Commercial & Professional Services 4.09% (2016: 4.20%)			
Equifax	29,139	3,214	2.13
Verisk Analytics™	44,799	2,965	1.96
		6,179	4.09
Transportation 1.55% (2016: 2.48%)			
Canadian National Railway	38,959	2,335	1.55
		15,719	10.41
Total Industrials			

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	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Information Technology 17.38% (2016: 12.80%)			
Semiconductors & Semiconductor Equipment 2.45% (2016: 2.48%)			
Texas Instruments	59,984	3,704	2.45
Software & Services 13.42% (2016: 10.32%)			
Alliance Data Systems	12,522	2,292	1.52
Alphabet	5,087	3,650	2.42
Cognizant Technology Solutions 'A'	65,938	3,467	2.30
Oracle	138,049	5,228	3.46
Visa 'A' [∞]	74,354	5,616	3.72
		20,253	13.42
Technology Hardware & Equipment 1.51% (2016: nil)			
CDW	47,464	2,283	1.51
Total Information Technology		26,240	17.38
Materials 9.05% (2016: 9.00%)			
Ecolab	22,750	2,272	1.51
International Flavors & Fragrances	28,223	2,851	1.89
Monsanto	25,110	2,226	1.47
Potash Corp of Saskatchewan	195,501	2,653	1.76
Praxair	37,029	3,657	2.42
		13,659	9.05
Total Materials		13,659	9.05
Telecommunication Services 2.16% (2016: 1.96%)			
TELUS	88,163	2,406	1.59
TELUS	31,283	858	0.57
		3,264	2.16
Total Telecommunication Services		3,264	2.16
Total Equities		149,736	99.20
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		149,736	99.20
Total investments		149,736	99.20
Other net assets		1,207	0.80
Total net assets		150,943	100.00

[∞] A portion of this security is on loan at the year end.
Comparative figures are as at 31 July 2016.

Aberdeen North American Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	19,833	13.25	13.14

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Anheuser-Busch InBev	1,059	Equity	Main market listing	BNP Paribas
Nokia	959	Equity	Main market listing	BNP Paribas
Credit Agricole	735	Equity	Main market listing	BNP Paribas
TOTAL	735	Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	735	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	732	Equity	Main market listing	BNP Paribas
Tokyo Electron	684	Equity	Main market listing	BNP Paribas
SAP	625	Equity	Main market listing	BNP Paribas
Vodafone	549	Equity	Main market listing	BNP Paribas
Unicredit	523	Equity	Main market listing	BNP Paribas
Other Equity	14,202	Equity	Main market listing	BNP Paribas
Other Government Bond	411	Government Bond	Investment grade	BNP Paribas
Total collateral received	21,949			

Market value of collateral held		Proportion held in segregated accounts
£'000		%
Collateral held per custodian		
BNP Paribas		100.00

One custodian is used to hold the collateral.

Market value of collateral received	
Collateral analysed by currency	£'000
CHF	14
EUR	11,398
GBP	2,749
JPY	4,294
SEK	490
USD	3,004
Total collateral received	21,949

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Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	13,234	France	Tri-party
BNP Paribas	6,599	France	Tri-party
Total market value of securities lending	19,833		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	18	125.00
Direct operational costs (securities lending agent costs)	(4)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(4)	(25.00)
Net return	14	100.00

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Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	24,288	26,930
Revenue	2	3,196	3,018
Expenses	3	(2,300)	(2,104)
Net revenue before taxation		896	914
Taxation	4	(438)	(414)
Net revenue after taxation		458	500
Total return before distributions		24,746	27,430
Distributions	5	(460)	(548)
Change in net assets attributable to shareholders from investment activities		24,286	26,882

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	166,949	159,439
Amounts receivable on issue of shares	29,504	48,330
Amounts payable on cancellation of shares	(70,220)	(68,271)
	(40,716)	(19,941)
Dilution adjustment	8	11
Change in net assets attributable to shareholders from investment activities	24,286	26,882
Retained distributions on accumulation shares	416	557
Unclaimed distributions > 6 years	-	1
Closing net assets attributable to shareholders	150,943	166,949

Aberdeen North American Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		149,736	165,126
Current assets:			
Debtors	6	1,500	1,243
Cash and bank balances		1,755	3,347
Total assets		152,991	169,716
Liabilities:			
Creditors:			
Other creditors	7	2,048	2,767
Total liabilities		2,048	2,767
Net assets attributable to shareholders		150,943	166,949

Aberdeen North American Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	24,212	26,729
Other currency gains	6	179
Class actions	70	22
Net capital gains	24,288	26,930

2. Revenue

	2017 £'000	2016 £'000
Overseas dividends	3,181	2,981
Stock lending commission	14	33
Bank interest	1	4
Total revenue	3,196	3,018

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	2,097	1,926
Operating, administrative and servicing fees	203	178
Total expenses	2,300	2,104

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	438	414
Current tax charge	438	414
Total taxation	438	414

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen North American Equity Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	896	913
Corporation tax at 20% (2016 - 20%)	179	183
Effects of:		
Non-taxable overseas dividends	(636)	(596)
Excess management expenses	457	413
Irrecoverable overseas withholding tax	438	414
Total taxation	438	414

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £6,449,000 (2016 - £5,992,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Final	416	557
	416	557
Add: Revenue deducted on cancellation of shares	59	100
Deduct: Revenue received on issue of shares	(15)	(109)
Distributions for the year	460	548
Total distributions	460	548

Details of the distribution per share are set out in the distribution tables on page 558.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	458	500
Add:		
Movement between share classes due to conversion	2	48
Distributions	460	548

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	135	129
Amounts receivable for issue of shares	19	17
Sales awaiting settlement	849	546
Currency transactions awaiting settlement	497	551
Total debtors	1,500	1,243

Aberdeen North American Equity Fund

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	177	195
Amounts payable for cancellation of shares	669	2,026
Purchases awaiting settlement	704	-
Currency transactions awaiting settlement	498	546
Total other creditors	2,048	2,767

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 548. £812,000 was due to the ACD (2016 - £2,187,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 540. The distribution per share class is given in the distribution tables on page 558. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	Z Accumulation shares
Opening number of shares	5,918,387	1,995,213	6,297,400
Creations during the year	1,260,700	103,000	236,800
Cancellations during the year	(2,617,200)	(496,800)	(1,199,800)
Shares converted during the year	(19,900)	18,287	-
Closing shares in issue	4,541,987	1,619,700	5,334,400

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Aberdeen North American Equity Fund

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2017			
BNP Paribas	6,216	6,878	Equity
BNP Paribas	383	404	Government Bond
NATIXIS	13,227	14,660	Equity
NATIXIS	7	7	Government Bond
Total	19,833	21,949	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	18	4	14

Aberdeen North American Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
BNP Paribas	85	90	Government Bond
BNP Paribas	1,930	2,143	Equity
BNP Paribas	128	134	Government Bond
BNP Paribas Securities Services	3,104	3,396	Equity
BNP Paribas Securities Services	5,512	5,802	Government Bond
Deutsche Bank	3,013	3,343	Equity
Deutsche Bank	262	276	Government Bond
NATIXIS	6,532	7,234	Equity
NATIXIS	1,485	1,563	Government Bond
Total	22,051	23,981	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	41	8	33

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Canadian Dollar	51	8,593	8,644
Pound Sterling	1,066	-	1,066
US Dollar	90	141,143	141,233
Net assets	1,207	149,736	150,943

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Canadian Dollar	21	4,900	4,921
Pound Sterling	1,668	-	1,668
US Dollar	134	160,226	160,360
Net assets	1,823	165,126	166,949

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £14,988,000 (2016 - £16,528,000).

Aberdeen North American Equity Fund

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £7,487,000 (2016 - £8,256,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					-
Other creditors	-	2,048	-	-	2,048
Total financial liabilities	-	2,048	-	-	2,048
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	2,767	-	-	2,767
Total financial liabilities	-	2,767	-	-	2,767

Aberdeen North American Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Equities	45,845	61,259	85,508	79,201
Trades in the year before transactions costs	45,845	61,259	85,508	79,201
Commissions				
Equities	20	35	(39)	(43)
Total commissions	20	35	(39)	(43)
Taxes				
Equities	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Equities	-	-	(2)	(2)
Total other expenses	-	-	(2)	(2)
Total transaction costs	20	35	(41)	(45)
Total net trades in the year after transaction costs	45,865	61,294	85,467	79,156

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.04	0.06	0.05	0.05
Taxes				
Equities	-	-	-	-
Other expenses				
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.03	0.05
Taxes	-	-
Other expenses	-	-
Total costs	0.03	0.05

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.02% (2016 - 0.02%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen North American Equity Fund

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1	149,736	-	165,126	-
Level 2	-	-	-	-
Level 3	-	-	-	-
Total	149,736	-	165,126	-

Aberdeen North American Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Final dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.31304	-	0.31304	2.18911
Group 2	0.01145	0.30159	0.31304	2.18911
I Accumulation shares				
Group 1	18.17216	-	18.17216	16.16636
Group 2	10.65212	7.52004	18.17216	16.16636
Z Accumulation shares				
Group 1	2.01379	-	2.01379	1.66524
Group 2	0.63379	1.38000	2.01379	1.66524

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Property Share Fund

For the year ended 31 July 2017

Investment objective and policy

The objective of the Fund is to provide long term total return, from a diversified portfolio of property company securities or companies which derive a significant proportion of their revenues or profits from property, or have a significant proportion of their assets in property. Holdings will be concentrated in the United Kingdom, though investment overseas is permitted.

Note: The term 'total return' means a combination of income and capital growth and no positive return is implied.

Performance review

For the year ended 31 July 2017, the value of the Aberdeen Property Share Fund – A Accumulation Shares increased by 12.60% compared to an increase of 6.35% in the benchmark, the FTSE 350 Real Estate Index.

Source: Lipper & Factset, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK property stocks rose in the year under review, first recovering from the indiscriminate sector sell-off just after the EU Referendum result, and then again with a further buoyant start to 2017. Initial fears that underlying property values would come under strain following the referendum result were ill-founded, with values only falling in the first few months before staging a steady recovery for the rest of the period. Ultra-lax monetary policy on the one hand, and pronounced appetite on the part of overseas investors looking to take advantage of sterling weakness on the other, were key drivers of this recovery. Much stronger GDP growth also confounded sceptics, with the UK economy forecast to expand by approximately 1.6% in 2017 by the Organisation for Economic Co-operation and Development, while the latest unemployment reading of 4.4% is the lowest seen since 1975.

All major areas of the commercial property market reported growth in capital values and, to a lesser extent, rents, albeit with a significant variance between subsectors. Capital-value growth was most pronounced, for industrial-property owners, helping listed specialists such as SEGRO and Hansteen perform particularly well, whereas owners of shopping malls and office assets had to make do with more modest gains. This, in turn, translated to lacklustre performance for some of the large listed REITs, such as Intu Properties, Land Securities and Hammerson, which continue to trade at sharp discounts to net asset value. Trading conditions were broadly favourable for less mainstream property assets, such as student accommodation, healthcare properties, and self-storage assets, boosted by rental growth and continued investor appetite for those assets.

Not all the news was positive: the early positive sentiment in the United States regarding the surprise election of President Trump, with his pro-growth agenda, has more recently started to wane in the face of limited legislative progress. Domestically, the Conservative Party showed a remarkable propensity for political miscalculation, calling a snap-election in May that produced a hung-parliament and its resulting reliance on the support of Northern Ireland's Democratic Unionist Party. The progress and potential outcome of Brexit negotiations

between EU and UK officials also appears uncertain. Lastly, inflation in the UK continues to rise, the latest Consumer Price Index figure of 2.6% being well above both prevailing wage growth and the Bank of England's 2% target, with obvious concerns that this may put pressure on household incomes and consumption.

Portfolio review

The Fund's outperformance, returning 12.60% versus the index return of 6.35% was very positive both in absolute and on a relative basis, further extending the Fund's long-term track record. Reviewing the portfolio as a whole, the largest relative performance contributions came from being overweight to the strong performing mid-cap specialists, such as Hansteen, St Modwen, and Workspace, and being underweight or not owning at all a number of very large REITs, such as Intu Properties, Landsec, and British Land. The Fund has the flexibility to invest up to 20% in overseas companies and another 20% in companies classified in other sectors where we can demonstrate that owning or managing property underpins the business. In both cases, the Fund's use of such flexibility added performance, with notable contributions from Dublin-focused housebuilder Cairn Homes, as well as by Berlin residential-property owner Deutsche Wohnen, both of which are benefiting from favourable supply/demand fundamentals in their respective markets. The largest detractors came from our large position in European shopping-mall owner Unibail-Rodamco, a solid contributor to performance in prior periods, its share price lagged the rising market this year, partly due to weaker investor appetite for all of the retail-exposed landlords. In addition, despite holding industrial-property owner SEGRO as one of the Fund's largest absolute exposures, its even larger benchmark weight meant that the company's outperformance caused the Fund to lag on a relative basis.

In key portfolio activity, we already mentioned in the interim review the strategic changes that included exiting Tesco and Vopak in favour of buying Deutsche Wohnen and participating in SEGRO's equity raise. Since then, we have also introduced Grainger, the leading UK listed owner of private-rented-sector housing, following progress made by new management at simplifying the business and building a scalable operating platform. Not only does its share price trade at a discount to its book-value, but it also helps diversify the Fund's exposure. In addition, we initiated a holding in leading owner of German business parks Sirius Real Estate, given its scalable operating platform, asset management opportunities and for its exposure to attractively-valued German SME offices and warehousing assets. Subsequently, we increased our exposure to the company by participating in its share placement, the proceeds of which will be used to finance the purchase of four properties. We also took part in capital raises by industrial and logistics owners LondonMetric and SEGRO, as well as that of primary healthcare owner Assura. Each of the four equity increases were by existing holdings and where they had a clear plan as to how they will deploy the fresh capital by acquiring or developing properties that are complementary to their existing portfolios and which should further enhance net asset value and earnings over the coming years.

Aberdeen Property Share Fund

Outlook

The near-term economic outlook for the UK is reasonably favourable, with positive sentiment evidenced by a buoyant recent 54.1% Purchasing Managers' Index reading. Similarly, values in the commercial sector as recently as the July data continued to edge upwards, albeit more driven by yield-hungry investors pushing down valuation-yields rather than from rental growth, which is lacklustre for most areas of the market, other than for industrial and specialist property owners. Recent notable transactions in the underlying market include the record breaking £1.3 billion sale of 20 Fenchurch Street (also known as the Walkie-Talkie) by a Landsec-controlled joint venture and the £470 million sale of a residential development site in London's Battersea by a St Modwen-led joint venture, illustrating the current strength of demand from overseas investors for UK commercial properties. The Fund invests in both these companies and, it is notable that despite being able to sell key assets at or above carrying-value, both trade at significant discounts to their net asset values, reflecting the disconnect between overseas buyers and more cautious share investors locally.

Looking out to the rest of 2017 and into 2018, the outlook is far less clear. There is an obvious risk that slower house price growth together with high levels of imported inflation at a time of weak wage growth may sap consumer confidence. Furthermore, occupancy demand for commercial property, especially office space, is likely to be influenced by the direction of Brexit negotiations. Albeit the recent emerging consensus appears to be pointing towards the willingness of the governing Conservative Party to support what is termed a 'soft Brexit', under which many aspects of the current relationship might potentially be left unchanged in practice.

Looking specifically at the listed property market, we take some comfort from the fact that share prices for owners of more cyclical or mature property assets continue to trade at pronounced discounts to net asset value, this despite balance-sheets, in most cases, being healthy, providing a cushion should values do come under pressure. Furthermore, the operating performance of our holdings has been credible so far, with healthy growth in both reported net asset values and dividends the norm in the vast majority of cases.

Overall, we finished the year under review much as we started it: with the Fund investing in a number of well-managed and attractively-positioned UK property stocks, allied with a small selection of the team's top overseas property stocks and companies outside the sector with clear property backing. While our primary focus is on the merits of owning each individual security, we also recognise the resulting diversification benefits, with the Fund offering unit-holders exposure to a much broader spread of underlying property sub-markets and geographies than that represented by the Fund's benchmark. This approach has stood the Fund in good stead over the last property cycle, as evidenced by its track-record of robust relative performance, and faced by an uncertain economic and political outlook, you can expect us to remain disciplined in its application.

Pan European Equity Team

August 2017

Aberdeen Property Share Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %
31 July 2017	1.61	0.86	0.79
31 July 2016	1.61	0.86	0.79
31 July 2015	1.61	0.86	-

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Specialist sector: The Fund invests in a specialist sector and it will not perform in line with funds that have a broader investment policy.
- Concentrated portfolio: The Fund may hold a limited number of investments. If one of these investments declines in value this can have a greater impact on the fund's value than if it held a larger number of investments.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Property Share Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	102.34	109.03	85.80
Return before operating charges*	13.42	(5.01)	24.77
Operating charges	(1.69)	(1.68)	(1.54)
Return after operating charges*	11.73	(6.69)	23.23
Distributions on accumulation shares	(1.98)	(1.27)	(1.43)
Retained distributions on accumulation shares	1.98	1.27	1.43
Closing net asset value per share	114.07	102.34	109.03
* after direct transaction costs of:			
	-	0.12	0.07
Performance			
Return after charges	11.46%	(6.14%)	27.07%
Other information			
Closing net asset value (£'000s)	104,348	115,170	186,490
Closing number of shares	91,477,212	112,537,137	171,050,796
Operating charges	1.61%	1.61%	1.61%
Direct transaction costs	-	0.12%	0.07%
Prices			
Highest share price (pence)	115.16	112.20	109.35
Lowest share price (pence)	95.49	90.36	81.26

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Property Share Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	171.55	181.37	141.69
Return before operating charges*	22.02	(8.33)	41.08
Operating charges	(1.52)	(1.49)	(1.40)
Return after operating charges*	20.50	(9.82)	39.68
Distributions on accumulation shares	(4.05)	(3.46)	(3.57)
Retained distributions on accumulation shares	4.05	3.46	3.57
Closing net asset value per share	192.05	171.55	181.37
 * after direct transaction costs of:	 -	 0.20	 0.11
Performance			
Return after charges	11.95%	(5.41%)	28.00%
Other information			
Closing net asset value (£'000s)	239,214	250,180	216,195
Closing number of shares	124,558,407	145,836,360	119,196,764
Operating charges	0.86%	0.86%	0.86%
Direct transaction costs	-	0.12%	0.07%
Prices			
Highest share price (pence)	193.75	186.72	181.84
Lowest share price (pence)	160.41	151.13	134.40

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
High and Low prices are based on official published daily NAVs.

Aberdeen Property Share Fund

K Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	100.70	100.00 ^B
Return before operating charges*	12.94	1.47
Operating charges	(0.84)	(0.77)
Return after operating charges*	12.10	0.70
Distributions on accumulation shares	(2.46)	(0.93)
Retained distributions on accumulation shares	2.46	0.93
Closing net asset value per share	112.80	100.70
 * after direct transaction costs of:	 -	 0.11
Performance		
Return after charges	12.02%	0.70%
Other information		
Closing net asset value (£'000s)	4,698	233
Closing number of shares	4,165,506	231,505
Operating charges	0.79%	0.79%
Direct transaction costs	-	0.12%
Prices		
Highest share price (pence)	113.79	105.55
Lowest share price (pence)	94.19	88.75

^A K Accumulation share class launched on 23 March 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Property Share Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
99.54% (2016: 96.99%)			
Equities 99.54% (2016: 96.99%)			
France 5.75% (2016: 5.92%)			
Unibail-Rodamco (REIT)	106,000	20,035	5.75
Germany 5.24% (2016: 2.96%)			
Deutsche Wohnen	267,000	8,001	2.30
LEG Immobilien	141,100	10,244	2.94
		18,245	5.24
Ireland 2.93% (2016: 1.40%)			
Cairn Homes	7,300,000	10,217	2.93
Netherlands nil (2016: 1.48%)			
Sweden 4.92% (2016: 4.88%)			
Castellum	866,900	10,105	2.90
Hufvudstaden 'A'	532,471	7,030	2.02
		17,135	4.92
Switzerland 1.73% (2016: 1.81%)			
PSP Swiss Property	87,000	6,019	1.73
United Kingdom 78.97% (2016: 78.54%)			
Assura (REIT)	31,443,773	20,155	5.79
Big Yellow (REIT)	1,362,000	10,556	3.03
British Land (REIT)	1,452,700	8,869	2.55
Daejan	119,194	7,771	2.23
Derwent London (REIT)	508,200	14,474	4.16
Fuller Smith & Turner	675,307	6,875	1.97
Grainger	1,360,400	3,574	1.03
Great Portland Estates (REIT)	1,447,990	8,717	2.50
Hammerson (REIT)	1,704,900	9,795	2.81
Hansteen (REIT)	13,170,000	16,726	4.80
Helical Bar	2,206,392	7,612	2.19
Land Securities (REIT)	920,900	9,402	2.70
LondonMetric Property (REIT)	8,172,211	13,754	3.95
Millennium & Copthorne Hotels	2,493,000	11,415	3.28
Rightmove [°]	281,700	11,854	3.40
Savills [°]	959,700	8,772	2.52
Segro (REIT)	3,942,000	20,773	5.97
Shaftesbury (REIT) [°]	1,558,000	15,315	4.40
Sirius Real Estate	7,578,800	4,282	1.23
St Modwen Properties	4,423,900	15,860	4.55

Aberdeen Property Share Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
U & I	3,893,000	7,329	2.10
UNITE	3,078,000	20,652	5.93
Workspace (REIT)	2,238,000	20,478	5.88
		275,010	78.97
Total Equities		346,661	99.54
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		346,661	99.54
Open Ended Investment Funds 1.41% (2016: nil)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	4,897	4,897	1.41
Total Open Ended Investment Funds		4,897	1.41
Total investments		351,558	100.95
Other net liabilities		(3,298)	(0.95)
Total net assets		348,260	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen Property Share Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	12,121	3.45	3.48

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Nokia	673	Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	673	Equity	Main market listing	BNP Paribas
Credit Agricole	673	Equity	Main market listing	BNP Paribas
Total	673	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	670	Equity	Main market listing	BNP Paribas
Anheuser-Busch InBev	644	Equity	Main market listing	BNP Paribas
SAP	572	Equity	Main market listing	BNP Paribas
Vodafone	503	Equity	Main market listing	BNP Paribas
Tokyo Electron	498	Equity	Main market listing	BNP Paribas
Tesco	472	Equity	Main market listing	BNP Paribas
Other Equity	7,376	Equity	Main market listing	BNP Paribas
Other Government Bond	6	Government Bond	Investment grade	BNP Paribas
Total collateral received	13,433			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		13,433	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
EUR		6,863
GBP		2,147
JPY		2,581
SEK		297
USD		1,545
Total collateral received		13,433

Aberdeen Property Share Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	12,121	France	Tri-party
Total market value of securities lending	12,121		
Maturity Tenor of Collateral and SFTs (remaining period to maturity)			
Securities lending			
The lending and collateral transactions are on an open basis and can be recalled on demand.			
The Fund does not engage in any re-use of collateral.			
Return and cost per type of SFT	£'000	%	
For the year ended 31 July 2017			
Securities lending			
Gross return	16	125.00	
Direct operational costs (securities lending agent costs)	(3)	(25.00)	
Indirect operational costs (Investment Adviser operational costs)	-	-	
Total costs	(3)	(25.00)	
Net return	13	100.00	

Aberdeen Property Share Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	1		30,524		(32,726)
Revenue	2	11,273		11,499	
Expenses	3	(3,789)		(4,479)	
Net revenue before taxation		7,484		7,020	
Taxation	4	(130)		(354)	
Net revenue after taxation			7,354		6,666
Total return before distributions			37,878		(26,060)
Distributions	5		(7,354)		(6,734)
Change in net assets attributable to shareholders from investment activities			30,524		(32,794)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		365,583		402,685
Amounts receivable on issue of shares	33,648		56,847	
Amounts payable on cancellation of shares	(88,810)		(67,678)	
		(55,162)		(10,831)
Dilution adjustment		246		9
Change in net assets attributable to shareholders from investment activities		30,524		(32,794)
Retained distributions on accumulation shares		7,069		6,514
Closing net assets attributable to shareholders		348,260		365,583

Aberdeen Property Share Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		351,558	354,602
Current assets:			
Debtors	6	3,523	926
Cash and bank balances		1,707	10,735
Total assets		356,788	366,263
Liabilities:			
Creditors:			
Other creditors	7	8,528	680
Total liabilities		8,528	680
Net assets attributable to shareholders		348,260	365,583

Aberdeen Property Share Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017	2016
	£'000	£'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains/(losses)	30,645	(32,560)
Other currency losses	(121)	(166)
Net capital gains/(losses)	30,524	(32,726)

2. Revenue

	2017	2016
	£'000	£'000
UK dividends	1,958	3,827
UK REITs PID Income	4,701	4,168
UK REITs non PID Income	1,911	-
Overseas dividends	2,187	2,372
Revenue from collective investment schemes	1	-
Underwriting commission	-	39
Stock dividends	500	1,060
Stock lending commission	13	9
Bank interest	2	24
Total revenue	11,273	11,499

3. Expenses

	2017	2016
	£'000	£'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	3,407	4,046
Operating, administrative and servicing fees	382	432
	3,789	4,478
<i>Other expenses:</i>		
Interest payable and similar charges	-	1
	-	1
Total expenses	3,789	4,479

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017	2016
	£'000	£'000
The tax charge comprises:		
Overseas withholding tax	130	354
Current tax charge	130	354
Total taxation	130	354

Aberdeen Property Share Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	7,484	7,020
Corporation tax at 20% (2016 - 20%)	1,497	1,404
Effects of:		
UK dividends	(822)	(1,140)
Non-taxable overseas dividends	(438)	(474)
Excess management expenses	(237)	210
Irrecoverable overseas withholding tax	130	354
Total taxation	130	354

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £3,812,000 (2016 - £4,049,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Interim	1,512	1,206
Final	5,557	5,308
	7,069	6,514
Add: Revenue deducted on cancellation of shares	475	476
Deduct: Revenue received on issue of shares	(190)	(256)
Distributions for the year	7,354	6,734
Total distributions	7,354	6,734

Details of the distribution per share are set out in the distribution tables on page 579.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	7,354	6,666
Add:		
Movement between share classes due to conversion	-	68
Distributions	7,354	6,734

Aberdeen Property Share Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	641	587
Amounts receivable for issue of shares	13	298
Overseas withholding tax reclaimable	27	41
Sales awaiting settlement	2,086	-
Currency transactions awaiting settlement	681	-
Other debtor	14	-
Tax reclaimable	61	-
Total debtors	3,523	926

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	321	325
Amounts payable for cancellation of shares	6,827	278
Purchases awaiting settlement	700	-
Currency transactions awaiting settlement	680	-
Other creditors	-	77
Total other creditors	8,528	680

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 569. £7,102,000 was due to the ACD (2016 - £273,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £4,897,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'K': 0.675%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 562. The distribution per share class is given in the distribution tables on page 579. All share classes have the same rights on winding up.

Aberdeen Property Share Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	K Accumulation shares
Opening number of shares	112,537,137	145,836,360	231,505
Creations during the year	1,208,100	16,291,100	4,061,200
Cancellations during the year	(21,577,700)	(37,913,100)	(240,700)
Shares converted during the year	(690,325)	344,047	113,501
Closing shares in issue	91,477,212	124,558,407	4,165,506

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Aberdeen Property Share Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
NATIXIS	12,115	13,427	Equity
NATIXIS	6	6	Government Bond
Total	12,121	13,433	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	16	3	13

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	542	596	Equity
NATIXIS	5,094	5,643	Equity
NATIXIS	1,158	1,219	Government Bond
Total	6,794	7,458	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	11	2	9

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Euro	27	48,497	48,524
Pound Sterling	(3,325)	279,907	276,582
Swedish Krona	-	17,135	17,135
Swiss Franc	-	6,019	6,019
Net assets	(3,298)	351,558	348,260

Aberdeen Property Share Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Euro	16	42,998	43,014
Pound Sterling	10,940	287,126	298,066
Swedish Krona	-	17,850	17,850
Swiss Franc	25	6,628	6,653
Net assets	10,981	354,602	365,583

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £7,168,000 (2016 - £6,752,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £17,578,000 (2016 - £17,730,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	8,528	-	-	8,528
Total financial liabilities	-	8,528	-	-	8,528

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	680	-	-	680
Total financial liabilities	-	680	-	-	680

Aberdeen Property Share Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Collective Investment Schemes	13,980	-	9,083	-
Equities	29,942	96,310	69,138	98,642
Trades in the year before transactions costs	43,922	96,310	78,221	98,642
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	12	58	(36)	(56)
Total commissions	12	58	(36)	(56)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	59	328	-	-
Total taxes	59	328	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	2	-	-	-
Total other expenses	2	-	-	-
Total transaction costs	73	386	(36)	(56)
Total net trades in the year after transaction costs	43,995	96,696	78,185	98,586

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.04	0.06	0.05	0.06
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	0.20	0.34	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	0.01	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.01	0.03
Taxes	0.02	0.09
Other expenses	-	-
Total costs	0.03	0.12

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

Aberdeen Property Share Fund

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.25% (2016 - 0.02%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1	346,661	-	354,602	-
Level 2	4,897	-	-	-
Level 3	-	-	-	-
Total	351,558	-	354,602	-

Aberdeen Property Share Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.21820	-	0.21820	0.04984
Group 2	0.04586	0.17234	0.21820	0.04984
I Accumulation shares				
Group 1	0.94796	-	0.94796	0.76059
Group 2	0.44858	0.49938	0.94796	0.76059
K Accumulation shares				
Group 1	0.60271	-	0.60271	-
Group 2	0.25736	0.34535	0.60271	-

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.75988	-	1.75988	1.22194
Group 2	0.94392	0.81596	1.75988	1.22194
I Accumulation shares				
Group 1	3.10679	-	3.10679	2.69519
Group 2	1.46247	1.64432	3.10679	2.69519
K Accumulation shares				
Group 1	1.85513	-	1.85513	0.93027
Group 2	1.37076	0.48437	1.85513	0.93027

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Responsible UK Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund seeks long term growth by investing in a diversified portfolio of UK companies. Equity selection will be undertaken on the basis of thorough fundamental company analysis but environment, social and governance criteria will also be taken into account. Where an investee company's practices are considered to be lacking or deficient with regard to these criteria, the manager will encourage the company to adopt more responsible practices.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Responsible UK Equity Fund – A Accumulation Shares increased by 15.08% compared to an increase of 14.90% in the benchmark, the FTSE All Share Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK equities rose in the year under review, with the market benchmark setting new records despite the turmoil gripping the political arena since Britain's shock decision to leave the European Union. Initially, sentiment was lifted by hopes of a rosier global economic backdrop resulting from Donald Trump's pro-business platform that had helped him secure an unexpected win at the US presidential election. Also boosting stock prices were a rebound in the oil price and a resilient domestic economy, with UK unemployment at its lowest in over a decade, while business confidence pointed to further expansion.

However, these gains were capped by Prime Minister Theresa May's snap-election gamble that ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness, driving consumer prices above the Bank of England's 2% target and eroding household spending power as wage growth remained modest.

Portfolio review

At the stock level, contributing to relative returns was Melrose Industries as its Nortek acquisition continued to buoy its share price. Also benefiting the fund was Oxford Instruments, which was lifted by its full-year earnings update that showed solid improvements under its new management, along with a healthier balance sheet. Last, Spirax-Sarco Engineering continued to outperform, with good sales growth, both organic and inorganic, despite ongoing weakness in Brazil and Argentina and a subdued US environment.

Conversely, a lack of exposure to HSBC proved costly as its shares strengthened on the back of hints of further interest rate rises by central banks. Another detractor was Provident Financial, whose shares were hurt by operational issues associated with a new working model in its home-credit business. Also detracting from relative performance was Aggreko after it posted weaker-than-expected results, particularly in its utility business where slower demand and increased competition eroded profitability.

In key portfolio activity, we already mentioned in the interim review the exit from Centrica in favour of BTG and Provident Financial, along with our participation in Melrose's rights issue. Since then, we have also divested Elementis following its good share price performance and risks surrounding a recent acquisition; HSBC, as it re-rated to more normal levels following a recovery in its share price; Tesco, after having weighed the potential valuation upside against the ongoing industry challenges it faces; and Vodafone to recycle capital into more attractive opportunities. This included adding to the recent introductions mentioned above, as well as initiating a holding in Rightmove, given its robust two-sided network model, sustainable earnings from the subscription model and a solid balance sheet.

Outlook

Looking ahead, the UK's economic outlook appears cautious, especially in light of the unexpected election outcome and how this will eventually pan out in the Brexit negotiations that lie ahead. Already, there are signs that imported inflation, a direct result of sterling's weakness, combined with anaemic wage growth, are starting to weigh on the economy and could undermine its post-referendum resilience.

We continue to believe that the portfolio is comprised of businesses that, while not immune to the external environment, are able to weather the difficulties that lie ahead. We have not significantly changed our positioning and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and robust balance sheets that also trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen Responsible UK Equity Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.64	0.89	0.14
31 July 2016	1.64	0.89	0.14
31 July 2015	1.65	0.90	0.15

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Responsible UK Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	153.99	145.23	141.39
Return before operating charges*	24.79	10.99	6.22
Operating charges	(2.72)	(2.23)	(2.38)
Return after operating charges*	22.07	8.76	3.84
Distributions on accumulation shares	(2.42)	(2.65)	(2.90)
Retained distributions on accumulation shares	2.42	2.65	2.90
Closing net asset value per share	176.06	153.99	145.23
* after direct transaction costs of:	0.14	0.22	0.15
Performance			
Return after charges	14.33%	6.03%	2.72%
Other information			
Closing net asset value (£'000s)	18,570	16,490	16,274
Closing number of shares	10,547,422	10,708,195	11,205,510
Operating charges	1.64%	1.64%	1.65%
Direct transaction costs	0.08%	0.16%	0.10%
Prices			
Highest share price (pence)	180.01	155.17	155.56
Lowest share price (pence)	151.72	119.27	129.36

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Responsible UK Equity Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	124.29	119.38	118.59
Return before operating charges*	19.96	8.90	5.20
Operating charges	(2.19)	(1.82)	(1.99)
Return after operating charges*	17.77	7.08	3.21
Distributions on income shares	(1.95)	(2.17)	(2.42)
Closing net asset value per share	140.11	124.29	119.38
 * after direct transaction costs of:	 0.11	 0.18	 0.12
Performance			
Return after charges	14.30%	5.93%	2.71%
Other information			
Closing net asset value (£'000s)	216	202	318
Closing number of shares	154,298	162,198	266,090
Operating charges	1.64%	1.64%	1.65%
Direct transaction costs	0.08%	0.16%	0.10%
Prices			
Highest share price (pence)	144.75	126.78	129.61
Lowest share price (pence)	122.43	97.43	108.50

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Responsible UK Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	131.50	123.08	118.93
Return before operating charges*	21.24	9.45	5.25
Operating charges	(1.27)	(1.03)	(1.10)
Return after operating charges*	19.97	8.42	4.15
Distributions on accumulation shares	(3.14)	(3.14)	(3.36)
Retained distributions on accumulation shares	3.14	3.14	3.36
Closing net asset value per share	151.47	131.50	123.08
 * after direct transaction costs of:	 0.12	 0.19	 0.12
Performance			
Return after charges	15.19%	6.84%	3.49%
Other information			
Closing net asset value (£'000s)	4,677	3,314	3,019
Closing number of shares	3,087,929	2,520,502	2,452,953
Operating charges	0.89%	0.89%	0.90%
Direct transaction costs	0.08%	0.16%	0.10%
Prices			
Highest share price (pence)	154.68	132.49	131.64
Lowest share price (pence)	129.56	101.49	108.98

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen Responsible UK Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	119.13	114.40	113.66
Return before operating charges*	19.15	8.57	4.97
Operating charges	(1.14)	(0.94)	(1.04)
Return after operating charges*	18.01	7.63	3.93
Distributions on income shares	(2.83)	(2.90)	(3.19)
Closing net asset value per share	134.31	119.13	114.40
 * after direct transaction costs of:	 0.11	 0.17	 0.12
Performance			
Return after charges	15.12%	6.67%	3.46%
Other information			
Closing net asset value (£'000s)	566	520	1,099
Closing number of shares	421,242	436,642	960,788
Operating charges	0.89%	0.89%	0.90%
Direct transaction costs	0.08%	0.16%	0.10%
Prices			
Highest share price (pence)	139.10	121.92	124.50
Lowest share price (pence)	117.36	93.38	104.15

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Responsible UK Equity Fund

Z Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	190.87	179.79	178.66
Return before operating charges*	30.87	13.54	7.78
Operating charges	(0.29)	(0.23)	(0.27)
Return after operating charges*	30.58	13.31	7.51
Distributions on income shares	(6.25)	(2.23)	(6.38)
Closing net asset value per share	215.20	190.87	179.79
 * after direct transaction costs of:	 0.17	 0.26	 0.18
Performance			
Return after charges	16.02%	7.40%	4.20%
Other information			
Closing net asset value (£'000s)	1	1	5,765
Closing number of shares	471	571	3,206,671
Operating charges	0.14%	0.14%	0.15%
Direct transaction costs	0.08%	0.16%	0.10%
Prices			
Highest share price (pence)	223.49	192.29	196.14
Lowest share price (pence)	188.06	146.78	163.94

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen Responsible UK Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
95.54% (2016: 97.72%)			
Equities 95.54% (2016: 97.72%)			
Basic Materials 9.22% (2016: 9.96%)			
Chemicals 4.24% (2016: 5.55%)			
Croda International	17,379	644	2.68
Victrex	19,000	374	1.56
		1,018	4.24
Mining 4.98% (2016: 4.41%)			
BHP Billiton	40,500	558	2.32
Rio Tinto	18,200	640	2.66
		1,198	4.98
Total Basic Materials		2,216	9.22
Consumer Goods 9.35% (2016: 8.17%)			
Food Producers 2.04% (2016: 1.18%)			
Associated British Foods	16,500	489	2.04
Personal Goods 7.31% (2016: 6.99%)			
PZ Cussons	126,000	457	1.90
Unilever	30,100	1,301	5.41
		1,758	7.31
Total Consumer Goods		2,247	9.35
Consumer Services 14.79% (2016: 14.08%)			
Food & Drug Retailers nil (2016: 0.99%)			
General Retailers 4.08% (2016: 3.41%)			
Dignity	19,300	491	2.04
Inchcape	61,000	490	2.04
		981	4.08
Media 4.47% (2016: 3.65%)			
Euromoney Institutional Investor	45,200	502	2.09
Pearson	50,500	332	1.38
Rightmove	5,700	240	1.00
		1,074	4.47
Travel & Leisure 6.24% (2016: 6.03%)			
Compass	58,653	949	3.95
Whitbread	14,300	550	2.29
		1,499	6.24
Total Consumer Services		3,554	14.79

Aberdeen Responsible UK Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Financials 13.22% (2016: 13.38%)			
Banks 3.59% (2016: 5.84%)			
Standard Chartered	102,000	864	3.59
Financial Services 5.48% (2016: 3.61%)			
Close Brothers	18,500	285	1.19
Provident Financial	19,900	410	1.71
Schroders (non voting)	25,161	620	2.58
		1,315	5.48
Life Insurance 4.15% (2016: 3.93%)			
Prudential	54,000	998	4.15
Total Financials		3,177	13.22
Health Care 8.13% (2016: 7.35%)			
Pharmaceuticals & Biotechnology 8.13% (2016: 7.35%)			
Abcam	2,389	25	0.10
AstraZeneca	14,500	663	2.76
BTG	76,200	502	2.09
GlaxoSmithKline	50,500	764	3.18
		1,954	8.13
Total Health Care		1,954	8.13
Industrials 30.26% (2016: 28.59%)			
Electronic & Electrical Equipment 2.44% (2016: 1.95%)			
Oxford Instruments	56,000	587	2.44
General Industrials 3.15% (2016: 2.82%)			
RPC	84,482	757	3.15
Industrial Engineering 9.37% (2016: 7.90%)			
Melrose Industries	292,700	681	2.83
Rotork	204,900	474	1.97
Spirax-Sarco Engineering	12,000	667	2.78
Weir	23,501	431	1.79
		2,253	9.37
Industrial Transportation 2.51% (2016: 2.64%)			
BBA Aviation	201,000	602	2.51
Support Services 12.79% (2016: 13.28%)			
Aggreko	29,000	246	1.02
Berendsen™	40,000	510	2.12
Bunzl	21,800	499	2.08
Capita	42,000	277	1.15

Aberdeen Responsible UK Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Experian	53,100	800	3.34
Intertek	17,200	740	3.08
		3,072	12.79
Total Industrials		7,271	30.26
Oil & Gas 4.71% (2016: 6.36%)			
Oil & Gas Producers 2.91% (2016: 3.61%)			
Royal Dutch Shell 'B'	32,500	700	2.91
Oil Equipment, Services & Distribution 1.80% (2016: 2.75%)			
John Wood Group [∞]	71,000	433	1.80
Total Oil & Gas		1,133	4.71
Technology 5.86% (2016: 5.95%)			
Software & Computer Services 5.86% (2016: 5.95%)			
Aveva	27,500	546	2.27
Sage	127,900	862	3.59
		1,408	5.86
Total Technology		1,408	5.86
Telecommunications nil (2016: 1.90%)			
Mobile Telecommunications nil (2016: 1.90%)			
Utilities nil (2016: 1.98%)			
Gas, Water & Multi-utilities nil (2016: 1.98%)			
Total Equities		22,960	95.54
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		22,960	95.54
Open Ended Investment Funds 4.25% (2016: nil)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	1,021	1,021	4.25
Total Open Ended Investment Funds		1,021	4.25
Total investments		23,981	99.79
Other net assets		49	0.21
Total net assets		24,030	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen Responsible UK Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	898	3.74	3.74

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Intesa Sanpaolo	48	Equity	Main market listing	BNP Paribas
Vodafone	42	Equity	Main market listing	BNP Paribas
CRH	35	Equity	Main market listing	BNP Paribas
Tokio Marine Holdings	30	Equity	Main market listing	BNP Paribas
East Japan Railway Co	30	Equity	Main market listing	BNP Paribas
Panasonic	27	Equity	Main market listing	BNP Paribas
Mitsubishi UFJ Financial	27	Equity	Main market listing	BNP Paribas
Telecom Italia	26	Equity	Main market listing	BNP Paribas
Seven & I Holdings	26	Equity	Main market listing	BNP Paribas
Facebook	26	Equity	Main market listing	BNP Paribas
Other Equity	681	Equity	Main market listing	BNP Paribas
Total collateral received	998			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		998	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
AUD		68
EUR		404
GBP		160
JPY		276
SEK		10
USD		80
Total collateral received		998

Aberdeen Responsible UK Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
JPM Chase	482	United States	Tri-party
NATIXIS	416	France	Tri-party
Total market value of securities lending	898		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	1	125.00
Direct operational costs (securities lending agent costs) [^]	-	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	-	(25.00)
Net return	1	100.00

[^] The unrounded fees incurred for securities lending for the year to 31 July 2017 is £152.

Aberdeen Responsible UK Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains/(losses)	1	2,670	(15)
Revenue	2	698	806
Expenses	3	(333)	(286)
Net revenue before taxation		365	520
Taxation	4	(2)	(3)
Net revenue after taxation		363	517
Total return before distributions		3,033	502
Distributions	5	(364)	(519)
Change in net assets attributable to shareholders from investment activities		2,669	(17)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	20,527	26,475
Amounts receivable on issue of shares	1,627	2,792
Amounts payable on cancellation of shares	(1,146)	(9,119)
	481	(6,327)
Dilution adjustment	-	30
Change in net assets attributable to shareholders from investment activities	2,669	(17)
Retained distributions on accumulation shares	353	366
Closing net assets attributable to shareholders	24,030	20,527

Aberdeen Responsible UK Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		23,981	20,058
Current assets:			
Debtors	6	32	40
Cash and bank balances		66	524
Total assets		24,079	20,622
Liabilities:			
Creditors:			
Other creditors	7	39	84
Distribution payable		10	11
Total liabilities		49	95
Net assets attributable to shareholders		24,030	20,527

Aberdeen Responsible UK Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains/(losses)	2,660	(15)
Class actions	10	-
Net capital gains/(losses)	2,670	(15)

2. Revenue

	2017 £'000	2016 £'000
UK dividends	653	711
Overseas dividends	16	46
Underwriting commission	5	6
Stock dividends	23	41
Stock lending commission	1	1
Bank interest	-	1
Total revenue	698	806

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	302	254
Operating, administrative and servicing fees	31	32
Total expenses	333	286

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	2	3
Current tax charge	2	3
Total taxation	2	3

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Responsible UK Equity Fund

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	365	520
Corporation tax at 20% (2016 - 20%)	73	104
Effects of:		
UK dividends	(135)	(147)
Non-taxable overseas dividends	(3)	(13)
Excess management expenses	65	56
Irrecoverable overseas withholding tax	2	3
Total taxation	2	3

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £505,000 (2016 - £440,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	100	224
Final	267	263
	367	487
Add: Revenue deducted on cancellation of shares	8	55
Deduct: Revenue received on issue of shares	(11)	(23)
Distributions for the year	364	519
Total distributions	364	519

Details of the distribution per share are set out in the distribution tables on page 601.

	2017 £'000	2016 £'000
Movement between net revenue and distributions	£'000	£'000
Net revenue after taxation	363	517
Add:		
Undistributed revenue brought forward	-	1
Movement between share classes due to conversion	1	1
Distributions	364	519

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	27	22
Amounts receivable for issue of shares	3	14
Overseas withholding tax reclaimable	2	4
Total debtors	32	40

Aberdeen Responsible UK Equity Fund

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	30	25
Amounts payable for cancellation of shares	3	59
Purchases awaiting settlement	6	-
Total other creditors	39	84

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 592. £27,000 was due to the ACD (2016 - £68,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments of £1,021,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Windsor Life Assurance Co Ltd held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 73% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 582. The distribution per share class is given in the distribution tables on page 601. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	10,708,195	162,198	2,520,502	436,642
Creations during the year	46,900	3,600	1,038,500	80,400
Cancellations during the year	(132,500)	(11,500)	(558,900)	(95,800)
Shares converted during the year	(75,173)	-	87,827	-
Closing shares in issue	10,547,422	154,298	3,087,929	421,242
				Z Income shares
Opening number of shares				571
Creations during the year				-
Cancellations during the year				(100)
Shares converted during the year				-
Closing shares in issue				471

Aberdeen Responsible UK Equity Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
JPM Chase	482	535	Equity
NATIXIS	416	463	Equity
Total	898	998	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	1	-	1

Aberdeen Responsible UK Equity Fund

2016

There was no stock on loan at 31 July 2016.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
2016				
BNP Paribas	Securities Lending Agent	1	-	1

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £1,199,000 (2016 - £1,003,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	39	-	-	39
Distribution payable	-	10	-	-	10
Total financial liabilities	-	49	-	-	49

Aberdeen Responsible UK Equity Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	84	-	-	84
Distribution payable	-	11	-	-	11
Total financial liabilities	-	95	-	-	95

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Collective Investment Schemes	1,665	-	644	-
Equities	3,745	6,310	3,545	10,919
Trades in the year before transactions costs	5,410	6,310	4,189	10,919
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	2	3	(1)	(5)
Total commissions	2	3	(1)	(5)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	16	29	-	-
Total taxes	16	29	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	18	32	(1)	(5)
Total net trades in the year after transaction costs	5,428	6,342	4,188	10,914

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	0.05	0.05	0.03	0.05
Equities	-	-	-	-
Taxes				
Collective Investment Schemes	0.43	0.46	-	-
Equities	-	-	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Responsible UK Equity Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.01	0.04
Taxes	0.07	0.12
Other expenses	-	-
Total costs	0.08	0.16

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - net sales of £1,246,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.09% (2016 - nil). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	22,960	-	20,058	-
Level 2	1,021	-	-	-
Level 3	-	-	-	-
Total	23,981	-	20,058	-

Aberdeen Responsible UK Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 29/04/17	Distribution paid 29/04/16
A Accumulation shares				
Group 1	0.60318	-	0.60318	0.77862
Group 2	0.02661	0.57657	0.60318	0.77862
A Income shares				
Group 1	0.48683	-	0.48683	0.64000
Group 2	0.10484	0.38199	0.48683	0.64000
I Accumulation shares				
Group 1	1.02561	-	1.02561	1.09741
Group 2	0.10051	0.92510	1.02561	1.09741
I Income shares				
Group 1	0.92917	-	0.92917	1.02000
Group 2	0.18747	0.74170	0.92917	1.02000
Z Income shares				
Group 1	2.32378	-	2.32378	2.23000
Group 2	2.32378	-	2.32378	2.23000

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.81982	-	1.81982	1.87256
Group 2	1.30512	0.51470	1.81982	1.87256
A Income shares				
Group 1	1.46335	-	1.46335	1.53000
Group 2	0.86319	0.60016	1.46335	1.53000
I Accumulation shares				
Group 1	2.11237	-	2.11237	2.04299
Group 2	0.91724	1.19513	2.11237	2.04299
I Income shares				
Group 1	1.89962	-	1.89962	1.88000
Group 2	0.66132	1.23830	1.89962	1.88000
Z Income shares				
Group 1	3.92951	-	3.92951	-
Group 2	3.92951	-	3.92951	-

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Sterling-denominated Debt and debt-related securities issued by the UK government, other governments, public bodies and supra-national issuers, and Investment grade corporate Debt and debt-related securities. The Fund may also invest in other transferable securities, including Investment grade and sub-Investment grade Debt and debt-related securities denominated in any currency, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of Aberdeen Sterling Bond Fund – A Accumulation Shares decreased by 1.05% compared to a decrease of 1.43% in the benchmark, the Markit iBoxx Sterling Overall Tracker Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

In August 2016, the Bank of England surprised markets with a 0.25% rate cut, a resumption of quantitative easing and a corporate bond-buying programme. Sterling weakened sharply against both the US dollar and the euro, a reflection of the uncertainties surrounding the UK electorate's vote to leave the European Union (aka Brexit).

Towards the end of 2016, there was a perceived move from monetary policy to fiscal policy in the core government bond markets. Within Europe, market rumours persisted that the European Central Bank (ECB) was set to 'taper' its quantitative easing (QE) programme. Donald Trump's US Presidential election victory raised prospects of a huge expansion in infrastructure spending and fiscal policy in general. In the UK, Prime Minister Theresa May signalled a potential move away from monetary policy and towards fiscal policy. The result of this overall theme was a global sell-off in government bonds.

The first quarter of 2017 was volatile, and the yield on the 10-year conventional gilt ended the quarter 0.20% lower at 1.15%. Controversial comments by President Trump in his first weeks in office were a primary source of volatility. In February's Quarterly Inflation Report, the Bank of England's Monetary Policy Committee (MPC) reiterated its neutral stance, causing a re-pricing of upcoming interest rate increases that the market had begun to expect.

Mrs May surprised markets by calling an early general election which resulted in the Conservatives losing their majority. Markets had to assess the likely implications for future UK fiscal policy and Brexit negotiations. The final result led to a weakening in Sterling but a relatively muted reaction in fixed income markets. At June's MPC meeting, those who voted for a rate hike jumped from one to three, with the final vote a relatively close-run 5-3 decision to hold rates. Subsequently, gilt yields spiked higher.

Corporate bonds delivered strong returns. Following Trump's election success, inflationary risks were perceived to have increased and both equity and bond markets responded accordingly. Corporate bonds were strong in all the major markets, and credit risk premiums (spreads) fell as investors added risk. Central banks such as the European Central Bank and the Bank of England bought significant amounts of bonds.

The asset class continued to deliver positive returns in the first quarter of 2017. While central banks continued to buy bonds, the main support for the asset class came from "real money" investors, and demand was sufficiently robust to soak up new issuance. Between April and June, the benign global macroeconomic environment was supported by a strong earnings season. Towards the end of June, policymakers hinted that easy monetary policy regimes may be coming to a close, driving underlying government bond yields higher. Financials led the performance tables – in particular, subordinated insurance bonds – but spreads tightened in practically all sectors. Better global growth conditions, persistent loose monetary policy, and the beneficial effects of the Bank of England's £10 billion corporate bond purchasing spree were contributory factors.

Portfolio review

Early in the review period we added a long duration position to the Fund, reflecting a negative outlook for the UK economy. We neutralised this position following a sharp drop in gilt yields when the MPC delivered an interest rate cut, quantitative easing and a corporate bond purchase programme.

The Fund implemented a cross-market trade, buying Australian government bonds and selling UK Gilts in the 10-year part of the curve. The Fund also added new relative-value type trades to take advantage of perceived pricing anomalies between various bonds.

Moving into 2017, the Fund built its exposure to the US dollar (selling sterling) via a position in unhedged US Treasuries to express a view of a divergence in monetary policy between the two countries. This made a negative contribution, and we removed our position at a loss following the surprise general election announcement. However, towards the end of June and following the sharp rally in the currency on elevated expectations of an interest rate rise, we re-entered the position.

A long position in 30-year breakeven inflation rates was built up in February and March, selling 30-year gilts and buying 30-year index-linked gilts. We then tactically continued to manage our long position in breakevens over the following quarter to take advantage of favourable supply and demand dynamics. This position was the main positive contributor to performance between April and June. The Fund added a curve steepener trade at the end of June, expecting ultra-long bonds to underperform shorter maturity bonds. This made a positive contribution to performance in July.

Performance within the corporate bond portfolio was driven by asset allocation and stock selection, particularly within the principal financial sectors. Early on, Fund performance was boosted by exposure to the UK investment grade market. While performance was largely driven by stock selection, an overall long position in lower quality credit risk was also beneficial. In its August meeting, the Bank of England announced a corporate bond-buying programme which boosted prices, to the

Aberdeen Sterling Bond Fund

benefit of the Fund. Some exposure to US dollar-denominated corporate bonds was added to the Fund and performed well, especially in the period immediately after the US presidential election.

Moving into 2017, an overweight position in financial sector stocks – notably insurers – boosted returns. In February, exposure to French issuers Axa and utility company EDF detracted from returns as political concerns distracted market, but these recovered in March as market-friendly outcomes in upcoming elections were priced in. In April, an overweight in Aviva and a holding in Royal & Sun Alliance were both beneficial. Underweight positions relative to benchmark in consumers, housing associations, water and covered bonds helped performance. In May, high yield bonds made a strong contribution. French corporate bonds performed well after Emmanuel Macron's presidential election victory. A hedge via the iTraxx Crossover index detracted as spreads tightened. Towards the end of the review period, yield curve positioning detracted from performance. The Fund was positioned with an underweight duration stance – mostly expressed in the UK – against a falling yield environment.

The Fund retained its overweight positions in European inflation-linked assets and European convertibles, both funded by an underweight position in the UK gilt market.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The Bank of England's Monetary Policy Committee (MPC) is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

We continue to reduce the overall level of credit risk in the Fund with a move tighter in broad spreads. We have reduced our holdings in subordinated insurance and energy, reflecting the strong year-to-date performance. Duration exposure has also been reduced to benchmark levels.

Pan Euro Macro Team

August 2017

Aberdeen Sterling Bond Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	L Shares %	Z Shares %
31 July 2017	1.14	0.64	0.49	0.54	0.14
31 July 2016	1.15	0.65	0.50	-	0.15
31 July 2015	1.13	0.63	-	-	0.13

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Bond Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	158.24	143.63	140.60 ^A
Return before operating charges*	(0.83)	16.63	4.67
Operating charges	(1.78)	(1.75)	(1.61)
Return after operating charges*	(2.61)	14.88	3.06
Distributions on accumulation shares	(1.90)	(1.37)	(0.13)
Retained distributions on accumulation shares	1.90	1.10	0.10
Closing net asset value per share	155.63	158.24	143.63
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(1.65%)	10.36%	2.18%
Other information			
Closing net asset value (£'000s)	8,307	10,084	69
Closing number of shares	5,337,812	6,372,311	47,680
Operating charges	1.14%	1.15%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	162.93	157.87	143.59
Lowest share price (pence)	150.22	141.08	141.25

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	123.30	112.74	110.43 ^A
Return before operating charges*	(0.67)	12.79	3.66
Operating charges	(1.38)	(1.37)	(1.27)
Return after operating charges*	(2.05)	11.42	2.39
Distributions on income shares	(1.48)	(0.86)	(0.08)
Closing net asset value per share	119.77	123.30	112.74
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(1.66%)	10.13%	2.16%
Other information			
Closing net asset value (£'000s)	4,898	5,932	23
Closing number of shares	4,089,984	4,811,384	20,513
Operating charges	1.14%	1.15%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	126.96	123.36	112.78
Lowest share price (pence)	117.05	110.73	110.95

^A The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

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Aberdeen Sterling Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	123.38	111.57	109.20 ^A
Return before operating charges*	(0.65)	12.90	3.10
Operating charges	(0.78)	(0.76)	(0.70)
Return after operating charges*	(1.43)	12.14	2.40
Distributions on accumulation shares	(2.10)	(1.62)	(0.13)
Retained distributions on accumulation shares	2.10	1.29	0.10
Closing net asset value per share	121.95	123.38	111.57
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(1.16%)	10.88%	2.20%
Other information			
Closing net asset value (£'000s)	964	1,503	117
Closing number of shares	790,931	1,217,731	105,120
Operating charges	0.64%	0.65%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	127.06	123.09	111.54
Lowest share price (pence)	117.27	109.71	109.71

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	118.13	108.01	105.81 ^A
Return before operating charges*	(0.65)	12.08	2.98
Operating charges	(0.74)	(0.71)	(0.68)
Return after operating charges*	(1.39)	11.37	2.30
Distributions on income shares	(2.00)	(1.25)	(0.10)
Closing net asset value per share	114.74	118.13	108.01
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(1.18%)	10.53%	2.17%
Other information			
Closing net asset value (£'000s)	231	57	46
Closing number of shares	201,522	48,222	42,891
Operating charges	0.64%	0.65%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	121.66	118.40	108.07
Lowest share price (pence)	112.29	106.21	106.30

^A The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

K Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	107.08	100.00 ^B
Return before operating charges*	(0.57)	7.64
Operating charges	(0.52)	(0.50)
Return after operating charges*	(1.09)	7.14
Distributions on accumulation shares	(1.97)	(0.29)
Retained distributions on accumulation shares	1.97	0.23
Closing net asset value per share	105.99	107.08
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	(1.02%)	7.14%
Other information		
Closing net asset value (£'000s)	4,004	3,304
Closing number of shares	3,777,815	3,085,315
Operating charges	0.49%	0.50%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	110.28	106.82
Lowest share price (pence)	101.81	99.57

^A K Accumulation share class launched on 13 May 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

	31 July 2017 (pence per share)
L Accumulation Shares^A	
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(2.49)
Operating charges	(0.44)
Return after operating charges*	(2.93)
Distributions on accumulation shares	(1.56)
Retained distributions on accumulation shares	1.56
Closing net asset value per share	97.07
 * after direct transaction costs of:	 -
Performance	
Return after charges	(2.93%)
Other information	
Closing net asset value (£'000s)	28
Closing number of shares	28,400
Operating charges	0.54%
Direct transaction costs	-
Prices	
Highest share price (pence)	99.67
Lowest share price (pence)	93.32

^A L Accumulation share class launched on 30 September 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

L Income Shares ^A	31 July 2017 (pence per share)
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(2.51)
Operating charges	(0.43)
Return after operating charges*	(2.94)
Distributions on income shares	(1.55)
Closing net asset value per share	95.51
 * after direct transaction costs of:	 -
Performance	
Return after charges	(2.94%)
Other information	
Closing net asset value (£'000s)	197
Closing number of shares	205,900
Operating charges	0.54%
Direct transaction costs	-
Prices	
Highest share price (pence)	99.67
Lowest share price (pence)	93.32

^A L Income share class launched on 30 September 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	174.60	157.22	153.84 ^A
Return before operating charges*	(0.87)	18.24	3.62
Operating charges	(0.24)	(0.24)	(0.20)
Return after operating charges*	(1.11)	18.00	3.42
Distributions on accumulation shares	(3.87)	(3.11)	(0.22)
Retained distributions on accumulation shares	3.87	2.49	0.18
Closing net asset value per share	173.49	174.60	157.22
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(0.64%)	11.45%	2.22%
Other information			
Closing net asset value (£'000s)	117,820	143,261	97,291
Closing number of shares	67,910,949	82,052,848	61,882,330
Operating charges	0.14%	0.15%	0.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	179.86	174.18	157.15
Lowest share price (pence)	166.16	154.76	154.57

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

Z Income Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	106.86	100.00 ^B
Return before operating charges*	(0.12)	7.30
Operating charges	(0.15)	(0.15)
Return after operating charges*	(0.27)	7.15
Distributions on income shares	(5.50)	(0.29)
Closing net asset value per share	101.09	106.86
 * after direct transaction costs of:	-	-
Performance		
Return after charges	(0.25%)	7.15%
Other information		
Closing net asset value (£'000s)	1	34,691
Closing number of shares	946	32,464,646
Operating charges	0.14%	0.15%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	110.10	106.89
Lowest share price (pence)	101.69	99.58

^A Z Income share class launched on 13 May 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
94.18% (2016: 93.68%)					
Bonds 94.18% (2016: 93.68%)					
Asset Backed Bonds/Mortgage Backed Bonds 0.17% (2016: 0.22%)					
United Kingdom 0.17% (2016: 0.22%)					
Dukinfield II	FRN	20/12/52	234,134	236	0.17
Total Asset Backed Bonds/Mortgage Backed Bonds				236	0.17
Corporate Bonds 25.38% (2016: 28.25%)					
Australia 0.84% (2016: 0.63%)					
APT Pipelines (EMTN)	3.5000	22/03/30	350,000	366	0.27
Commonwealth Bank of Australia (EMTN)	1.1250	22/12/21	205,000	206	0.15
QBE Insurance	VAR	24/05/42	112,000	126	0.09
Scentre Group Trust 1 Trust 2 (EMTN)	2.3750	08/04/22	300,000	312	0.23
Vicinity Centres (EMTN)	3.3750	07/04/26	120,000	130	0.10
				1,140	0.84
Belgium nil (2016: 0.66%)					
France 1.66% (2016: 1.39%)					
AXA (EMTN)	VAR	PERP	250,000	277	0.20
AXA (EMTN)	VAR	PERP	200,000	236	0.17
Cie de Saint-Gobain (EMTN)	4.6250	09/10/29	200,000	241	0.18
CNP Assurances	VAR	30/09/41	100,000	119	0.09
Electricite de France (EMTN)™	6.1250	02/06/34	400,000	547	0.39
Electricite de France (EMTN)	5.5000	17/10/41	400,000	527	0.39
Electricite de France (EMTN)	VAR	PERP	100,000	103	0.08
Orange (EMTN)	5.3750	22/11/50	150,000	218	0.16
				2,268	1.66
Germany 0.59% (2016: 1.66%)					
E.ON International Finance (EMTN)	6.7500	27/01/39	200,000	311	0.23
innogy Finance (EMTN)	6.1250	06/07/39	250,000	368	0.27
Volkswagen Financial Services (EMTN)	2.2500	12/04/25	123,000	123	0.09
				802	0.59
Ireland 0.29% (2016: 0.10%)					
ESB Finance (EMTN)	6.5000	05/03/20	345,000	392	0.29
Italy 0.40% (2016: 0.54%)					
Assicurazioni Generali	VAR	PERP	50,000	55	0.04
Atlantia (EMTN)	6.2500	09/06/22	53,000	64	0.05
Enel Finance International (EMTN)	5.6250	14/08/24	350,000	430	0.31
				549	0.40

Aberdeen Sterling Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Jersey nil (2016: 0.03%)					
Mexico nil (2016: 0.41%)					
Netherlands 0.30% (2016: 0.06%)					
Rabobank Nederland (EMTN)	4.6250	23/05/29	240,000	280	0.20
Rabobank Nederland	VAR	PERP	100,000	130	0.10
				410	0.30
New Zealand 0.42% (2016: 0.30%)					
Chorus (EMTN)	6.7500	06/04/20	500,000	569	0.42
Norway 0.17% (2016: 0.28%)					
Statoil (EMTN)	6.8750	11/03/31	150,000	226	0.17
Spain 0.15% (2016: 0.11%)					
Telefonica Emisiones (EMTN)	5.3750	02/02/18	205,000	210	0.15
Supranational nil (2016: 0.75%)					
Sweden 0.15% (2016: 0.22%)					
Svenska Handelsbanken (EMTN)	4.0000	18/01/19	200,000	209	0.15
Switzerland nil (2016: 0.49%)					
United Kingdom 17.59% (2016: 17.29%)					
Abbey National Treasury Services (EMTN)	3.8750	15/10/29	350,000	404	0.30
Annington Funding (EMTN)	3.9350	12/07/47	100,000	107	0.08
Aspire Defence Finance	4.6740	31/03/40	189,824	235	0.17
Aspire Defence Finance	4.6740	31/03/40	189,824	235	0.17
Aviva (EMTN)	VAR	04/06/50	200,000	221	0.16
Aviva	VAR	PERP	360,000	406	0.30
Babcock International (EMTN)	1.8750	05/10/26	153,000	148	0.11
Barclays Bank (EMTN)	10.0000	21/05/21	200,000	257	0.19
Barclays Bank (EMTN)	VAR	PERP	130,000	143	0.10
BAT International Finance (EMTN)	2.2500	09/09/52	200,000	158	0.12
BG Energy Capital	VAR	30/11/72	1,300,000	1,324	0.98
BG Energy Capital (EMTN)	5.0000	04/11/36	100,000	134	0.10
BUPA Finance	5.0000	08/12/26	100,000	115	0.08
BUPA Finance	2.0000	05/04/24	100,000	100	0.07
Canary Wharf Finance II	6.4550	22/04/30	221,853	287	0.21
Centrica (EMTN)	6.3750	10/03/22	70,000	85	0.06
Channel Link Enterprises Finance	VAR	30/06/50	100,000	101	0.07
Circle Anglia Social Housing	7.2500	12/11/38	150,000	255	0.19
Daily Mail & General Trust	6.3750	21/06/27	200,000	237	0.17
Dignity Finance	4.6956	31/12/49	151,000	187	0.14
DS Smith (EMTN)	2.8750	26/07/29	100,000	99	0.07
Dwr Cymru Finance	6.9070	31/03/21	900,000	1,093	0.80

Aberdeen Sterling Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Eastern Power Networks (EMTN)	6.2500	12/11/36	190,000	288	0.21
EnQuest (EMTN)	5.5000	15/02/22	103,500	78	0.06
FCE Bank (EMTN)	2.7270	03/06/22	160,000	166	0.12
Firstgroup	8.7500	08/04/21	400,000	502	0.37
Gatwick Funding (EMTN)	6.5000	02/03/41	100,000	158	0.12
Gatwick Funding (EMTN)	2.6250	07/10/46	100,000	92	0.07
GlaxoSmithKline Capital (EMTN)	5.2500	10/04/42	80,000	116	0.08
Great Rolling Stock (EMTN)	6.5000	05/04/31	277,500	364	0.27
Greene King Finance (EMTN)	FRN	15/12/33	43,392	43	0.03
Greene King Finance (SINK)	4.0643	15/03/35	95,817	105	0.08
HBOS Capital Funding	VAR	PERP	133,000	141	0.10
HBOS Sterling Finance Jersey	VAR	PERP	100,000	141	0.10
Heathrow Funding (EMTN)	4.6250	31/10/46	350,000	458	0.34
Heathrow Funding (EMTN)	7.1250	14/02/24	200,000	258	0.19
HSBC Bank Capital Funding Sterling 2	VAR	PERP	129,000	142	0.10
HSBC (EMTN)	7.0000	07/04/38	250,000	376	0.28
HSBC (EMTN)	5.7500	20/12/27	250,000	312	0.23
HSBC (EMTN)	6.0000	29/03/40	150,000	206	0.15
InterContinental Hotels (EMTN)	3.7500	14/08/25	300,000	333	0.24
Intu Metrocentre Finance	4.1250	06/12/23	100,000	111	0.08
Jaguar Land Rover Automotive	5.0000	15/02/22	300,000	331	0.24
LCR Finance	5.1000	07/03/51	70,000	120	0.09
Lloyds Bank (EMTN)	7.6250	22/04/25	341,000	465	0.34
Lloyds Bank (EMTN)	VAR	09/07/25	214,000	237	0.17
Lloyds Banking	VAR	PERP	312,000	331	0.24
Manchester Airport Group Funding (EMTN)	4.7500	31/03/34	100,000	126	0.09
Marks & Spencer (EMTN)	4.7500	12/06/25	110,000	123	0.09
Motability Operations (EMTN)	4.3750	08/02/27	300,000	360	0.26
Motability Operations (EMTN)	5.6250	29/11/30	100,000	138	0.10
Motability Operations (EMTN)	3.6250	10/03/36	100,000	115	0.08
National Grid Gas Finance (EMTN)	2.6250	22/09/38	250,000	240	0.18
National Grid Gas Finance (EMTN)	2.7500	22/09/46	250,000	240	0.18
National Westminster Bank	6.5000	07/09/21	200,000	236	0.17
Nationwide Building Society (EMTN)	5.6250	09/09/19	175,000	193	0.14
NIE Finance	6.3750	02/06/26	200,000	268	0.20
Northumbrian Water Finance	5.1250	23/01/42	100,000	140	0.10
Notting Hill Housing Trust	4.3750	20/02/54	100,000	134	0.10
Orbit Capital	3.5000	24/03/45	200,000	214	0.16
Paragon	VAR	09/09/26	241,000	259	0.19
Paragon Treasury	3.6250	21/01/47	200,000	219	0.16
PGH Capital	6.6250	18/12/25	100,000	119	0.09
Porterbrook Rail Finance (EMTN)	5.5000	20/04/19	200,000	214	0.16
Premiertel	6.1750	08/05/32	149,416	168	0.12
Prudential (EMTN)	VAR	20/07/55	100,000	108	0.08
Rio Tinto Finance (EMTN)	4.0000	11/12/29	50,000	58	0.04
RI Finance Bonds No 3	6.1250	13/11/28	150,000	173	0.13
Rolls-Royce (EMTN)	3.3750	18/06/26	100,000	109	0.08
RSA Insurance	VAR	10/10/45	205,000	232	0.17

Aberdeen Sterling Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Santander UK (EMTN)	3.6250	14/01/26	164,000	177	0.13
Santander UK (EMTN)	VAR	30/10/23	100,000	110	0.08
Scotland Gas Networks (EMTN)	4.8750	21/12/34	120,000	156	0.11
Scottish Widows	5.5000	16/06/23	100,000	114	0.08
Segro	5.7500	20/06/35	150,000	213	0.16
Segro	6.7500	23/11/21	100,000	123	0.09
Severn Trent Utilities Finance (EMTN)	4.8750	24/01/42	100,000	136	0.10
South East Water Finance (EMTN)	5.6577	30/09/19	69,000	75	0.06
Southern Electric Power Distribution	4.6250	20/02/37	200,000	256	0.19
Southern Gas Networks (EMTN)	5.1250	02/11/18	620,000	653	0.48
Southern Gas Networks (EMTN)	2.5000	03/02/25	200,000	209	0.15
Southern Water Services Finance (EMTN)	5.0000	31/03/21	400,000	455	0.33
Stagecoach	4.0000	29/09/25	260,000	283	0.21
Standard Chartered (EMTN)	VAR	PERP	170,000	197	0.14
Standard Life (EMTN)	VAR	04/12/42	230,000	258	0.19
Standard Life	VAR	PERP	104,000	124	0.09
Tesco Property Finance 1	7.6227	13/07/39	99,651	129	0.09
Thames Water Utilities Cayman Finance	3.5000	25/02/28	200,000	221	0.16
Thames Water Utilities Cayman Finance (EMTN)	2.8750	03/05/27	120,000	120	0.09
Thames Water Utilities Cayman Finance (EMTN)	2.6250	24/01/32	100,000	100	0.07
Thames Water Utilities Financial (EMTN)	5.1250	28/09/37	200,000	270	0.20
THFC Funding No 3 (EMTN)	5.2000	11/10/43	200,000	276	0.20
Trafford Centre Finance	7.0300	28/01/29	85,034	109	0.08
Transport for London (EMTN)	3.8750	23/07/42	320,000	405	0.30
United Utilities Water (EMTN)	5.7500	25/03/22	100,000	120	0.09
UPP (EMTN)	4.9023	28/02/40	191,881	235	0.17
Virgin Media Secured Finance	5.0000	15/04/27	200,000	208	0.15
Wessex Water Services Finance (EMTN)	4.0000	24/09/21	357,000	398	0.29
Western Power Distribution South Wales	5.7500	23/03/40	100,000	147	0.11
Western Power Distribution South West	5.7500	23/03/40	100,000	147	0.11
Western Power Distribution South West	5.8750	25/03/27	100,000	131	0.10
Western Power Distribution West Midlands (EMTN)	3.8750	17/10/24	330,000	373	0.27
White City Property Finance	5.1202	17/04/35	322,223	404	0.30
Yorkshire Building Society (EMTN)	3.5000	21/04/26	180,000	193	0.14
Yorkshire Water Services Bradford Finance (EMTN)	6.0000	21/08/19	90,000	99	0.07
				24,015	17.59
United States 2.82% (2016: 3.33%)					
American International (EMTN)	5.0000	26/04/23	100,000	116	0.09
Amgen	4.0000	13/09/29	130,000	148	0.11
AT&T	4.8750	01/06/44	370,000	432	0.31
AT&T	3.5500	14/09/37	200,000	196	0.14
Bank of America (EMTN)	2.3000	25/07/25	300,000	305	0.22
Brown-Forman	2.6000	07/07/28	100,000	102	0.07
Citigroup (EMTN)	5.1500	21/05/26	287,000	354	0.26
Citigroup (EMTN)	7.6250	03/04/18	207,000	216	0.16
Citigroup (EMTN)	6.2500	02/09/19	139,000	154	0.11
Citigroup (EMTN)	7.3750	01/09/39	70,000	120	0.09

Aberdeen Sterling Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
GE Capital UK Funding (EMTN)	5.8750	18/01/33	140,000	203	0.15
Morgan Stanley	2.6250	09/03/27	200,000	203	0.15
Northern Powergrid Yorks	4.3750	05/07/32	250,000	307	0.23
Time Warner Cable	5.7500	02/06/31	50,000	62	0.05
Verizon Communications (EMTN)	4.7500	17/02/34	200,000	234	0.17
Wal-Mart Stores	5.6250	27/03/34	220,000	317	0.23
Welltower	4.8000	20/11/28	322,000	378	0.28
				3,847	2.82
Total Corporate Bonds				34,637	25.38
Government Bonds 68.63% (2016: 65.21%)					
Australia 6.96% (2016: 4.61%)					
Australia (Commonwealth of)	2.7500	21/11/27	15,589,000	9,492	6.96
Germany 5.21% (2016: 5.19%)					
Germany (Federal Republic of) (INDX)	0.5000	15/04/30	3,527,000	3,657	2.68
Germany (Federal Republic of) (INDX)	0.1000	15/04/26	3,477,000	3,450	2.53
				7,107	5.21
Italy 0.18% (2016: 0.13%)					
Italy (Republic of) (EMTN)	6.0000	04/08/28	200,000	248	0.18
Mexico 0.08% (2016: 0.10%)					
Mexico (Government of) (EMTN)	5.6250	19/03/14	100,000	106	0.08
United Kingdom 53.78% (2016: 52.79%)					
UK Treasury	1.5000	22/07/47	9,364,000	8,596	6.30
UK Treasury	4.5000	07/09/34	5,288,000	7,485	5.49
UK Treasury	3.5000	22/01/45	4,958,000	6,652	4.87
UK Treasury	3.7500	07/09/21	4,513,000	5,130	3.76
UK Treasury	4.2500	07/12/46	3,059,000	4,695	3.44
UK Treasury	1.7500	22/07/19	3,977,000	4,093	3.00
UK Treasury	4.0000	07/03/22	3,455,000	4,010	2.94
UK Treasury	2.0000	22/07/20	3,105,000	3,260	2.39
UK Treasury	4.7500	07/03/20	2,879,000	3,216	2.36
UK Treasury	4.7500	07/12/38	2,104,000	3,197	2.34
UK Treasury	1.7500	07/09/22	2,348,000	2,486	1.82
UK Treasury	4.0000	22/01/60	1,299,000	2,193	1.61
UK Treasury	4.5000	07/03/19	2,022,000	2,159	1.58
UK Treasury	3.7500	22/07/52	1,362,000	2,055	1.51
UK Treasury	4.7500	07/12/30	1,447,000	2,019	1.48
UK Treasury	1.0000	07/09/17	1,937,000	1,939	1.42
UK Treasury	4.5000	07/12/42	1,213,000	1,856	1.36
UK Treasury	1.2500	22/07/27	1,677,000	1,672	1.23
UK Treasury	8.0000	07/06/21	1,150,000	1,486	1.09
UK Treasury	4.2500	07/03/36	1,040,000	1,451	1.06
UK Treasury	1.7500	22/07/57	1,311,000	1,316	0.96

Aberdeen Sterling Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
UK Treasury	4.2500	07/12/49	550,000	875	0.64
UK Treasury	3.7500	07/09/20	680,000	752	0.55
UK Treasury	5.0000	07/03/25	327,000	426	0.31
UK Treasury	3.2500	22/01/44	140,000	179	0.13
UK Treasury	4.2500	07/12/40	75,000	109	0.08
UK Treasury	3.5000	22/07/68	50,000	81	0.06
				73,388	53.78
United States 2.42% (2016: 2.39%)					
US Treasury	0.6250	30/09/17	4,364,000	3,308	2.42
Total Government Bonds				93,649	68.63
Total Bonds				128,522	94.18
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				128,522	94.18
Other transferable securities and money market instruments 0.85% (2016: nil)					
Bonds 0.85% (2016: nil)					
Asset Backed Bonds/Mortgage Backed Bonds 0.61% (2016: nil)					
United Kingdom 0.61% (2016: nil)					
Dukinfield	FRN	15/08/45	148,668	149	0.11
Gemgarto 2015-1	FRN	16/02/47	32,014	32	0.02
Residential Mortgage Securities 28	FRN	15/06/46	82,226	83	0.06
Stanlington No.1	FRN	12/06/46	566,396	569	0.42
				833	0.61
Total Asset Backed Bonds/Mortgage Backed Bonds				833	0.61
Corporate Bonds 0.24% (2016: nil)					
United Kingdom 0.16% (2016: nil)					
Porterbrook Rail Finance (EMTN)	4.6250	04/04/29	180,000	214	0.16
United States 0.08% (2016: nil)					
Fidelity National Information Services	1.7000	30/06/22	110,000	110	0.08
Total Corporate Bonds				324	0.24
Total Bonds				1,157	0.85
Total Other transferable securities and money market instruments				1,157	0.85
Open Ended Investment Funds 3.18% (2016: 6.84%)					
Aberdeen Global II - European Convertibles Bond Fund Z-2 [†]			471,403	4,324	3.17
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]			12	12	0.01
				4,336	3.18
Total Open Ended Investment Funds				4,336	3.18

Aberdeen Sterling Bond Fund

Derivatives (0.17%) (2016: (2.06%))

Future contracts nil (2016: nil)

Forward currency exchange contracts (0.17%) (2016: (2.06%))

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	EUR	GBP	06/09/17	7,670,000	6,755,046	109	0.08
Citigroup	GBP	EUR	06/09/17	11,148,623	12,742,000	(255)	(0.18)
HSBC	GBP	AUD	06/09/17	9,530,496	15,746,000	12	0.01
HSBC	GBP	EUR	06/09/17	6,761,094	7,670,000	(103)	(0.08)
Unrealised losses on forward currency exchange contracts						(237)	(0.17)
Unrealised losses on derivatives						(237)	(0.17)
Total investments*						133,778	98.04
Other net assets						2,672	1.96
Total net assets						136,450	100.00

* Managed by subsidiaries of Aberdeen Asset Management PLC.

* A portion of this security is on loan at the year end.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Sterling Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	484	0.36	0.35

Collateral issuers	Market value of collateral received		Quality	Custodian
	£'000	Type		
UK Treasury	490	Government Bond	Investment grade	BNP Paribas
France (Government of)	11	Government Bond	Investment grade	BNP Paribas
Germany (Federal Republic of)	8	Government Bond	Investment grade	BNP Paribas
Luxembourg (Grand Duchy of)	2	Government Bond	Investment grade	BNP Paribas
Total collateral received	511			

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	511	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
EUR	21
GBP	490
Total collateral received	511

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
JPM Chase	484	United States	Tri-party
Total market value of securities lending	484		

Aberdeen Sterling Bond Fund

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	4	125.00
Direct operational costs (securities lending agent costs)	(1)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(1)	(25.00)
Net return	3	100.00

Aberdeen Sterling Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital (losses)/gains	1	(6,192)	18,115
Revenue	2	3,607	2,650
Expenses	3	(368)	(208)
Net revenue before taxation		3,239	2,442
Taxation	4	-	-
Net revenue after taxation		3,239	2,442
Total return before distributions		(2,953)	20,557
Distributions	5	(3,239)	(2,442)
Change in net assets attributable to shareholders from investment activities		(6,192)	18,115

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	198,832	97,546
Amounts receivable on issue of shares	14,127	10,852
Amount receivable on amalgamation ^A	-	160,852
Amounts payable on cancellation of shares	(73,378)	(90,435)
	(59,251)	81,269
Dilution adjustment	175	98
Change in net assets attributable to shareholders from investment activities	(6,192)	18,115
Retained distributions on accumulation shares	2,886	1,804
Closing net assets attributable to shareholders	136,450	198,832

^A Relating to the amalgamation on 13 May 2016 of Aberdeen Global II - Sterling Bond Fund, a sub-fund of Aberdeen Global II, into the fund.

Aberdeen Sterling Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		134,136	199,999
Current assets:			
Debtors	6	1,976	3,021
Cash and bank balances	7	953	1,447
Total assets		137,065	204,467
Liabilities:			
Investment liabilities		358	4,222
Creditors:			
Other creditors	8	234	1,036
Distribution payable		23	377
Total liabilities		615	5,635
Net assets attributable to shareholders		136,450	198,832

Aberdeen Sterling Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital (losses)/gains

	2017	2016
	£'000	£'000
The net capital (losses)/gains on investments during the year comprise:		
Non-derivative securities (losses)/gains	(4,542)	23,101
Derivative contracts	(3)	(5)
Forward currency contracts losses	(1,691)	(4,924)
Other currency gains/(losses)	28	(57)
Class actions	16	-
Net capital (losses)/gains	(6,192)	18,115

2. Revenue

	2017	2016
	£'000	£'000
Interest on debt securities	2,777	2,619
Revenue from collective investment schemes	795	-
Stock lending commission	3	2
Bank interest	1	2
Management fee rebates taken to revenue	31	26
Other revenue	-	1
Total revenue	3,607	2,650

3. Expenses

	2017	2016
	£'000	£'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	165	42
Operating, administrative and servicing fees	203	165
	368	207
<i>Other expenses:</i>		
Interest payable and similar charges	-	1
	-	1
Total expenses	368	208

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017	2016
	£'000	£'000
Current tax charge	-	-
Total taxation	-	-

Aberdeen Sterling Bond Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	3,239	2,442
Corporation tax at 20% (2016: 20%)	648	488
Effects of:		
Relief for indexation movements on index-linked gilts	-	(7)
Tax deductible on interest distributions	(648)	(481)
Total taxation	-	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	1,857	1,100
Final	1,161	1,304
	3,018	2,404
Add: Revenue deducted on cancellation of shares	270	326
Deduct: Revenue received on issue of shares	(49)	(288)
Distributions for the year	3,239	2,442
Total distributions	3,239	2,442

Details of the distribution per share are set out in the distribution tables on page 636.

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	1,191	1,681
Amounts receivable for issue of shares	-	835
Sales awaiting settlement	785	-
Merger debtor	-	6
Currency transactions awaiting settlement	-	498
Other debtor	-	1
Total debtors	1,976	3,021

Aberdeen Sterling Bond Fund

7. Cash and bank balances

	2017 £'000	2016 £'000
Amounts held at futures clearing houses and brokers	-	25
Cash and bank balances	953	1,422
Total cash and bank balances	953	1,447

8. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	28	39
Amounts payable for cancellation of shares	-	1
Purchases awaiting settlement	206	498
Currency transactions awaiting settlement	-	498
Total other creditors	234	1,036

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 623. £13,000 was due to the ACD (2016 - £819,000 was due from the ACD) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £4,336,000 (2016 - £13,605,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 89% of the Fund's shares in issue.

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'K': 0.35%

Class 'L': 0.40%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 605. The distribution per share class is given in the distribution tables on page 636. All share classes have the same rights on winding up.

Aberdeen Sterling Bond Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	6,372,311	4,811,384	1,217,731	48,222
Creations during the year	514,202	31,200	196,400	160,300
Cancellations during the year	(1,548,701)	(752,600)	(623,200)	(7,000)
Shares converted during the year	-	-	-	-
Closing shares in issue	5,337,812	4,089,984	790,931	201,522

	K Accumulation shares	L Accumulation shares	L Income shares	Z Accumulation shares
Opening number of shares	3,085,315	-	-	82,052,848
Creations during the year	692,500	28,500	217,100	6,824,801
Cancellations during the year	-	(100)	(11,200)	(20,966,700)
Shares converted during the year	-	-	-	-
Closing shares in issue	3,777,815	28,400	205,900	67,910,949

	Z Income shares
Opening number of shares	32,464,646
Creations during the year	196,500
Cancellations during the year	(32,660,200)
Shares converted during the year	-
Closing shares in issue	946

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen Sterling Bond Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
JPM Chase	484	511	Government Bond
Total	484	511	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	4	1	3

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Morgan Stanley	7,136	7,513	Government Bond

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	2	-	2

12. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Aberdeen Sterling Bond Fund

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2017				
Australian Dollar	-	9,492	51	9,543
Euro	7,107	-	4,439	11,546
Pound Sterling	5,713	105,012	1,936	112,661
US Dollar	-	3,308	7	3,315
Total financial assets	12,820	117,812	6,433	137,065

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2016				
Australian Dollar	-	9,157	104	9,261
Euro	10,326	-	6,013	16,339
Pound Sterling	4,282	159,054	3,081	166,417
US Dollar	-	4,760	7,690	12,450
Total financial assets	14,608	172,971	16,888	204,467

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Pound Sterling	-	-	(615)	(615)
Total financial liabilities	-	-	(615)	(615)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2016				
Australian Dollar	-	-	(2)	(2)
Euro	-	-	(998)	(998)
Pound Sterling	-	-	(4,614)	(4,614)
US Dollar	-	-	(21)	(21)
Total financial liabilities	-	-	(5,635)	(5,635)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Aberdeen Sterling Bond Fund

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016 ^A
Minimum VaR	1.20%	1.00%
Maximum VaR	2.32%	2.10%
Average VaR	1.42%	1.36%

^AOne outlier point was smoothed over, on 10/06/2016.

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	(0.01%)	0.85%	-	0.56%	1.40%
31 July 2016	(0.08%)	1.00%	-	0.41%	1.33%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	124,553	91.28
Below investment grade (BB and below)	2,190	1.60
Unrated securities	2,936	2.15
Collective Investment Schemes	4,336	3.18
Derivatives*	(237)	(0.17)
Net other assets	2,672	1.96
Net assets	136,450	100.00

Aberdeen Sterling Bond Fund

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	182,956	92.02
Below investment grade (BB and below)	1,802	0.91
Unrated	1,501	0.75
Collective Investment Schemes	13,605	6.84
Derivatives*	(4,087)	(2.06)
Net other assets	3,055	1.54
Net assets	198,832	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
BNP Paribas	109	109
HSBC	12	12
Total exposure	121	121

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays Capital	41	41
Citigroup	3	3
Deutsche Bank	2	2
HSBC	56	56
JPM Chase	1	1
Royal Bank of Canada	25	25
Total exposure	128	128

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	358	-	-	358
<i>Non-derivatives</i>					
Other creditors	-	234	-	-	234
Distribution payable	-	23	-	-	23
Total financial liabilities	-	615	-	-	615

Aberdeen Sterling Bond Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	4,222	-	-	4,222
<i>Non-derivatives</i>					
Other creditors	-	1,036	-	-	1,036
Distribution payable	-	377	-	-	377
Total financial liabilities	-	5,635	-	-	5,635

13. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	261,666	114,777	310,651	192,117
Open Ended Investment Funds	4,407	11,107	14,573	9,643
Trades in the year before transactions costs	266,073	125,884	325,224	201,760
Commissions				
Bonds	-	-	-	-
Open Ended Investment Funds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Open Ended Investment Funds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Open Ended Investment Funds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	266,073	125,884	325,224	201,760

Aberdeen Sterling Bond Fund

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Open Ended Investment Funds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Open Ended Investment Funds	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Open Ended Investment Funds	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £159,865,000). There were corporate actions (net sales) of £1,240,000 in the year (2016 - £1,134,000)

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.24% (2016 - 0.31%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Aberdeen Sterling Bond Fund

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1 ^A	84,051	-	120,299	-
Level 2	50,085	358	79,700	4,222
Level 3	-	-	-	-
Total	134,136	358	199,999	4,222

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £84,051,000 as at 31 July 2017 (2016 - £120,291,000).

Aberdeen Sterling Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares				
Group 1	1.26144	-	1.26144	0.64979
Group 2	0.96867	0.29277	1.26144	0.64979
A Income shares				
Group 1	0.98289	-	0.98289	0.51000
Group 2	0.45469	0.52820	0.98289	0.51000
I Accumulation shares				
Group 1	1.29875	-	1.29875	0.72310
Group 2	0.88404	0.41471	1.29875	0.72310
I Income shares				
Group 1	1.24354	-	1.24354	0.70000
Group 2	0.94474	0.29880	1.24354	0.70000
K Accumulation shares				
Group 1	1.18911	-	1.18911	-
Group 2	0.88481	0.30430	1.18911	-
L Accumulation shares				
Group 1	0.86650	-	0.86650	-
Group 2	0.86650	-	0.86650	-
L Income shares				
Group 1	0.86650	-	0.86650	-
Group 2	0.86650	-	0.86650	-
Z Accumulation shares				
Group 1	2.29568	-	2.29568	1.33675
Group 2	1.74037	0.55531	2.29568	1.33675
Z Income shares				
Group 1	1.76647	-	1.76647	-
Group 2	1.41647	0.35000	1.76647	-

Aberdeen Sterling Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.63968	-	0.63968	0.44793
Group 2	0.35868	0.28100	0.63968	0.44793
A Income shares				
Group 1	0.49431	-	0.49431	0.35000
Group 2	0.49431	-	0.49431	0.35000
I Accumulation shares				
Group 1	0.80326	-	0.80326	0.57178
Group 2	0.56991	0.23335	0.80326	0.57178
I Income shares				
Group 1	0.76074	-	0.76074	0.55000
Group 2	0.64009	0.12065	0.76074	0.55000
K Accumulation shares				
Group 1	0.77764	-	0.77764	0.23326
Group 2	0.51302	0.26462	0.77764	0.23326
L Accumulation shares				
Group 1	0.69009	-	0.69009	-
Group 2	0.68009	0.01000	0.69009	-
L Income shares				
Group 1	0.68380	-	0.68380	-
Group 2	0.55235	0.13145	0.68380	-
Z Accumulation shares				
Group 1	1.57323	-	1.57323	1.14916
Group 2	0.79667	0.77656	1.57323	1.14916
Z Income shares				
Group 1	3.73549	-	3.73549	0.29000
Group 2	3.73549	-	3.73549	0.29000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Government Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Sterling-denominated UK government Debt and debt-related securities. The Fund may also invest in other transferable securities, including Debt and debt-related securities denominated in any currency issued by governments, public bodies and supra-national issuers worldwide, Investment grade corporate Debt and debt-related securities, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the Aberdeen Sterling Government Bond Fund – A Accumulation Shares decreased by 2.69% compared to a decrease of 2.54% in the benchmark, FTSE-A Brit Govt All Stocks.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The review period could accurately be described as 'eventful'. In August, the Bank of England surprised markets with a 0.25% rate cut, a resumption of quantitative easing and a corporate bond-buying programme. Sterling weakened sharply against both the US dollar and the euro, a reflection of the uncertainties surrounding the UK electorate's vote to leave the European Union (aka Brexit).

Towards the end of 2016, there was a perceived move from monetary policy to fiscal policy in the core government bond markets. Within Europe, market rumours persisted that the European Central Bank (ECB) was set to 'taper' its quantitative easing (QE) programme. Donald Trump's US Presidential election victory raised prospects of a huge expansion in infrastructure spending and fiscal policy in general. In the UK, Prime Minister Theresa May signalled a potential move away from monetary policy and towards fiscal policy. The result of this overall theme was a global sell-off in government bonds.

The first quarter of 2017 was volatile, and the yield on the 10-year conventional gilt ended the quarter 0.20% lower at 1.15%. Controversial comments by President Trump in his first weeks in office were a primary source of volatility. In February's Quarterly Inflation Report, the Bank of England's Monetary Policy Committee (MPC) reiterated its neutral stance, causing a re-pricing of upcoming interest rate increases that the market had begun to expect.

Mrs May surprised markets by calling an early general election. The election, in June, resulted in the Conservatives losing their majority and having to seek an agreement with Northern Ireland's Democratic Unionist Party. Markets had to assess the likely implications for both

future UK fiscal policy and Brexit negotiations. The final result led to a weakening in Sterling but a relatively muted reaction in fixed income markets. At June's MPC meeting, those who voted for a rate hike jumped from one to three, with the final vote a relatively close-run 5-3 decision to hold rates. Subsequently, gilt yields spiked higher.

UK domestic economic data was relatively poor in July. Although there was some intra-month volatility, UK government bond yields finished July more-or-less unchanged, falling only slightly to just above 1.20%.

Portfolio review

Early in the review period we added a long duration position to the Fund, reflecting a negative outlook for the UK economy. We neutralised this position following a sharp drop in gilt yields when the MPC delivered an interest rate cut, quantitative easing and a corporate bond purchase programme.

The Fund implemented a cross-market trade, buying Australian Government Bonds and selling UK Gilts in the 10-year part of the curve. The Fund also added new relative-value type trades to take advantage of perceived pricing anomalies between various bonds.

Moving into 2017, the Fund built its exposure to the US dollar (selling sterling) via a position in unhedged US Treasuries to express a view of a divergence in monetary policy between the two countries. This made a negative contribution, and we removed our position at a loss following the surprise general election announcement. However, towards the end of June and following the sharp rally in the currency on elevated expectations of an interest rate rise, we re-entered the position.

A long position in 30-year breakeven inflation rates was built up in February and March, selling 30-year gilts and buying 30-year index-linked gilts. We then tactically continued to manage our long position in breakevens over the following quarter to take advantage of favourable supply and demand dynamics. This position was the main positive contributor to performance between April and June.

The Fund added a curve steepener trade at the end of June, expecting ultra-long bonds to underperform shorter maturity bonds. This made a positive contribution to performance in July.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The MPC is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

Pan Euro Macro Team

August 2017

Aberdeen Sterling Government Bond Fund

Ongoing charges

	A Shares %	I Shares %	P Shares %	Q Shares %	Z Shares %
31 July 2017	1.14	0.64	0.37	0.27	0.14
31 July 2016	1.14	0.64	0.37	0.27	0.14
31 July 2015	1.14	0.64	0.37	0.27	-

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Government Bond Fund

Comparative tables

	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
A Accumulation Shares			
Change in net assets per share			
Opening net asset value per share	181.77	162.56	158.49 ^A
Return before operating charges*	(4.26)	21.30	5.91
Operating charges	(2.02)	(1.90)	(1.83)
Return after operating charges*	(6.28)	19.40	4.08
Distributions on accumulation shares	(0.35)	(0.95)	(0.08)
Retained distributions on accumulation shares	0.35	0.76	0.07
Closing net asset value per share	175.49	181.77	162.56
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(3.45%)	11.93%	2.57%
Other information			
Closing net asset value (£'000s)	7,951	8,576	11,489
Closing number of shares	4,530,676	4,717,754	7,067,413
Operating charges	1.14%	1.14%	1.14%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	187.28	181.66	162.15
Lowest share price (pence)	170.43	160.32	159.07

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	138.24	124.18	121.11 ^A
Return before operating charges*	(3.26)	16.07	4.52
Operating charges	(1.53)	(1.43)	(1.40)
Return after operating charges*	(4.79)	14.64	3.12
Distributions on income shares	(0.26)	(0.58)	(0.05)
Closing net asset value per share	133.19	138.24	124.18
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(3.46%)	11.79%	2.58%
Other information			
Closing net asset value (£'000s)	15,867	1,165	6,034
Closing number of shares	11,912,547	842,647	4,859,643
Operating charges	1.14%	1.14%	1.14%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	142.44	138.41	123.91
Lowest share price (pence)	129.62	122.47	121.56

^A The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	185.63	165.35	161.18 ^A
Return before operating charges*	(4.36)	21.73	5.24
Operating charges	(1.16)	(1.09)	(1.05)
Return after operating charges*	(5.52)	20.64	4.19
Distributions on accumulation shares	(1.26)	(1.84)	(0.10)
Retained distributions on accumulation shares	1.26	1.48	0.08
Closing net asset value per share	180.11	185.63	165.35
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(2.97%)	12.48%	2.60%
Other information			
Closing net asset value (£'000s)	68,037	71,307	47,673
Closing number of shares	37,775,350	38,412,991	28,831,310
Operating charges	0.64%	0.64%	0.64%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	191.32	185.47	164.93
Lowest share price (pence)	174.38	163.26	161.79

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	113.74	102.17	99.64 ^A
Return before operating charges*	(2.68)	13.16	3.23
Operating charges	(0.71)	(0.68)	(0.65)
Return after operating charges*	(3.39)	12.48	2.58
Distributions on income shares	(0.77)	(0.91)	(0.05)
Closing net asset value per share	109.58	113.74	102.17
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(2.98%)	12.21%	2.59%
Other information			
Closing net asset value (£'000s)	549	1,191	400
Closing number of shares	500,792	1,047,022	391,610
Operating charges	0.64%	0.64%	0.64%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	117.24	114.07	101.95
Lowest share price (pence)	106.85	100.88	100.01

^A The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

P Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	146.22	131.33	128.09 ^A
Return before operating charges*	(3.43)	16.85	3.80
Operating charges	(0.53)	(0.50)	(0.48)
Return after operating charges*	(3.96)	16.35	3.32
Distributions on income shares	(1.40)	(1.46)	(0.08)
Closing net asset value per share	140.86	146.22	131.33
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(2.71%)	12.45%	2.59%
Other information			
Closing net asset value (£'000s)	19	27	30
Closing number of shares	13,578	18,778	23,178
Operating charges	0.37%	0.37%	0.37%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	150.74	146.75	131.07
Lowest share price (pence)	137.52	129.75	128.58

^A The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

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Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

Q Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	146.21	131.33	128.10 ^A
Return before operating charges*	(3.41)	16.80	3.67
Operating charges	(0.39)	(0.36)	(0.35)
Return after operating charges*	(3.80)	16.44	3.32
Distributions on income shares	(1.56)	(1.56)	(0.09)
Closing net asset value per share	140.85	146.21	131.33
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(2.60%)	12.52%	2.59%
Other information			
Closing net asset value (£'000s)	587	1,352	12,466
Closing number of shares	417,024	924,591	9,491,516
Operating charges	0.27%	0.27%	0.27%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	150.74	146.79	131.08
Lowest share price (pence)	137.59	129.77	128.58

^A The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

Q Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	145.93	131.04	127.81 ^A
Return before operating charges*	(3.45)	17.22	3.69
Operating charges	(0.38)	(0.37)	(0.35)
Return after operating charges*	(3.83)	16.85	3.34
Distributions on income shares	(1.51)	(1.96)	(0.11)
Closing net asset value per share	140.59	145.93	131.04
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(2.62%)	12.86%	2.61%
Other information			
Closing net asset value (£'000s)	4,503	11,972	1,516
Closing number of shares	3,203,157	8,203,998	1,156,535
Operating charges	0.27%	0.27%	0.27%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	150.49	146.71	130.81
Lowest share price (pence)	137.27	129.61	128.30

^A The opening net asset value stated is the share class launch price.
Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

Z Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	107.81	100.00 ^B
Return before operating charges*	(2.59)	8.02
Operating charges	(0.15)	(0.15)
Return after operating charges*	(2.74)	7.87
Distributions on accumulation shares	(1.23)	(0.31)
Retained distributions on accumulation shares	1.23	0.25
Closing net asset value per share	105.07	107.81
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	(2.54%)	7.87%
Other information		
Closing net asset value (£'000s)	65,021	18,275
Closing number of shares	61,880,873	16,951,474
Operating charges	0.14%	0.14%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	111.15	107.68
Lowest share price (pence)	101.41	99.59

^A Z Accumulation share class launched on 13 May 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

Z Income Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	107.56	100.00 ^B
Return before operating charges*	(2.59)	7.96
Operating charges	(0.15)	(0.15)
Return after operating charges*	(2.74)	7.81
Distributions on income shares	(1.22)	(0.25)
Closing net asset value per share	103.60	107.56
 * after direct transaction costs of:	-	-
Performance		
Return after charges	(2.55%)	7.81%
Other information		
Closing net asset value (£'000s)	1	13,574
Closing number of shares	944	12,620,444
Operating charges	0.14%	0.14%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	110.90	107.68
Lowest share price (pence)	101.18	99.59

^A Z Income share class launched on 13 May 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Government Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
99.02% (2016: 99.69%)					
Bonds 99.02% (2016: 99.69%)					
Government Bonds 99.02% (2016: 99.69%)					
Australia 5.59% (2016: 3.56%)					
Australia (Commonwealth of)	2.7500	21/11/27	14,926,000	9,089	5.59
United Kingdom 91.48% (2016: 94.19%)					
UK Treasury	1.5000	22/07/47	18,078,000	16,594	10.22
UK Treasury	4.5000	07/09/34	9,716,908	13,754	8.46
UK Treasury	1.2500	22/07/18	9,425,000	9,513	5.85
UK Treasury	3.7500	07/09/21	8,252,959	9,382	5.77
UK Treasury	4.0000	07/03/22	6,953,006	8,070	4.96
UK Treasury	1.7500	22/07/19	7,680,000	7,905	4.86
UK Treasury	3.5000	22/01/45	4,992,000	6,697	4.12
UK Treasury sm	1.5000	22/07/26	6,395,000	6,604	4.06
UK Treasury	3.2500	22/01/44	4,633,338	5,928	3.65
UK Treasury	3.7500	07/09/19	5,396,000	5,795	3.57
UK Treasury	3.7500	07/09/20	5,147,024	5,696	3.50
UK Treasury	4.5000	07/03/19	5,080,792	5,426	3.34
UK Treasury	4.7500	07/12/38	3,467,000	5,267	3.24
UK Treasury	4.2500	07/12/40	3,611,222	5,243	3.23
UK Treasury	4.2500	07/03/36	3,575,420	4,989	3.07
UK Treasury	4.0000	22/01/60	2,654,710	4,482	2.76
UK Treasury	1.2500	22/07/27	4,289,000	4,277	2.63
UK Treasury	1.7500	07/09/22	3,963,000	4,196	2.58
UK Treasury	4.2500	07/12/46	2,623,000	4,026	2.48
UK Treasury	4.7500	07/03/20	2,867,002	3,203	1.97
UK Treasury	8.0000	07/06/21	1,884,000	2,435	1.50
UK Treasury	2.5000	22/07/65	1,775,000	2,241	1.38
UK Treasury	4.5000	07/12/42	1,418,019	2,170	1.34
UK Treasury	1.7500	22/07/57	1,486,000	1,492	0.92
UK Treasury	4.2500	07/12/27	1,133,000	1,465	0.90
UK Treasury	2.0000	22/07/20	998,000	1,048	0.64
UK Treasury	3.5000	22/07/68	194,031	313	0.19
UK Treasury	1.0000	07/09/17	227,000	227	0.14
UK Treasury	5.0000	07/03/18	128,000	132	0.08
UK Treasury	4.2500	07/06/32	89,312	121	0.07
				148,691	91.48
United States 1.95% (2016: 1.94%)					
US Treasury	0.6250	30/09/17	4,180,000	3,168	1.95
Total Government Bonds				160,948	99.02
Total Bonds				160,948	99.02

Aberdeen Sterling Government Bond Fund

						Market Value	Total Net
Security	Coupon (%)			Maturity	Nominal / Quantity	£'000	Assets %
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market						160,948	99.02
Derivatives 0.01% (2016: (0.45%))							
Forward currency exchange contracts 0.01% (2016: (0.45%))							
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	EUR	GBP	06/09/17	8,590,000	7,565,299	123	0.07
HSBC	GBP	AUD	06/09/17	9,125,574	15,077,000	11	0.01
HSBC	GBP	EUR	06/09/17	7,572,072	8,590,000	(116)	(0.07)
Unrealised gains on forward currency exchange contracts						18	0.01
Unrealised gains on derivatives						18	0.01
Total investments*						160,966	99.03
Other net assets						1,569	0.97
Total net assets						162,535	100.00

^{oo} A portion of this security is on loan at the year end.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Sterling Government Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	972	0.60	0.60

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
France (Government of)	943	Government Bond	Investment grade	BNP Paribas
UK Treasury	81	Government Bond	Investment grade	BNP Paribas
Total collateral received	1,024			

Collateral held per custodian		Market value of collateral held	Proportion held in segregated accounts
		£'000	%
BNP Paribas		1,024	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency		Market value of collateral received
		£'000
EUR		943
GBP		81
Total collateral received		1,024

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
JPM Chase	972	United States	Tri-party
Total market value of securities lending	972		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	4	125.00
Direct operational costs (securities lending agent costs)	(1)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(1)	(25.00)
Net return	3	100.00

Aberdeen Sterling Government Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital (losses)/gains	1	(4,663)	11,412
Revenue	2	2,063	1,454
Expenses	3	(775)	(544)
Net revenue before taxation		1,288	910
Taxation	4	-	(1)
Net revenue after taxation		1,288	909
Total return before distributions		(3,375)	12,321
Distributions	5	(1,292)	(910)
Change in net assets attributable to shareholders from investment activities		(4,667)	11,411

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	127,439	79,608
Amounts receivable on issue of shares	94,076	64,089
Amounts payable on cancellation of shares	(55,652)	(28,282)
	38,424	35,807
Dilution adjustment	128	6
Change in net assets attributable to shareholders from investment activities	(4,667)	11,411
Retained distributions on accumulation shares	1,210	607
Unclaimed distributions > 6 years	1	-
Closing net assets attributable to shareholders	162,535	127,439

Aberdeen Sterling Government Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		161,082	127,056
Current assets:			
Debtors	6	1,006	772
Cash and bank balances		826	626
Total assets		162,914	128,454
Liabilities:			
Investment liabilities		116	581
Creditors:			
Other creditors	7	226	231
Distribution payable		37	203
Total liabilities		379	1,015
Net assets attributable to shareholders		162,535	127,439

Aberdeen Sterling Government Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital (losses)/gains

	2017 £'000	2016 £'000
The net capital (losses)/gains on investments during the year comprise:		
Non-derivative securities (losses)/gains	(4,346)	12,387
Forward currency contracts losses	(402)	(955)
Other currency gains/(losses)	29	(20)
Class actions	56	-
Net capital (losses)/gains	(4,663)	11,412

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	2,058	1,451
Stock lending commission	3	3
Bank interest	2	-
Total revenue	2,063	1,454

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	567	433
Operating, administrative and servicing fees	207	111
	774	544
<i>Other expenses:</i>		
Interest payable and similar charges	1	-
	1	-
Total expenses	775	544

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax	-	1
Current tax charge	-	1
Total taxation	-	1

Aberdeen Sterling Government Bond Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	1,288	910
Corporation tax at 20% (2016 - 20%)	258	182
Effects of:		
Relief for indexation movements on index-linked gilts	(6)	(5)
Tax deductible on interest distributions	(252)	(177)
Corporation tax prior year adjustment	-	1
Total taxation	-	1

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	732	432
Final	617	533
	1,349	965
Add: Revenue deducted on cancellation of shares	125	68
Deduct: Revenue received on issue of shares	(182)	(123)
Distributions for the year	1,292	910
Total distributions	1,292	910

Details of the distribution per share are set out in the distribution tables on page 664.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	1,288	909
Add:		
Undistributed revenue brought forward	5	5
Movement between share classes due to conversion	-	1
Deduct:		
Movement between unit classes due to conversion	(1)	-
Undistributed revenue carried forward	-	(5)
Distributions	1,292	910

Aberdeen Sterling Government Bond Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	999	725
Amounts receivable for issue of shares	7	45
Merger debtor	-	2
Total debtors	1,006	772

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	69	56
Amounts payable for cancellation of shares	157	174
Corporation tax payable	-	1
Total other creditors	226	231

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 652.

£200,000 was due to the ACD (2016 - £171,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 69% of the Fund's shares in issue.

Harewood Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 22% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'P': 0.23%

Class 'Q': 0.23%

Class 'Q' Gross: 0.23%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 640. The distribution per share class is given in the distribution tables on page 664. All share classes have the same rights on winding up.

Aberdeen Sterling Government Bond Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	4,717,754	842,647	38,412,991	1,047,022
Creations during the year	53,600	11,348,800	6,426,200	137,600
Cancellations during the year	(236,900)	(278,900)	(6,676,400)	(834,200)
Shares converted during the year	(3,778)	-	(387,441)	150,370
Closing shares in issue	4,530,676	11,912,547	37,775,350	500,792

	P Income shares	Q Income shares	Q Gross Income shares	Z Accumulation shares
Opening number of shares	18,778	924,591	8,203,998	16,951,474
Creations during the year	-	-	3,185,300	58,950,800
Cancellations during the year	(5,200)	(501,200)	(8,069,100)	(14,702,100)
Shares converted during the year	-	(6,367)	(117,041)	680,699
Closing shares in issue	13,578	417,024	3,203,157	61,880,873

	Z Income shares
Opening number of shares	12,620,444
Creations during the year	580,900
Cancellations during the year	(13,200,400)
Shares converted during the year	-
Closing shares in issue	944

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen Sterling Government Bond Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
JPM Chase	972	1,024	Government Bond
Total	972	1,024	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	4	1	3

There was no stock on loan at 31 July 2016.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
2016				
BNP Paribas	Securities Lending Agent	4	1	3

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

Aberdeen Sterling Government Bond Fund

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2017				
Australian Dollar	-	9,089	49	9,138
Euro	-	-	122	122
Pound Sterling	826	148,691	962	150,479
US Dollar	-	3,168	7	3,175
Total financial assets	826	160,948	1,140	162,914

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2016				
Australian Dollar	-	4,533	41	4,574
Pound Sterling	626	120,042	733	121,401
US Dollar	-	2,478	1	2,479
Total financial assets	626	127,053	775	128,454

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Australian Dollar	-	-	-	-
Euro	-	-	-	-
Pound Sterling	-	-	(379)	(379)
US Dollar	-	-	-	-
Total financial liabilities	-	-	(379)	(379)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2016				
Australian dollar	-	-	-	-
Pound Sterling	-	-	(1,015)	(1,015)
US Dollar	-	-	-	-
Total financial liabilities	-	-	(1,015)	(1,015)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

Aberdeen Sterling Government Bond Fund

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	2.30%	1.98%
Maximum VaR	2.85%	2.31%
Average VaR	2.66%	2.17%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.03%	2.36%	-	0.23%	2.61%
31 July 2016	0.03%	2.31%	-	0.18%	2.52%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	156,671	96.39
Unrated securities	4,277	2.63
Derivatives*	18	0.01
Net other assets	1,569	0.97
Net assets	162,535	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	127,054	99.69
Derivatives*	(579)	(0.45)
Net other assets	964	0.76
Net assets	127,439	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Aberdeen Sterling Government Bond Fund

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
BNP Paribas	123	123
HSBC	11	11
Total exposure	134	134

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Citigroup	2	2
Total exposure	2	2

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	116	-	-	116
<i>Non-derivatives</i>					
Other creditors	-	226	-	-	226
Distribution payable	-	37	-	-	37
Total financial liabilities	-	379	-	-	379

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	581	-	-	581
<i>Non-derivatives</i>					
Other creditors	-	231	-	-	231
Distribution payable	-	203	-	-	203
Total financial liabilities	-	1,015	-	-	1,015

Aberdeen Sterling Government Bond Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Bonds	318,617	81,061	278,537	73,221
Trades in the year before transactions costs	318,617	81,061	278,537	73,221
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	318,617	81,061	278,537	73,221

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £29,389,000). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.01% (2016 - 0.01%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation, this methodology did not change the prior year figure.

Aberdeen Sterling Government Bond Fund

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1 ^A	151,859	-	122,521	-
Level 2	9,223	116	4,535	581
Level 3	-	-	-	-
Total	161,082	116	127,056	581

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £151,859,000 as at 31 July 2017 (2016 - £122,520,000).

Aberdeen Sterling Government Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.23607	-	0.23607	0.43200
Group 2	0.08919	0.14688	0.23607	0.43200
A Income shares				
Group 1	0.17954	-	0.17954	0.33000
Group 2	0.10864	0.07090	0.17954	0.33000
I Accumulation shares				
Group 1	0.69710	-	0.69710	0.79301
Group 2	0.39887	0.29823	0.69710	0.79301
I Income shares				
Group 1	0.42715	-	0.42715	0.49000
Group 2	0.31883	0.10832	0.42715	0.49000
P Income shares				
Group 1	0.77042	-	0.77042	0.78000
Group 2	0.77042	-	0.77042	0.78000
Q Income shares				
Group 1	0.86280	-	0.86280	0.82000
Group 2	0.86280	-	0.86280	0.82000
Q Gross Income shares				
Group 1	0.81346	-	0.81346	1.03000
Group 2	0.44712	0.36634	0.81346	1.03000
Z Accumulation shares				
Group 1	0.63811	-	0.63811	-
Group 2	0.37341	0.26470	0.63811	-
Z Income shares				
Group 1	0.63665	-	0.63665	-
Group 2	0.58665	0.05000	0.63665	-

Aberdeen Sterling Government Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.11205	-	0.11205	0.32812
Group 2	0.05075	0.06130	0.11205	0.32812
A Income shares				
Group 1	0.08510	-	0.08510	0.25000
Group 2	0.00511	0.07999	0.08510	0.25000
I Accumulation shares				
Group 1	0.55969	-	0.55969	0.68292
Group 2	0.40064	0.15905	0.55969	0.68292
I Income shares				
Group 1	0.34159	-	0.34159	0.42000
Group 2	0.20039	0.14120	0.34159	0.42000
P Income shares				
Group 1	0.63336	-	0.63336	0.68000
Group 2	0.63336	-	0.63336	0.68000
Q Income shares				
Group 1	0.69964	-	0.69964	0.74000
Group 2	0.69964	-	0.69964	0.74000
Q Gross Income shares				
Group 1	0.69211	-	0.69211	0.93000
Group 2	0.53446	0.15765	0.69211	0.93000
Z Accumulation shares				
Group 1	0.58754	-	0.58754	0.25000
Group 2	0.35786	0.22968	0.58754	0.25000
Z Income shares				
Group 1	0.58254	-	0.58254	0.25000
Group 2	0.58254	-	0.58254	0.25000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Index-Linked Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Sterling denominated index-linked Debt and debt-related securities that are issued by governments, public bodies, supra-national and corporate issuers. The Fund may also invest in other transferable securities, including index-linked Debt and debt-related securities denominated in any currency issued by government issuers, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of the Aberdeen Sterling Index-Linked Bond Fund – A Accumulation Shares increased by 5.07% compared to an increase of 4.10% in the benchmark, the FTSE A (Index Linked) British Government Over 5 Years Tracker index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The review period could accurately be described as 'eventful'. In August, the Bank of England surprised markets with a 0.25% rate cut, a resumption of quantitative easing and a corporate bond-buying programme. Sterling weakened sharply against both the US dollar and the euro, a reflection of the uncertainties surrounding the UK electorate's vote to leave the European Union (aka Brexit).

Towards the end of 2016, there was a perceived move from monetary policy to fiscal policy in the core government bond markets. Within Europe, market rumours persisted that the European Central Bank was set to 'taper' its quantitative easing programme. Donald Trump's US Presidential election victory raised prospects of a huge expansion in infrastructure spending and fiscal policy in general. In the UK, Prime Minister Theresa May signalled a potential move away from monetary policy and towards fiscal policy. The result of this overall theme was a global sell-off in government bonds.

The first quarter of 2017 was volatile, and the yield on the 10-year conventional gilt ended the quarter 0.20% lower at 1.15%. Controversial comments by President Trump in his first weeks in office were a primary source of volatility. In February's Quarterly Inflation Report, the Bank of England's Monetary Policy Committee (MPC) reiterated its neutral stance, causing a re-pricing of upcoming interest rate increases that the market had begun to expect.

Mrs May surprised markets by calling an early general election. The election, in June, resulted in the Conservatives losing their majority and having to seek an agreement with Northern Ireland's Democratic Unionist Party. Markets had to assess the likely implications for both future UK fiscal policy and Brexit negotiations. The final result led to a weakening in Sterling but a relatively muted reaction in fixed income markets. At June's MPC meeting, those who voted for a rate hike jumped from one to three, with the final vote a relatively close-run 5-3 decision to hold rates. Subsequently, gilt yields spiked higher.

UK domestic economic data was relatively poor in July. Although there was some intra-month volatility, UK government bond yields finished July more-or-less unchanged, falling only slightly to just above 1.20%.

Portfolio review

At the beginning of the review period, the Fund had been positioned to take advantage of the likely monetary policy divergence between the US and UK following the EU referendum and its likely impact on currency markets. This was done in July 2016 via an unhedged position in US Treasury inflation-linked assets. In September, this was removed after the currency pair fell towards the bottom end of its post-Brexit range. The Fund more or less broke even on the foreign exchange exposure of the position.

Throughout the review period, the Fund executed relative-value trades to take advantage of perceived pricing anomalies between various bonds. Towards the end of 2016 the Fund also implemented a short breakeven trade. This involved selling the 2055 inflation-linked gilt to buy the comparable nominal gilt, as a bet on market pricing of inflation falling. This trade made a small profit.

Early in 2017, curve positioning was the main driver of performance. Two curve flattening trades (where the longer maturity end of the curve is expected to outperform shorter maturity bond) contributed positively to performance. We took profits on both in January.

A short position in 50-year breakevens also boosted performance. This trade involved buying 50-year gilts and selling the corresponding 50-year index-linked gilt. We later took profits on this position.

The spread between the 10-year and 30-year maturity inflation-linked gilts had been in a tight range ever since markets calmed following the EU referendum. We entered two trades to exploit this range. In April, when the spread was at the top of the range, we bought 30-year maturities expecting them to outperform given the lack of supply of long/ultra-long inflation-linked bonds. This strategy worked and we took profits. Then in June, when this spread was at the bottom of its post-Brexit range, we entered the opposite curve steepener trade, expecting the 30-year maturities to underperform. Longer maturities began to cheapen in July, and we once more took profits.

Aberdeen Sterling Index-Linked Bond Fund

In April a curve flattener trade was added between ultra-long inflation-linked bonds and 30-year maturity inflation-linked bonds as we expect continued strong demand from pension funds for ultra-long assets to result in their outperformance. In late June a short breakeven position was added, selling inflation-linked bonds to buy the corresponding conventional gilt. We later took profits on this position in July when inflation-linked bonds underperformed prior to an index-linked syndication.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The MPC is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

Pan Euro Macro Team

August 2017

Aberdeen Sterling Index-Linked Bond Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	1.13	0.63	0.48	0.13
31 July 2016	1.19	0.69	0.54	0.19
31 July 2015	1.19	0.69	-	0.19

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Index-Linked Bond Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	227.06	199.70	194.30 ^A
Return before operating charges*	10.49	29.76	7.73
Operating charges	(2.78)	(2.40)	(2.33)
Return after operating charges*	7.71	27.36	5.40
Distributions on accumulation shares	(1.23)	-	-
Retained distributions on accumulation shares	1.23	-	-
Closing net asset value per share	234.77	227.06	199.70
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	3.40%	13.70%	2.78%
Other information			
Closing net asset value (£'000s)	9,321	13,013	8,439
Closing number of shares	3,970,477	5,731,177	4,225,905
Operating charges	1.15%	1.19%	1.19%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	258.67	231.58	198.17
Lowest share price (pence)	222.25	190.14	192.73

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Index-Linked Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	185.72	163.33	158.92 ^A
Return before operating charges*	8.60	24.35	6.32
Operating charges	(2.27)	(1.96)	(1.91)
Return after operating charges*	6.33	22.39	4.41
Distributions on income shares	(1.01)	-	-
Closing net asset value per share	191.04	185.72	163.33
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	3.41%	13.71%	2.77%
Other information			
Closing net asset value (£'000s)	568	707	975
Closing number of shares	297,272	380,872	597,113
Operating charges	1.15%	1.19%	1.19%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	210.49	189.41	162.08
Lowest share price (pence)	181.79	155.52	157.63

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Index-Linked Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	195.41	171.17	166.48 ^A
Return before operating charges*	9.00	25.60	5.85
Operating charges	(1.36)	(1.18)	(1.16)
Return after operating charges*	7.64	24.24	4.69
Distributions on accumulation shares	(1.94)	(0.89)	-
Retained distributions on accumulation shares	1.94	0.71	-
Closing net asset value per share	203.05	195.41	171.17
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	3.91%	14.16%	2.82%
Other information			
Closing net asset value (£'000s)	4,652	5,612	13,493
Closing number of shares	2,291,255	2,871,855	7,882,006
Operating charges	0.65%	0.69%	0.69%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	223.39	199.41	169.85
Lowest share price (pence)	191.28	163.16	165.18

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Index-Linked Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	134.04	117.85	114.62 ^A
Return before operating charges*	6.20	17.51	4.03
Operating charges	(0.93)	(0.83)	(0.80)
Return after operating charges*	5.27	16.68	3.23
Distributions on income shares	(1.33)	(0.49)	-
Closing net asset value per share	137.98	134.04	117.85
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	3.93%	14.15%	2.82%
Other information			
Closing net asset value (£'000s)	927	803	451
Closing number of shares	672,037	599,014	383,043
Operating charges	0.65%	0.69%	0.69%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	152.06	137.17	116.94
Lowest share price (pence)	131.19	112.33	113.73

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Index-Linked Bond Fund

K Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	114.33	100.00 ^B
Return before operating charges*	5.26	15.00
Operating charges	(0.61)	(0.58)
Return after operating charges*	4.65	14.42
Distributions on accumulation shares	(1.30)	(0.48)
Retained distributions on accumulation shares	1.30	0.39
Closing net asset value per share	118.98	114.33
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	4.07%	14.42%
Other information		
Closing net asset value (£'000s)	4,143	4,080
Closing number of shares	3,481,750	3,568,750
Operating charges	0.50%	0.54%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	130.84	116.66
Lowest share price (pence)	111.91	99.48

^A K Accumulation share class launched on 13 May 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Index-Linked Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	251.73	219.69	213.60 ^A
Return before operating charges*	11.56	32.74	6.51
Operating charges	(0.40)	(0.45)	(0.41)
Return after operating charges*	11.16	32.29	6.10
Distributions on accumulation shares	(3.81)	(1.25)	(0.06)
Retained distributions on accumulation shares	3.81	1.00	0.05
Closing net asset value per share	262.89	251.73	219.69
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	4.43%	14.70%	2.86%
Other information			
Closing net asset value (£'000s)	97,732	103,660	1,388
Closing number of shares	37,176,001	41,179,401	631,991
Operating charges	0.15%	0.19%	0.19%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	288.78	256.82	217.99
Lowest share price (pence)	246.39	209.64	211.98

^A The opening net asset value stated is the share class launch price.

Fund launched on 17 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Index-Linked Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
99.25% (2016: 99.68%)					
Bonds 99.25% (2016: 99.68%)					
Corporate Bonds nil (2016: 0.04%)					
United Kingdom nil (2016: 0.04%)					
Government Bonds 99.25% (2016: 99.64%)					
United Kingdom 99.25% (2016: 95.77%)					
UK Treasury (INDX)	0.1250	22/11/65	5,293,000	11,756	10.01
UK Treasury (INDX)	0.6250	22/03/40	4,910,757	9,781	8.34
UK Treasury (INDX)	1.2500	22/11/55	2,603,945	8,766	7.47
UK Treasury (INDX)	0.7500	22/03/34	5,135,033	8,663	7.38
UK Treasury (INDX)	1.2500	22/11/27	4,473,000	8,382	7.14
UK Treasury (INDX)	0.3750	22/03/62	2,534,131	6,317	5.38
UK Treasury (INDX)	1.2500	22/11/32	3,135,000	5,879	5.01
UK Treasury (INDX)	1.1250	22/11/37	2,480,752	5,467	4.66
UK Treasury (INDX)	0.2500	22/03/52	2,687,831	5,333	4.54
UK Treasury (INDX)	0.1250	22/03/58	2,660,000	5,300	4.52
UK Treasury (INDX)	0.1250	22/03/26	4,193,000	5,193	4.43
UK Treasury (INDX)	1.8750	22/11/22	3,159,000	5,160	4.40
UK Treasury (INDX)	0.1250	22/03/24	3,964,000	5,126	4.37
UK Treasury (INDX)	0.1250	22/03/29	3,507,000	4,929	4.20
UK Treasury (INDX)	1.2500	22/11/17	3,393,000	4,828	4.11
UK Treasury (INDX)	0.1250	22/03/68	1,513,991	3,687	3.14
UK Treasury (INDX)	0.5000	22/03/50	1,306,000	3,024	2.58
UK Treasury (INDX)	0.6250	22/11/42	1,306,940	2,780	2.37
UK Treasury (INDX)	0.7500	22/11/47	1,022,000	2,466	2.10
UK Treasury (INDX)	0.1250	22/03/46	1,496,000	2,463	2.10
UK Treasury (INDX)	0.1250	22/11/56	462,000	867	0.74
UK Treasury (INDX)	0.1250	22/11/36	161,000	231	0.20
UK Treasury (INDX)	2.0000	26/01/35	24,500	65	0.06
				116,463	99.25
United States nil (2016: 3.87%)					
Total Government Bonds				116,463	99.25
Total Bonds				116,463	99.25
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				116,463	99.25
Total investments				116,463	99.25
Other net assets				880	0.75
Total net assets				117,343	100.00

Comparative figures are as at 31 July 2016.

Aberdeen Sterling Index-Linked Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	4,515	15,788
Revenue	2	1,903	842
Expenses	3	(341)	(278)
Net revenue before taxation		1,562	564
Taxation	4	-	-
Net revenue after taxation		1,562	564
Total return before distributions		6,077	16,352
Distributions	5	(1,574)	(571)
Change in net assets attributable to shareholders from investment activities		4,503	15,781

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	127,875	24,746
Amounts receivable on issue of shares	4,901	8,976
Amount receivable on amalgamation ^A	-	95,719
Amounts payable on cancellation of shares	(21,477)	(17,817)
	(16,576)	86,878
Dilution adjustment	-	18
Change in net assets attributable to shareholders from investment activities	4,503	15,781
Retained distributions on accumulation shares	1,541	452
Closing net assets attributable to shareholders	117,343	127,875

^A Relating to the amalgamation on 13 May 2016 of Aberdeen Global II - Sterling Index Linked Bond Fund, a sub-fund of Aberdeen Global II, into the fund.

Aberdeen Sterling Index-Linked Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		116,463	127,470
Current assets:			
Debtors	6	339	264
Cash and bank balances		571	294
Total assets		117,373	128,028
Liabilities:			
Creditors:			
Other creditors	7	28	40
Distribution payable		2	113
Total liabilities		30	153
Net assets attributable to shareholders		117,343	127,875

Aberdeen Sterling Index-Linked Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017	2016
	£'000	£'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	4,463	15,811
Forward currency contracts losses	(42)	(9)
Other currency gains/(losses)	94	(14)
Net capital gains	4,515	15,788

2. Revenue

	2017	2016
	£'000	£'000
Interest on debt securities	1,903	842
Total revenue	1,903	842

3. Expenses

	2017	2016
	£'000	£'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	156	188
Operating, administrative and servicing fees	185	90
Total expenses	341	278

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017	2016
	£'000	£'000
Current tax charge	-	-
Total taxation	-	-

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Sterling Index-Linked Bond Fund

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	1,562	564
Corporation tax at 20% (2016 - 20%)	312	113
Effects of:		
Expenses not deductible for tax purposes	-	92
Relief for indexation movements on index-linked gilts	(775)	(205)
Excess management expenses	463	-
Total taxation	-	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	1,128	15
Final	425	555
	1,553	570
Add: Revenue deducted on cancellation of shares	23	6
Deduct: Revenue received on issue of shares	(2)	(5)
Distributions for the year	1,574	571
Total distributions	1,574	571

Details of the distribution per share are set out in the distribution tables on page 686.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	1,562	564
Add:		
Undistributed revenue brought forward	-	1
Movement between share classes due to conversion	-	2
Revenue deficit transfer from capital account	12	4
Distributions	1,574	571

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	121	120
Amounts receivable for issue of shares	218	3
Merger debtor	-	141
Total debtors	339	264

Aberdeen Sterling Index-Linked Bond Fund

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	25	36
Amounts payable for cancellation of shares	3	4
Total other creditors	28	40

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 676. £203,000 was due from the ACD (2016 - £17,000 due to the ACD) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 75% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'K': 0.35%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 669. The distribution per share class is given in the distribution tables on page 686. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	5,731,177	380,872	2,871,855	599,014
Creations during the year	493,900	43,100	701,800	93,100
Cancellations during the year	(2,254,600)	(109,700)	(1,282,400)	(43,600)
Shares converted during the year	-	(17,000)	-	23,523
Closing shares in issue	3,970,477	297,272	2,291,255	672,037

	K Accumulation shares	Z Accumulation shares
Opening number of shares	3,568,750	41,179,401
Creations during the year	46,800	719,100
Cancellations during the year	(133,800)	(4,722,500)
Shares converted during the year	-	-
Closing shares in issue	3,481,750	37,176,001

Aberdeen Sterling Index-Linked Bond Fund

10. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2017				
Pound Sterling	117,034	-	339	117,373
Total financial assets	117,034	-	339	117,373

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2016				
Pound Sterling	4,946	-	264	5,210
US Dollar	122,762	56	-	122,818
Total financial assets	127,708	56	264	128,028

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Pound Sterling	-	-	(30)	(30)
Total financial liabilities	-	-	(30)	(30)

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2016				
Pound Sterling	-	-	(153)	(153)
Total financial liabilities	-	-	(153)	(153)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Aberdeen Sterling Index-Linked Bond Fund

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016 ^A
Minimum VaR	4.44%	3.95%
Maximum VaR	5.24%	4.81%
Average VaR	4.78%	4.29%

^A One outlier point was smoothed over, on 17/11/2015.

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	-	3.41%	-	1.09%	4.50%
31 July 2016	0.04%	3.88%	-	0.90%	4.82%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	116,463	99.25
Net other assets	880	0.75
Net assets	117,343	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	127,470	99.68
Net other assets	405	0.32
Net assets	127,875	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Aberdeen Sterling Index-Linked Bond Fund

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	28	-	-	28
Distribution payable	-	2	-	-	2
Total financial liabilities	-	30	-	-	30
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	40	-	-	40
Distribution payable	-	113	-	-	113
Total financial liabilities	-	153	-	-	153

11. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	188,037	68,057	204,906	76,558
Trades in the year before transactions costs	188,037	68,057	204,906	76,558
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	188,037	68,057	204,906	76,558

Aberdeen Sterling Index-Linked Bond Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £95,027,000). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was nil (2016 - nil). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

12. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen Sterling Index-Linked Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1 ^A	116,463	-	127,414	-
Level 2	-	-	56	-
Level 3	-	-	-	-
Total	116,463	-	127,470	-

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £116,463,000 as at 31 July 2017 (2016 - £127,414,000).

Aberdeen Sterling Index-Linked Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	1.23228	-	1.23228	-
Group 2	1.21168	0.02060	1.23228	-
A Income shares				
Group 1	1.00792	-	1.00792	-
Group 2	0.85395	0.15397	1.00792	-
I Accumulation shares				
Group 1	1.59220	-	1.59220	0.13071
Group 2	1.27859	0.31361	1.59220	0.13071
I Income shares				
Group 1	1.09220	-	1.09220	0.09000
Group 2	0.80079	0.29141	1.09220	0.09000
K Accumulation shares				
Group 1	1.01893	-	1.01893	-
Group 2	0.56893	0.45000	1.01893	-
Z Accumulation shares				
Group 1	2.72260	-	2.72260	-
Group 2	2.42885	0.29375	2.72260	-

Aberdeen Sterling Index-Linked Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
A Income shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
I Accumulation shares				
Group 1	0.34412	-	0.34412	0.58140
Group 2	0.33586	0.00826	0.34412	0.58140
I Income shares				
Group 1	0.23424	-	0.23424	0.40000
Group 2	0.23418	0.00006	0.23424	0.40000
K Accumulation shares				
Group 1	0.28161	-	0.28161	0.38727
Group 2	0.28161	-	0.28161	0.38727
Z Accumulation shares				
Group 1	1.09194	-	1.09194	0.99693
Group 2	0.86022	0.23172	1.09194	0.99693

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Long Dated Corporate Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to achieve income and capital growth with the Fund predominantly invested in Sterling denominated longer dated (10+ years) non-government Investment grade Debt and debt-related securities. The Fund may invest up to 10% of its Net Asset Value in Debt and Debt-Related Securities which are Sub-Investment grade as at the date of investment. Any security which is downgraded after purchase to Sub-Investment grade will not be sold unless, in the opinion of the Investment Adviser, it is in the best interests of Shareholders to do so. The Fund may also invest in other transferable securities, including Investment grade and sub-Investment grade Debt and debt-related securities denominated in any currency, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of Aberdeen Sterling Long Dated Corporate Bond Fund – A Accumulation Shares increased by 1.43% compared to an increase of 0.61% in the benchmark the iBoxx Sterling Over 10year Non Gilt Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested

Market review

Corporate bonds delivered strong returns over the 12 months to 31 July. Early on in the review period, government bond yields collapsed to record lows and corporate bond spreads tightened. In the UK, market participants focused on news flow which included a further easing of monetary policy by the Bank of England. While sterling was weak, reflecting those policy decisions and the increased likelihood of a slowdown in economic activity, UK risk assets – including investment grade bonds – performed very strongly.

Following the success of Donald Trump in November's US presidential election, inflationary risks were perceived to have increased and both equity and bond markets responded accordingly. Corporate bonds were strong in all the major markets, and credit risk premiums (spreads) fell as investors added risk. Central banks such as the European Central Bank and the Bank of England bought significant amounts of bonds.

The asset class continued to deliver positive returns in the first quarter of 2017. While central banks continued to buy bonds, the main support for the asset class came from "real money" investors, and demand was sufficiently robust to soak up new issuance.

Between April and June, the benign global macroeconomic environment was supported by a strong earnings season. Markets also drew comfort from the result of the French presidential election. Towards the end of June, policymakers hinted that easy monetary policy regimes may be coming to a close, driving underlying government bond yields higher.

As the 12-month review period drew to an end, many of the themes that have prevailed over the past couple of years were evident once

more. Financials led the performance tables – in particular, subordinated insurance bonds – but spreads tightened in practically all sectors. Better global growth conditions, persistent loose monetary policy, and the beneficial effects of the Bank of England's £10 billion corporate bond purchasing spree were all contributory factors.

Portfolio review

The Aberdeen Sterling Long Dated Corporate Bond Fund delivered strong positive returns in the early part of the review period, driven by falling government bond yields and tightening corporate bond spreads. An underperformance relative to benchmark was caused largely by the Fund's relatively small exposure to low quality (BBB rated) investment grade bonds which outperformed.

We purchased a new Heathrow 2049 deal, the first the group issued in sterling for a long while, and the first ever in that segment of the market for BBB risk, on the view that the third runway will be granted to Heathrow. National Grid tendered for some of its long-dated bonds which the Fund held at attractive levels, and also issued new bonds from its gas distribution business in which we invested.

In the latter months of 2016, Fund performance was largely driven by a modestly short duration position, but was also helped by stock selection. For much of the review period, an overweight position in financials – notably, bonds issued by insurers – has benefited fund returns. Holdings in issues such as Axa, Aviva and Prudential constituted a significant part of that overweight position.

In January, exposure to AT&T and Kraft Heinz was pared back, with both names being potentially involved in merger and acquisition activity. In February, lower quality and less liquid areas of the long-dated credit market performed well.

In the latter part of the review period, the fund's underweight in the consumer sector added to relative performance. Overweight positions in UK funerals operator Dignity Finance, insurer RSA and French utility EDF added to performance in June. So, too, did an underweight position in US telecom giant AT&T. A short duration position in a rising yield environment was beneficial.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The Bank of England's Monetary Policy Committee (MPC) is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

We continue to reduce the overall level of credit risk in the Fund with a move tighter in broad spreads. We have reduced our holdings in subordinated insurance and energy, reflecting the strong year-to-date performance. Duration exposure has also been reduced to benchmark levels.

Pan European Credit Team

August 2017

Aberdeen Sterling Long Dated Corporate Bond Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	-	-	0.55	0.20
31 July 2016	1.20	0.70	0.55	0.20

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment, particularly given the exposure to one currency in this fund.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Long Dated Corporate Bond Fund

Comparative tables

A Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	110.54	100.00 ^B
Return before operating charges*	2.45	11.88
Operating charges	(1.15)	(1.25)
Return after operating charges*	1.30	10.63
Distributions on accumulation shares	(1.07)	(0.44)
Retained distributions on accumulation shares	1.07	0.35
Final cancellation price per share	(111.84)	-
Closing net asset value per share	-	110.54
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	1.18%	10.63%
Other information		
Closing net asset value (£'000s)	-	7
Closing number of shares	-	6,000
Operating charges	1.20%	1.20%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	116.99	110.57
Lowest share price (pence)	102.88	98.75

^A Share class A Accumulation closed on 16 June 2017.

^B The opening net asset value stated is the share class launch price.
Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Corporate Bond Fund

I Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	110.63	100.00 ^B
Return before operating charges*	2.46	11.47
Operating charges	(0.67)	(0.73)
Return after operating charges*	1.79	10.74
Distributions on accumulation shares	(1.35)	(0.55)
Retained distributions on accumulation shares	1.35	0.44
Final cancellation price per share	(112.42)	-
Closing net asset value per share	-	110.63
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	1.62%	10.74%
Other information		
Closing net asset value (£'000s)	-	7
Closing number of shares	-	6,000
Operating charges	0.70%	0.70%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	117.10	110.66
Lowest share price (pence)	103.10	98.75

^A Share class I Accumulation closed on 16 June 2017

^B The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Corporate Bond Fund

K Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	306.76	275.64 ^A
Return before operating charges*	3.71	33.06
Operating charges	(1.68)	(1.59)
Return after operating charges*	2.03	31.47
Distributions on accumulation shares	(7.78)	(1.73)
Retained distributions on accumulation shares	7.78	1.38
Closing net asset value per share	308.79	306.76
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	0.66%	11.42%
Other information		
Closing net asset value (£'000s)	5,974	5,843
Closing number of shares	1,934,717	1,904,717
Operating charges	0.55%	0.55%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	324.69	306.82
Lowest share price (pence)	285.97	273.75

^A The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Corporate Bond Fund

K Income Shares ^A	31 July 2017 (pence per share)
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	3.03
Operating charges	(0.44)
Return after operating charges*	2.59
Distributions on income shares	(2.57)
Closing net asset value per share	100.02
 * after direct transaction costs of:	 -
Performance	
Return after charges	2.59%
Other information	
Closing net asset value (£'000s)	1
Closing number of shares	1,000
Operating charges	0.55%
Direct transaction costs	-
Prices	
Highest share price (pence)	103.70
Lowest share price (pence)	95.07

^A K Income share class launched on 14 October 2016

^B The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Corporate Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	264.60	237.62 ^A
Return before operating charges*	3.20	27.82
Operating charges	(0.53)	(0.50)
Return after operating charges*	2.67	27.32
Distributions on accumulation shares	(7.64)	(1.68)
Retained distributions on accumulation shares	7.64	1.34
Closing net asset value per share	267.27	264.60
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	1.01%	11.50%
Other information		
Closing net asset value (£'000s)	19,451	17,847
Closing number of shares	7,277,311	6,745,111
Operating charges	0.20%	0.20%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	280.09	264.65
Lowest share price (pence)	246.88	236.00

^A The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Corporate Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
97.09% (2016: 97.66%)					
Bonds 97.09% (2016: 97.66%)					
Corporate Bonds 94.42% (2016: 93.05%)					
Australia 1.31% (2016: 2.39%)					
APT Pipelines (EMTN)	3.5000	22/03/30	200,000	210	0.83
BHP Billiton Finance (EMTN)	4.3000	25/09/42	100,000	123	0.48
				333	1.31
Belgium 0.39% (2016: nil)					
Anheuser-Busch InBev (EMTN)	2.8500	25/05/37	100,000	99	0.39
Cayman Islands nil (2016: 0.86%)					
France 7.68% (2016: 7.05%)					
AXA (EMTN)	VAR	16/01/54	100,000	117	0.46
BPCE	5.2500	16/04/29	100,000	119	0.47
Electricite de France (EMTN)	5.1250	22/09/50	250,000	325	1.27
Electricite de France (EMTN)	6.1250	02/06/34	200,000	274	1.08
Electricite de France (EMTN)	6.2500	30/05/28	200,000	267	1.05
Electricite de France (EMTN)	5.8750	18/07/31	193,000	258	1.02
Electricite de France (EMTN)	6.0000	23/01/14	100,000	141	0.55
Electricite de France (EMTN)	5.5000	17/10/41	100,000	132	0.52
Electricite de France (EMTN)	VAR	PERP	100,000	103	0.40
Orange (EMTN)	5.3750	22/11/50	150,000	218	0.86
				1,954	7.68
Germany 8.98% (2016: 8.45%)					
Allianz Finance II	4.5000	13/03/43	100,000	134	0.53
Deutsche Telekom International Finance	8.8750	27/11/28	208,000	339	1.34
E.ON International Finance (EMTN)	6.3750	07/06/32	200,000	283	1.11
E.ON International Finance (EMTN)	6.7500	27/01/39	100,000	155	0.61
E.ON International Finance (EMTN)	5.8750	30/10/37	100,000	142	0.56
innogy Finance (EMTN)	6.1250	06/07/39	250,000	369	1.45
KFW (EMTN)	5.0000	09/06/36	250,000	376	1.47
KFW (EMTN)	6.0000	07/12/28	250,000	364	1.43
Siemens Financieringsmaatschappij (EMTN)	3.7500	10/09/42	100,000	122	0.48
				2,284	8.98
Ireland 0.10% (2016: 0.11%)					
Freshwater Finance	5.1820	20/04/35	20,000	27	0.10
Italy 1.28% (2016: 1.47%)					
Enel Finance International (EMTN)	5.7500	14/09/40	239,000	326	1.28
Mexico 0.68% (2016: 0.50%)					
America Movil	4.3750	07/08/41	150,000	174	0.68

Aberdeen Sterling Long Dated Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Netherlands 2.67% (2016: 2.41%)					
Aegon (EMTN)	6.6250	16/12/39	100,000	151	0.60
Bank Nederlandse Gemeenten (EMTN)	5.2000	07/12/28	100,000	134	0.53
Cooperatieve Rabobank (EMTN)	5.3750	03/08/60	100,000	173	0.68
Rabobank Nederland (EMTN)	4.6250	23/05/29	189,000	221	0.86
				679	2.67
Norway 0.77% (2016: 0.85%)					
Statoil (EMTN)	6.8750	11/03/31	129,000	195	0.77
Supranational 2.83% (2016: 3.59%)					
EUROFIMA (EMTN)	5.5000	07/06/32	150,000	211	0.83
European Investment Bank (EMTN)	4.5000	07/06/29	333,000	433	1.70
European Investment Bank (EMTN)	4.6250	12/10/54	45,000	75	0.30
				719	2.83
United Kingdom 56.13% (2016: 52.38%)					
Abbey National Treasury Services (EMTN)	3.8750	15/10/29	300,000	346	1.36
Anglian Water Services Financing (EMTN)	4.5000	05/10/27	126,000	154	0.60
Annington Funding (EMTN)	3.6850	12/07/34	110,000	114	0.45
Aspire Defence Finance	4.6740	31/03/40	344,531	426	1.68
Aviva	VAR	14/11/36	110,000	131	0.52
Aviva (EMTN)	VAR	04/06/50	200,000	221	0.87
BAT International Finance (EMTN)	2.2500	09/09/52	200,000	158	0.62
BAT International Finance (EMTN)	5.7500	05/07/40	54,000	75	0.29
BG Energy Capital (EMTN)	5.0000	04/11/36	100,000	134	0.53
Canary Wharf Finance II	5.9520	22/01/35	150,000	212	0.83
Cardiff University	3.0000	07/12/55	100,000	116	0.45
Centrica (EMTN)	4.3750	13/03/29	143,000	168	0.66
Circle Anglia Social Housing	7.2500	12/11/38	60,000	102	0.40
Community Finance 1 (EMTN) (SINK)	5.0170	31/07/34	291,000	391	1.54
Dignity Finance	4.6956	31/12/49	100,000	124	0.49
Eastern Power Networks (EMTN)	6.2500	12/11/36	150,000	227	0.89
Eversholt Funding (EMTN)	3.5290	07/08/42	100,000	100	0.39
Gatwick Funding (EMTN)	2.6250	07/10/46	200,000	185	0.73
Gatwick Funding (EMTN)	5.7500	23/01/37	100,000	142	0.56
GlaxoSmithKline Capital (EMTN)	4.2500	18/12/45	151,000	195	0.77
GlaxoSmithKline Capital (EMTN)	5.2500	10/04/42	50,000	72	0.28
Heathrow Funding (EMTN)	6.4500	10/12/31	200,000	289	1.14
Heathrow Funding (EMTN)	2.7500	09/08/49	200,000	191	0.75
Heathrow Funding (EMTN)	4.6250	31/10/46	108,000	141	0.56
High Speed Rail Finance 1 (EMTN)	4.3750	01/11/38	100,000	126	0.49
HSBC Bank ((EMTN)	6.2500	30/01/41	100,000	150	0.59
HSBC (EMTN)	5.7500	20/12/27	437,000	546	2.15
HSBC (EMTN)	7.0000	07/04/38	150,000	226	0.89
Imperial Tobacco Finance (EMTN)	4.8750	07/06/32	100,000	120	0.47
Land Securities (EMTN)	VAR	07/02/36	111,000	150	0.59
LCR Finance	4.5000	07/12/28	369,000	478	1.89
Lloyds Bank (EMTN)	6.5000	17/09/40	200,000	326	1.28

Aberdeen Sterling Long Dated Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
London & Quadrant Housing	5.5000	27/01/40	100,000	143	0.56
London & Quadrant Housing (EMTN)	4.6250	05/12/33	174,000	221	0.87
London Power Networks (EMTN)	6.1250	07/06/27	100,000	134	0.53
Manchester Airport Group Funding (EMTN)	4.7500	31/03/34	100,000	126	0.50
Moat Homes Finance	5.0000	23/09/41	100,000	131	0.52
Motability Operations (EMTN)	3.6250	10/03/36	250,000	288	1.13
National Grid Gas Finance (EMTN)	2.7500	22/09/46	295,000	283	1.11
National Grid Gas Finance (EMTN)	2.6250	22/09/38	100,000	96	0.38
Nationwide Building Society (EMTN)	3.2500	20/01/28	100,000	109	0.43
Network Rail Infrastructure Finance (EMTN)	4.7500	29/11/35	200,000	284	1.12
Northern Electric Finance	5.1250	04/05/35	174,000	235	0.92
Northern Gas Networks	4.8750	30/06/27	337,000	418	1.64
Northumbrian Water Finance	5.1250	23/01/42	148,000	207	0.82
Notting Hill Housing Trust	4.3750	20/02/54	150,000	201	0.79
Orbit Capital	3.5000	24/03/45	100,000	107	0.42
Paragon Treasury	3.6250	21/01/47	100,000	110	0.43
Peabody Capital (EMTN)	5.2500	17/03/43	115,000	163	0.64
Prudential (EMTN)	VAR	20/07/55	200,000	216	0.85
Prudential (EMTN)	VAR	19/12/63	150,000	174	0.68
RI Finance Bonds No 3	6.1250	13/11/28	100,000	115	0.45
RMPA Services	5.3370	30/09/38	115,525	142	0.56
Scottish Widows	7.0000	16/06/43	100,000	130	0.51
Segro	5.7500	20/06/35	50,000	71	0.28
Severn Trent Utilities Finance (EMTN)	4.8750	24/01/42	112,000	152	0.60
Southern Gas Networks (EMTN)	4.8750	21/03/29	100,000	127	0.50
Southern Gas Networks (EMTN)	6.3750	15/05/40	50,000	79	0.31
SSE (EMTN)	6.2500	27/08/38	150,000	227	0.89
Standard Chartered (EMTN)	4.3750	18/01/38	108,000	125	0.49
Standard Chartered (EMTN)	5.1250	06/06/34	100,000	110	0.43
Standard Life	VAR	PERP	100,000	119	0.47
Swan Housing Capital	3.6250	05/03/48	100,000	108	0.43
Thames Water Utilities Cayman Finance (EMTN)	2.6250	24/01/32	100,000	100	0.39
Thames Water Utilities Finance (EMTN)	6.5000	09/02/32	200,000	291	1.15
Thames Water Utilities Financial (EMTN)	5.1250	28/09/37	221,000	298	1.17
THFC Funding No 1	5.1250	21/12/35	51,000	67	0.26
THFC Funding No 2 (EMTN)	6.3500	08/07/39	150,000	229	0.90
Transport for London (EMTN)	3.8750	23/07/42	112,000	142	0.56
Transport for London (EMTN)	4.5000	31/03/31	116,000	140	0.55
University of Southampton	2.2500	11/04/57	120,000	114	0.45
UPP (EMTN)	4.9023	28/02/40	169,815	208	0.82
Vodafone (EMTN)	3.3750	08/08/49	100,000	93	0.37
Wales & West Utilities Finance	5.7500	29/03/30	57,000	78	0.31
Wellcome	4.0000	09/05/59	100,000	150	0.59
Western Power Distribution South West	5.7500	23/03/40	200,000	294	1.16
Wheatley Group Capital	4.3750	28/11/44	100,000	121	0.48
White City Property Finance	5.1202	17/04/35	132,572	166	0.65
WPP Finance 2013 (EMTN)	2.8750	14/09/46	100,000	89	0.35
				14,267	56.13

Aberdeen Sterling Long Dated Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United States 11.60% (2016: 12.99%)					
Amgen	4.0000	13/09/29	100,000	114	0.45
AT&T	4.8750	01/06/44	244,000	284	1.12
AT&T	4.2500	01/06/43	250,000	268	1.05
AT&T	3.5500	14/09/37	100,000	98	0.39
AT&T (EMTN)	7.0000	30/04/40	50,000	74	0.29
Bank of America (EMTN)	7.0000	31/07/28	200,000	285	1.12
Citigroup (EMTN)	7.3750	01/09/39	110,000	188	0.74
GE Capital UK Funding (EMTN)	5.8750	18/01/33	241,000	348	1.37
Goldman Sachs	6.8750	18/01/38	60,000	90	0.35
McDonald's	4.1250	11/06/54	100,000	122	0.48
Pfizer	6.5000	03/06/38	100,000	162	0.64
Time Warner Cable	5.7500	02/06/31	50,000	62	0.24
Verizon Communications (EMTN)	4.7500	17/02/34	128,000	150	0.59
Wal-Mart Stores	5.6250	27/03/34	250,000	359	1.41
Wells Fargo	4.6250	02/11/35	180,000	228	0.90
Welltower	4.8000	20/11/28	100,000	117	0.46
				2,949	11.60
Total Corporate Bonds				24,006	94.42
Government Bonds 2.67% (2016: 4.61%)					
France 1.10% (2016: nil)					
SNCF Reseau (EMTN)	5.2500	31/01/35	200,000	280	1.10
Guernsey nil (2016: 1.79%)					
Mexico 0.42% (2016: 0.44%)					
Mexico (Government of) (EMTN)	5.6250	19/03/14	100,000	106	0.42
United Kingdom 1.15% (2016: 2.38%)					
UK Treasury	4.5000	07/12/42	136,000	208	0.82
UK Treasury	4.2500	07/12/55	50,000	85	0.33
				293	1.15
Total Government Bonds				679	2.67
Total Bonds				24,685	97.09
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				24,685	97.09

Aberdeen Sterling Long Dated Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Other transferable securities and money market instruments 0.59% (2016: 0.65%)					
Bonds 0.59% (2016: 0.65%)					
Corporate Bonds 0.59% (2016: 0.65%)					
United Kingdom 0.59% (2016: 0.65%)					
Porterbrook Rail Finance (EMTN)	4.6250	04/04/29	126,000	150	0.59
Total Corporate Bonds				150	0.59
Total Bonds				150	0.59
Total Other transferable securities and money market instruments				150	0.59
Total investments				24,835	97.68
Other net assets				591	2.32
Total net assets				25,426	100.00

Comparative figures are as at 31 July 2016.

Aberdeen Sterling Long Dated Corporate Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	13 May 2016 to 31 July 2016
	Notes	£'000	£'000
Income			
Net capital (losses)/gains	1	(538)	2,276
Revenue	2	775	158
Expenses	3	(71)	(14)
Net revenue before taxation		704	144
Taxation	4	6	-
Net revenue after taxation		710	144
Total return before distributions		172	2,420
Distributions	5	(710)	(144)
Change in net assets attributable to shareholders from investment activities		(538)	2,276

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	13 May 2016 to 31 July 2016
	£'000	£'000
Opening net assets attributable to shareholders	23,704	-
Amounts receivable on issue of shares	5,117	340
Amount receivable on amalgamation ^A	-	20,969
Amounts payable on cancellation of shares	(3,602)	-
	1,515	21,309
Dilution adjustment	33	2
Change in net assets attributable to shareholders from investment activities	(538)	2,276
Retained distributions on accumulation shares	712	117
Closing net assets attributable to shareholders	25,426	23,704

^A Relating to the amalgamation on 13 May 2016 of Aberdeen Global II - Sterling Long Dated Credit Fund, a sub-fund of Aberdeen Global II, into the Fund.

Aberdeen Sterling Long Dated Corporate Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		24,835	23,304
Current assets:			
Debtors	6	503	627
Cash and bank balances		293	217
Total assets		25,631	24,148
Liabilities:			
Creditors:			
Other creditors	7	205	415
Distribution payable		-	29
Total liabilities		205	444
Net assets attributable to shareholders		25,426	23,704

Aberdeen Sterling Long Dated Corporate Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital (losses)/gains

	2017 £'000	13 May 2016 to 31 July 2016 £'000
The net capital (losses)/gains on investments during the year/period comprise:		
Non-derivative securities (losses)/gains	(597)	2,275
Other currency gains	1	1
Class actions	58	-
Net capital (losses)/gains	(538)	2,276

2. Revenue

	2017 £'000	13 May 2016 to 31 July 2016 £'000
Interest on debt securities	775	158
Total revenue	775	158

3. Expenses

	2017 £'000	13 May 2016 to 31 July 2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	21	4
Operating, administrative and servicing fees	50	10
Total expenses	71	14

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,185 (2016 - £7,185).

4. Taxation

	2017 £'000	13 May 2016 to 31 July 2016 £'000
The tax charge comprises:		
Overseas withholding tax	(6)	-
Current tax (credit)/charge	(6)	-
Total taxation	(6)	-

Factors affecting current tax (credit)/charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Sterling Long Dated Corporate Bond Fund

Reconciliation of the tax (credit)/charge for the year/period:

	2017 £'000	13 May 2016 to 31 July 2016 £'000
Net revenue before taxation	704	144
Corporation tax at 20% (2016 - 20%)	141	29
Effects of:		
Tax effect of expensed double taxation relief	(1)	-
Tax deductible on interest distributions	(140)	(29)
Irrecoverable overseas withholding tax	(6)	-
Total taxation	(6)	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year/period end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	13 May 2016 to 31 July 2016 £'000
Interim	364	-
Final	348	146
	712	146
Add: Revenue deducted on cancellation of shares	30	-
Deduct: Revenue received on issue of shares	(32)	(2)
Distributions for the year/period	710	144
Total distributions	710	144

Details of the distribution per share are set out in the distribution tables on page 710.

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	373	149
Amounts bond interest purchased	-	184
Overseas withholding tax reclaimable	6	9
Sales awaiting settlement	124	285
Total debtors	503	627

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	6	6
Purchases awaiting settlement	199	403
Merger creditor	-	6
Total other creditors	205	415

Aberdeen Sterling Long Dated Corporate Bond Fund

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 700. £2,000 was due to the ACD (2016 - £1,700) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 99% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'K': 0.35%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 690. The distribution per share class is given in the distribution tables on page 710. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	K Accumulation shares	K Income shares
Opening number of shares	6,000	6,000	1,904,717	-
Creations during the year	-	-	48,500	11,200
Cancellations during the year	(6,000)	(6,000)	(18,500)	(10,200)
Closing shares in issue	-	-	1,934,717	1,000

	Z Accumulation shares
Opening number of shares	6,745,111
Creations during the year	1,924,000
Cancellations during the year	(1,391,800)
Closing shares in issue	7,277,311

10. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior period.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

Aberdeen Sterling Long Dated Corporate Bond Fund

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year/period end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2017				
Pound Sterling	1,084	24,043	504	25,631
Total financial liabilities	1,084	24,043	504	25,631

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2016				
Pound Sterling	1,017	22,494	627	24,138
US Dollar	10	-	-	10
Total financial liabilities	1,027	22,494	627	24,148

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Pound Sterling	-	-	(205)	(205)
Total financial liabilities	-	-	(205)	(205)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2016				
Pound Sterling	-	-	(444)	(444)
Total financial liabilities	-	-	(444)	(444)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	3.10%	3.35%
Maximum VaR	4.05%	3.58%
Average VaR	3.84%	3.45%

Aberdeen Sterling Long Dated Corporate Bond Fund

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	-	3.33%	-	0.60%	3.93%
31 July 2016	-	3.10%	-	0.52%	3.63%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	23,688	93.16
Below investment grade (BB and below)	103	0.41
Unrated securities	1,044	4.11
Net other assets	591	2.32
Net assets	25,426	100.00
	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	21,771	91.84
Below investment grade (BB and below)	241	1.02
Unrated securities	1,292	5.45
Net other assets	400	1.69
Net assets	23,704	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen Sterling Long Dated Corporate Bond Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	205	-	-	205
Total financial liabilities	-	205	-	-	205

	On demand	Within one year	Over one year but not more than five years	Over five years	Total
2016					
<i>Non-derivatives</i>					
Other creditors	-	415	-	-	415
Distribution payable	-	29	-	-	29
Total financial liabilities	-	444	-	-	444

11. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year/period				
Bonds	15,135	2,214	12,145	1,603
Trades in the year/period before transactions costs	15,135	2,214	12,145	1,603
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year/period after transaction costs	15,135	2,214	12,145	1,603

Aberdeen Sterling Long Dated Corporate Bond Fund

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior period percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior period figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £20,451,000). There were corporate actions (net sales) of £667,000 in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 1.01% (2016 - 1.34%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)"

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen Sterling Long Dated Corporate Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1 ^A	573	-	565	-
Level 2	24,262	-	22,739	-
Level 3	-	-	-	-
Total	24,835	-	23,304	-

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £573,000 as at 31 July 2017 (2016 - £565,000).

Aberdeen Sterling Long Dated Corporate Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	1.07152	-	1.07152	-
Group 2	0.52259	0.54893	1.07152	-
I Accumulation shares				
Group 1	1.34881	-	1.34881	-
Group 2	0.69041	0.65840	1.34881	-
K Accumulation shares				
Group 1	3.95876	-	3.95876	-
Group 2	1.83842	2.12034	3.95876	-
K Income shares				
Group 1	1.31615	-	1.31615	-
Group 2	1.31615	-	1.31615	-
Z Accumulation shares				
Group 1	3.87118	-	3.87118	-
Group 2	2.24253	1.62865	3.87118	-

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	-	-	-	0.35483
Group 2	-	-	-	0.35483
I Accumulation shares				
Group 1	-	-	-	0.44450
Group 2	-	-	-	0.44450
K Accumulation shares				
Group 1	3.82512	-	3.82512	1.38071
Group 2	2.96236	0.86276	3.82512	1.38071
K Income shares				
Group 1	1.25447	-	1.25447	-
Group 2	0.94447	0.31000	1.25447	-
Z Accumulation shares				
Group 1	3.76815	-	3.76815	1.34154
Group 2	3.76815	-	3.76815	1.34154

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Long Dated Government Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to achieve income and capital growth with the Fund predominantly invested in Sterling denominated longer dated (10+ years) non-government Investment grade Debt and debt-related securities. The Fund may invest up to 10% of its Net Asset Value in Debt and Debt-Related Securities which are Sub-Investment grade as at the date of investment. Any security which is downgraded after purchase to Sub-Investment grade will not be sold unless, in the opinion of the Investment Adviser, it is in the best interests of Shareholders to do so. The Fund may also invest in other transferable securities, including Investment grade and sub-Investment grade Debt and debt-related securities denominated in any currency, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of the Aberdeen Sterling Long Dated Government Bond Fund - A Accumulation Shares decreased by 4.32% compared to a decrease of 5.02% in the benchmark, the FTSE A British Government Over 15 Years Tracker Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The review period could accurately be described as 'eventful'. In August, the Bank of England surprised markets with a 0.25% rate cut, a resumption of quantitative easing and a corporate bond-buying programme. Sterling weakened sharply against both the US dollar and the euro, a reflection of the uncertainties surrounding the UK electorate's vote to leave the European Union (aka Brexit).

Towards the end of 2016, there was a perceived move from monetary policy to fiscal policy in the core government bond markets. Within Europe, market rumours persisted that the European Central Bank was set to 'taper' its quantitative easing programme. Donald Trump's US Presidential election victory raised prospects of a huge expansion in infrastructure spending and fiscal policy in general. In the UK, Prime Minister Theresa May signalled a potential move away from monetary policy and towards fiscal policy. The result of this overall theme was a global sell-off in government bonds.

The first quarter of 2017 was volatile, and the yield on the 10-year conventional gilt ended the quarter 0.20% lower at 1.15%. Controversial comments by President Trump in his first weeks in office were a primary source of volatility. In February's Quarterly Inflation Report, the Bank of England's Monetary Policy Committee (MPC) reiterated its neutral stance, causing a re-pricing of upcoming interest rate increases that the market had begun to expect.

Mrs May surprised markets by calling an early general election. The election, in June, resulted in the Conservatives losing their majority and having to seek an agreement with Northern Ireland's Democratic Unionist Party. Markets had to assess the likely implications for both future UK fiscal policy and Brexit negotiations. The final result led to a

weakening in Sterling but a relatively muted reaction in fixed income markets. At June's MPC meeting, those who voted for a rate hike jumped from one to three, with the final vote a relatively close-run 5-3 decision to hold rates. Subsequently, gilt yields spiked higher.

UK domestic economic data was relatively poor in July. Although there was some intra-month volatility, UK government bond yields finished July more-or-less unchanged, falling only slightly to just above 1.20%.

Portfolio review

Early in the review period we added a long duration position to the Fund, reflecting a negative outlook for the UK economy. We neutralised this position following a sharp drop in gilt yields when the MPC delivered an interest rate cut, quantitative easing and a corporate bond purchase programme.

The Fund performed broadly in line with its benchmark in the final three months of 2016, although a long duration position that was added in mid-October detracted from performance. The Fund added new relative-value type trades during the quarter, to take advantage of perceived pricing anomalies between various bonds.

Moving into 2017, performance relative to benchmark was negatively affected by the long duration position, which was removed in January. A short duration position was initiated in the latter half of the quarter on expectations of higher global growth and higher inflation. This position was closed at a slight loss.

A long position in 30-year breakeven inflation rates was built up in February and March, selling 30-year gilts and buying 30-year index-linked gilts. We then tactically continued to manage our long position in breakevens over the following quarter to take advantage of favourable supply and demand dynamics. This position was the main positive contributor to performance between April and June.

In May the Fund went short duration. We took profits on this position following June's sharp movement higher in gilt yields. A tactical cross-market trade was added during June. This trade involved selling UK gilts to buy German government bonds and was predominantly based on favourable supply dynamics between the two countries. We later took profits on this trade as German bonds outperformed gilts.

A curve steepening trade, added in June, made a positive contribution to performance in July. A cross-market trade into Australian government bond was added in July. We expect these higher-yielding bonds to outperform UK gilts, given the relative economic outlook and the expected rhetoric and policy from both central banks going forwards.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The MPC is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

Pan Euro Macro Team

August 2017

Aberdeen Sterling Long Dated Government Bond Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	1.15	0.65	0.50	0.15
31 July 2016	1.15	0.65	0.50	0.15

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Investing globally can bring additional returns and diversify risk. However, currency exchange rate fluctuations may have a positive or negative impact on the value of your investment, particularly given the exposure to one currency in this fund.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberndeen-asset.co.uk.

Aberdeen Sterling Long Dated Government Bond Fund

Comparative tables

A Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	113.44	100.00 ^B
Return before operating charges*	(5.26)	14.71
Operating charges	(1.23)	(1.23)
Return after operating charges*	(6.49)	13.48
Distributions on accumulation shares	(0.75)	(0.20)
Retained distributions on accumulation shares	0.75	0.16
Closing net asset value per share	106.95	113.44
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	(5.72%)	13.48%
Other information		
Closing net asset value (£'000s)	18	7
Closing number of shares	16,800	5,900
Operating charges	1.15%	1.15%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	120.10	113.72
Lowest share price (pence)	101.28	98.21

^A A Accumulation share class launched on 16 May 2016.

^B The opening net asset value stated is the share class launch price.
Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Government Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	298.28	259.82 ^A
Return before operating charges*	(9.97)	40.43
Operating charges	(1.95)	(1.80)
Return after operating charges*	(11.92)	38.63
Distributions on accumulation shares	(6.94)	(0.86)
Retained distributions on accumulation shares	6.94	0.69
Closing net asset value per share	286.36	298.28
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	(4.00%)	14.87%
Other information		
Closing net asset value (£'000s)	490	1,625
Closing number of shares	171,187	544,887
Operating charges	0.65%	0.65%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	315.89	298.94
Lowest share price (pence)	267.63	258.04

^A The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Government Bond Fund

K Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	304.60	265.24 ^A
Return before operating charges*	(14.07)	40.98
Operating charges	(1.46)	(1.42)
Return after operating charges*	(15.53)	39.56
Distributions on accumulation shares	(3.94)	(0.98)
Retained distributions on accumulation shares	3.94	0.78
Closing net asset value per share	289.07	304.60
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	(5.10%)	14.91%
Other information		
Closing net asset value (£'000s)	2,454	2,128
Closing number of shares	848,889	698,489
Operating charges	0.50%	0.50%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	322.62	305.25
Lowest share price (pence)	272.69	263.43

^A The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Government Bond Fund

K Income Shares ^A	31 July 2017 (pence per share)
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	(1.22)
Operating charges	(0.39)
Return after operating charges*	(1.61)
Distributions on income shares	(1.34)
Closing net asset value per share	97.05
 * after direct transaction costs of:	 -
Performance	
Return after charges	(1.61%)
Other information	
Closing net asset value (£'000s)	6
Closing number of shares	6,000
Operating charges	0.50%
Direct transaction costs	-
Prices	
Highest share price (pence)	101.37
Lowest share price (pence)	92.83

^A K Income share class launched on 14 October 2016.

^B The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Government Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	240.10	208.95 ^A
Return before operating charges*	(11.07)	31.68
Operating charges	(0.35)	(0.34)
Return after operating charges*	(11.42)	31.34
Distributions on accumulation shares	(3.94)	(0.94)
Retained distributions on accumulation shares	3.94	0.75
Closing net asset value per share	228.68	240.10
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	(4.76%)	15.00%
Other information		
Closing net asset value (£'000s)	40,018	45,396
Closing number of shares	17,499,850	18,906,950
Operating charges	0.15%	0.15%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	254.36	240.57
Lowest share price (pence)	215.24	207.54

^A The opening net asset value stated is the share class launch price.

Fund launched on 13 May 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Long Dated Government Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
99.50% (2016: 99.83%)					
Bonds 99.50% (2016: 99.83%)					
Government Bonds 99.50% (2016: 99.83%)					
Australia 7.16% (2016: 7.41%)					
Australia (Commonwealth of)	3.7500	21/04/37	4,724,000	3,080	7.16
United Kingdom 92.34% (2016: 88.57%)					
UK Treasury	1.5000	22/07/47	6,683,000	6,135	14.26
UK Treasury	4.5000	07/09/34	3,708,000	5,249	12.20
UK Treasury	3.5000	22/01/45	3,312,000	4,443	10.34
UK Treasury	4.2500	07/12/40	2,643,000	3,837	8.93
UK Treasury	4.0000	22/01/60	1,990,000	3,360	7.82
UK Treasury	3.7500	22/07/52	2,144,000	3,235	7.53
UK Treasury	4.5000	07/12/42	2,018,000	3,088	7.18
UK Treasury	3.2500	22/01/44	1,786,000	2,285	5.32
UK Treasury	2.5000	22/07/65	1,616,000	2,041	4.75
UK Treasury	4.7500	07/12/38	1,009,000	1,533	3.57
UK Treasury	4.2500	07/03/36	648,000	904	2.10
UK Treasury	4.2500	07/12/46	556,000	853	1.99
UK Treasury	1.7500	22/07/57	755,000	758	1.76
UK Treasury	4.2500	07/12/49	464,000	738	1.72
UK Treasury	3.5000	22/07/68	359,000	579	1.35
UK Treasury	4.2500	07/12/55	339,000	576	1.34
UK Treasury	1.7500	07/09/37	79,000	78	0.18
				39,692	92.34
United States nil (2016: 3.85%)					
Total Government Bonds				42,772	99.50
Total Bonds				42,772	99.50
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				42,772	99.50

Aberdeen Sterling Long Dated Government Bond Fund

Derivatives 0.02% (2016: (0.90%))

Forward currency exchange contracts 0.02% (2016: (0.90%))

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	EUR	GBP	06/09/17	4,028,000	3,547,500	57	0.14
HSBC	GBP	AUD	06/09/17	3,101,981	5,125,000	4	0.01
HSBC	GBP	EUR	06/09/17	3,550,676	4,028,000	(54)	(0.13)
Unrealised gains on forward currency exchange contracts						7	0.02
Unrealised gains on derivatives						7	0.02
Total investments						42,779	99.52
Other net assets						207	0.48
Total net assets						42,986	100.00

Currently forward positions are not collateralised.
Comparative figures are as at 31 July 2016.

Aberdeen Sterling Long Dated Government Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	13 May 2016 to 31 July 2016
	Notes	£'000	£'000
Income			
Net capital (losses)/gains	1	(2,945)	6,281
Revenue	2	839	210
Expenses	3	(80)	(18)
Net revenue before taxation		759	192
Taxation	4	-	-
Net revenue after taxation		759	192
Total return before distributions		(2,186)	6,473
Distributions	5	(759)	(192)
Change in net assets attributable to shareholders from investment activities		(2,945)	6,281

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	13 May 2016 to 31 July 2016
	£'000	£'000
Opening net assets attributable to shareholders	49,156	-
Amounts receivable on issue of shares	5,397	162
Amount receivable on amalgamation ^A	-	43,883
Amounts payable on cancellation of shares	(9,375)	(1,321)
	(3,978)	42,724
Change in net assets attributable to shareholders from investment activities	(2,945)	6,281
Retained distributions on accumulation shares	753	151
Closing net assets attributable to shareholders	42,986	49,156

^A Relating to the amalgamation on 13 May 2016 of Sterling Long Dated Government Bond Fund, a sub-fund of Aberdeen Global II, into the Fund.

Aberdeen Sterling Long Dated Government Bond Fund

Balance sheet As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		42,833	49,073
Current assets:			
Debtors	6	454	232
Cash and bank balances		187	459
Total assets		43,474	49,764
Liabilities:			
Investment liabilities		54	441
Other creditors	7	434	129
Distribution payable		-	38
Total liabilities		488	608
Net assets attributable to shareholders		42,986	49,156

Aberdeen Sterling Long Dated Government Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital (losses)/gains

	2017 £'000	13 May 2016 to 31 July 2016 £'000
The net capital (losses)/gains on investments during the year comprise:		
Non-derivative securities (losses)/gains	(2,936)	6,753
Forward currency contracts losses	(74)	(476)
Other currency gains	65	4
Net capital (losses)/gains	(2,945)	6,281

2. Revenue

	2017 £'000	13 May 2016 to 31 July 2016 £'000
Interest on debt securities	839	210
Total revenue	839	210

3. Expenses

	2017 £'000	13 May 2016 to 31 July 2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	12	3
Operating, administrative and servicing fees	68	15
Total expenses	80	18

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,185 (2016 - £7,185).

4. Taxation

	2017 £'000	13 May 2016 to 31 July 2016 £'000
Current tax charge	-	-
Total taxation	-	-

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Sterling Long Dated Government Bond Fund

Reconciliation of the tax charge for the year/period:

	2017 £'000	13 May 2016 to 31 July 2016 £'000
Net revenue before taxation	759	192
Corporation tax at 20% (2016 - 20%)	152	38
Effects of:		
Relief for indexation movements on index-linked gilts	(3)	-
Income being paid as interest distribution	(149)	(38)
Total taxation	-	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year/period end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	13 May 2016 to 31 July 2016 £'000
Interim	383	-
Final	370	190
	753	190
Add: Revenue deducted on cancellation of shares	34	2
Deduct: Revenue received on issue of shares	(28)	-
Distributions for the year/period	759	192
Total distributions	759	192

Details of the distribution per share are set out in the distribution tables on page 730.

6. Debtors

	2017 £'000	2016 £'000
Accrued bond interest purchased	-	76
Accrued revenue	168	156
Amounts receivable for issue of shares	1	-
Sales awaiting settlement	285	-
Total debtors	454	232

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	7	7
Amounts payable for cancellation of shares	427	122
Total other creditors	434	129

Aberdeen Sterling Long Dated Government Bond Fund

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 720. £427,000 was due to the ACD (2016 - £123,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 99% of the Fund's shares in issue.

9. Shareholder funds

The Fund currently has 4 share classes; Class 'A', Class 'I', Class 'K' and Class 'Z'.

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'K': 0.35%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 713. The distribution per share class is given in the distribution tables on page 730. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	K Accumulation shares	K Income shares
Opening number of shares	5,900	544,887	698,489	-
Creations during the year	30,700	264,800	558,100	11,700
Cancellations during the year	(19,800)	(638,500)	(407,700)	(5,700)
Shares converted during the year	-	-	-	-
Closing shares in issue	16,800	171,187	848,889	6,000

	Z Accumulation shares
Opening number of shares	18,906,950
Creations during the year	1,308,500
Cancellations during the year	(2,715,600)
Shares converted during the year	-
Closing shares in issue	17,499,850

10. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior period.

Aberdeen Sterling Long Dated Government Bond Fund

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year/period end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2017				
Australian Dollar	-	3,080	30	3,110
Euro	-	-	57	57
Pound Sterling	187	39,692	428	40,307
Total financial assets	187	42,772	515	43,474

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2016				
Australian Dollar	-	3,641	31	3,672
Pound Sterling	459	43,538	201	44,198
US Dollar	-	1,894	-	1,894
Total financial assets	459	49,073	232	49,764

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Pound Sterling	-	-	(488)	(488)
Total financial liabilities	-	-	(488)	(488)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2016				
Australian Dollar	-	-	-	-
Pound Sterling	-	-	(608)	(608)
US Dollar	-	-	-	-
Total financial liabilities	-	-	(608)	(608)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Aberdeen Sterling Long Dated Government Bond Fund

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	4.27%	3.76%
Maximum VaR	4.94%	4.02%
Average VaR	4.68%	3.96%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	-	4.32%	-	0.48%	4.80%
31 July 2016	0.06%	4.03%	-	0.32%	4.40%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	42,772	99.50
Derivatives*	7	0.02
Net other assets	207	0.48
Net assets	42,986	100.00
	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	49,073	99.83
Derivatives*	(441)	(0.90)
Net other assets	524	1.07
Net assets	49,156	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Aberdeen Sterling Long Dated Government Bond Fund

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
BNP Paribas	57	57
HSBC	4	4
Total exposure	61	61

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

The Fund had no exposure to derivatives as at 31 July 2016.

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	54	-	-	54
<i>Non-derivatives</i>					
Other creditors	-	434	-	-	434
Total financial liabilities	-	488	-	-	488

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	441	-	-	441
<i>Non-derivatives</i>					
Other creditors	-	129	-	-	129
Distribution payable	-	38	-	-	38
Total financial liabilities	-	608	-	-	608

Aberdeen Sterling Long Dated Government Bond Fund

11. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year/period				
Bonds	78,050	12,536	81,110	13,472
Trades in the year/period before transactions costs	78,050	12,536	81,110	13,472
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year/period after transaction costs	78,050	12,536	81,110	13,472

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior period percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior period figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £43,318,000). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.02% (2016 - 0.01%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Sterling Long Dated Government Bond Fund

12. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1 ^A	39,692	-	45,432	-
Level 2	3,141	54	3,641	441
Level 3	-	-	-	-
Total	42,833	54	49,073	441

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £39,692,000 as at 31 July 2017 (2016 - £45,293,000).

Aberdeen Sterling Long Dated Government Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17
A Accumulation shares			
Group 1	0.31405	-	0.31405
Group 2	0.09659	0.21746	0.31405
I Accumulation shares			
Group 1	5.15193		5.15193
Group 2	3.81261	1.33932	5.15193
K Accumulation shares			
Group 1	1.91699	-	1.91699
Group 2	0.03077	1.88622	1.91699
K Income shares			
Group 1	0.65260	-	0.65260
Group 2	0.65260	-	0.65260
Z Accumulation shares			
Group 1	1.93817	-	1.93817
Group 2	0.78337	1.15480	1.93817

Final interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.44041	-	0.44041	0.15627
Group 2	0.12041	0.32000	0.44041	0.15627
I Accumulation shares				
Group 1	1.79094	-	1.79094	0.69048
Group 2	0.53014	1.26080	1.79094	0.69048
K Accumulation shares				
Group 1	2.02290	-	2.02290	0.78120
Group 2	1.61335	0.40955	2.02290	0.78120
K Income shares				
Group 1	0.68390	-	0.68390	-
Group 2	0.68390	-	0.68390	-
Z Accumulation shares				
Group 1	1.99940	-	1.99940	0.75222
Group 2	0.47485	1.52455	1.99940	0.75222

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Money Market Fund

For the year ended 31 July 2017

Investment objective and policy

The investment objective of Aberdeen Sterling Money Market Fund is to produce a level of income commensurate with security principally by investing in cash deposits and money market instruments. The Fund may also invest in transferable securities and in collective investment schemes, including those managed by the ACD or companies affiliated with the ACD. The Fund is a money market fund as such term is defined by the COLL Sourcebook, and the Fund's investment objectives and policies will meet the requirements of this definition on an ongoing basis.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Sterling Money Market Fund - A Accumulation Shares increased by 0.22% compared to an increase of 0.12% in the benchmark, the 7 DAY GBP LIBID Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

At the start of the reporting period the UK High Court ruled that the government could not invoke Article 50 (which would trigger a two-year countdown to eventual Brexit) without parliamentary approval. Theresa May subsequently announced a 'clean' exit from the European Union (EU) and said that Britain would be leaving both the single market and customs union; her speech provided markets with some clarity on the government's negotiating strategy and what a deal with the European Union might look like. Her positive tone was well received by financial markets, and sterling strengthened by around 3% versus the dollar in the aftermath, although it is far from certain that she will be able to achieve her very ambitious aims. Sterling weakened over the period, reflecting concerns about Brexit. May formally triggered Article 50 on 29th March through a written letter to the European Council, initiating a two-year exit window. The news was not well received by financial markets and sterling fell sharply.

UK Prime Minister Theresa May called for surprise snap election on 8th June 2017, far in advance of the fixed five year cycle that would have seen the next election in 2020. The result saw May lose her Conservative Party parliamentary majority. This was a serious setback for May's previously hard Brexit stance and it will likely lead to a softer approach. The party has managed to build a coalition government with the Democratic Unionist Party but it is unlikely that this was the vision that May had for the Conservative Party. Brexit negotiations began on the 19th June with lead negotiators David Davis and Michel Barnier commencing the divorce process with a series of talks in Brussels.

To combat the expected post-Brexit economic shock, Governor Mark Carney said that the Bank of England (BoE) would take whatever action was needed to support growth; subsequently, the central bank announced a relatively comprehensive easing package in August, part of which was a reduction in rates to 0.25%. The BoE left monetary policy unchanged throughout their meetings during the remainder of the period, however there was a voting surprise, as Monetary Policy Committee (MPC) member Kristin Forbes voted for a rise in the March

meeting, and was subsequently joined by Michael Saunders and Ian McCafferty in the June meeting who also voted for a rise. Their concerns were cited to be a tighter labour market and risk of a more pronounced inflation overshoot. The subsequent minutes of this meeting suggest that the Bank's official inflation target is 2% but they expect inflation to exceed 3% later in the year. It was highlighted that there are risks stemming from domestic developments as well as a strong international growth backdrop to justify a somewhat firmer stance.

Inflation continues to rise, with the annual Consumer Price Inflation at 2.9%, which is at a four-year high. Mark Carney has raised concerns in the UK about the level of indebtedness of the UK consumer; levels are higher now than in the financial crisis. This prompted Carney to warn that the banks would need to think about further provisioning as interest rates would at some stage need to rise. The manufacturing sector slowed at the end of the second quarter of 2017, with growth hitting a three month low which is likely to have been caused due to the political worries over Brexit. House prices managed to rise by 1.1% in June bringing an end to three consecutive months of declining rates.

Portfolio review

Money market yields are significantly lower. Following the cut in interest rates of 0.25% in August last year, there was an overall re-pricing of yield levels, much of which was prior to the announcement, as expectations of a cut were inevitable following the referendum result. The resultant effect was a flatter yield curve, which continues to be the case, and a further softening in levels despite the shift in MPC voting. Although the 1-year has seen a bit more traction in yield, levels still remain subdued with the MPC unlikely to change the path of rates over the coming months.

In the run up to Brexit we took a defensive approach to limit volatility by increasing exposure to shorter dated assets, and diversifying away from UK and EU banking names by seeking investments in other country exposures outside of Europe. Post the referendum result, we began to lengthen the maturity profile in anticipation that the MPC would deliver an early rate cut. This was an on-going theme to maintain the weighted average maturity (WAM) at the longer end to maintain an attractive return with rates trending lower. At the end of the period the WAM was 79 days, slightly shorter than the previous year end with less value to be found in longer dated assets following the move to a lower yield environment. There was a period in Q4 when 3-month yield levels were firmer, as a result of money fund regulation being introduced in the US, banks struggled to fund themselves in dollars so switched to the UK market to satisfy their funding requirements. This has subsequently reverted to more normal levels, but provided a source of added value for the fund. Market conditions were tight at the outset of 2017, with the banks well funded and a surplus of cash, which created a supply/demand problem pushing overnight call rates lower. Funding has improved over the months although banks prefer to issue longer dated paper due to their own regulatory requirements in maintaining their liquidity coverage ratios, where we have been looking shorter at the 3-6 month area. Our focus is on maintaining a high credit quality and ensuring the fund continues to offer an attractive return that is competitive to cash rates in the current environment, the yield is around 0.33% with rates still at

Aberdeen Sterling Money Market Fund

0.25%. Overnight call rates are down at ultra low levels of circa 0.10-0.15%. We anticipate that we will be able to continue to seek opportunities in floating rate notes (FRN), despite a somewhat challenging environment in yield terms, the overall exposure is up 7% in the year, they offer protection against higher rates should the rate environment change. We also continue to look to other issuing entities away from over dependency on the banking sector.

Outlook

There is global growth across regions which have culminated in a more hawkish shift in policy settings of the central banks. This is beginning to play out: it was notable to see the Fed choose to look through recent inflation weakness in their statement, having already deemed the economic weakness in Q1 to be transitory. There have also been murmurings from the ECB at removing quantitative easing and potentially raising rates, although the market is looking at policy changes from the ECB to be a 2018 event. The UK outlook is likely to remain unchanged, despite a call from three MPC members for higher rates. Uncertainty remains as Brexit negotiations take centre stage and UK politics remain divided.

Money Markets Team

August 2017

Aberdeen Sterling Money Market Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	0.28	0.23	0.08
31 July 2016	0.44	0.28	0.14
31 July 2015	0.62	0.37	0.14

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 1 because funds of this type have experienced very low rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Money Market Fund

Comparative tables

	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
A Accumulation Shares			
Change in net assets per share			
Opening net asset value per share	111.37	111.05	111.04
Return before operating charges*	0.63	0.87	0.71
Operating charges	(0.37)	(0.48)	(0.69)
Return after operating charges*	0.26	0.39	0.02
Distributions on accumulation shares	(0.26)	(0.31)	(0.07)
Retained distributions on accumulation shares	0.24	0.24	0.06
Closing net asset value per share	111.61	111.37	111.05
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	0.23%	0.35%	0.02%
Other information			
Closing net asset value (£'000s)	23,348	20,469	21,980
Closing number of shares	20,918,228	18,378,801	19,792,653
Operating charges	0.33%	0.44%	0.62%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	111.63	111.38	111.09
Lowest share price (pence)	111.38	111.07	111.02

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs. Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Money Market Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	99.89	99.82	99.86
Return before operating charges*	0.56	0.73	0.63
Operating charges	(0.33)	(0.44)	(0.62)
Return after operating charges*	0.23	0.29	0.01
Distributions on income shares	(0.22)	(0.22)	(0.05)
Closing net asset value per share	99.90	99.89	99.82
 * after direct transaction costs of:	-	-	-
Performance			
Return after charges	0.23%	0.29%	0.01%
Other information			
Closing net asset value (£'000s)	542	672	1,365
Closing number of shares	542,442	673,008	1,367,253
Operating charges	0.33%	0.44%	0.62%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	99.97	99.94	99.88
Lowest share price (pence)	99.88	99.84	99.83

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

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I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	113.09	112.63	112.40
Return before operating charges*	0.63	1.04	0.71
Operating charges	(0.28)	(0.49)	(0.42)
Return after operating charges*	0.35	0.55	0.29
Distributions on accumulation shares	(0.35)	(0.49)	(0.32)
Retained distributions on accumulation shares	0.33	0.40	0.26
Closing net asset value per share	113.42	113.09	112.63
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	0.31%	0.49%	0.26%
Other information			
Closing net asset value (£'000s)	203,324	110,908	64,634
Closing number of shares	179,260,576	98,070,483	57,387,790
Operating charges	0.25%	0.28%	0.37%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	113.44	113.10	112.66
Lowest share price (pence)	113.10	112.66	112.40

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs. Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

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I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	99.87	99.80	99.83
Return before operating charges*	0.54	0.70	0.57
Operating charges	(0.25)	(0.28)	(0.37)
Return after operating charges*	0.29	0.42	0.20
Distributions on income shares	(0.29)	(0.35)	(0.23)
Closing net asset value per share	99.87	99.87	99.80
 * after direct transaction costs of:	-	-	-
Performance			
Return after charges	0.29%	0.42%	0.20%
Other information			
Closing net asset value (£'000s)	8,454	17,575	1,584
Closing number of shares	8,465,677	17,598,653	1,586,659
Operating charges	0.25%	0.28%	0.37%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	99.98	99.95	99.90
Lowest share price (pence)	99.86	99.82	99.82

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Money Market Fund

Z Gross Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	106.15	105.47	104.94
Return before operating charges*	0.60	0.83	0.68
Operating charges	(0.11)	(0.15)	(0.15)
Return after operating charges*	0.49	0.68	0.53
Distributions on accumulation shares	(0.49)	(0.62)	(0.57)
Retained distributions on accumulation shares	0.49	0.62	0.57
Closing net asset value per share	106.64	106.15	105.47
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	0.46%	0.64%	0.51%
Other information			
Closing net asset value (£'000s)	2,292	2,088	2,453
Closing number of shares	2,149,612	1,967,312	2,326,212
Operating charges	0.10%	0.14%	0.14%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	106.66	106.16	105.50
Lowest share price (pence)	106.16	105.50	104.95

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs. Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Money Market Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
100.10% (2016: 83.21%)					
Bonds 40.47% (2016: 20.61%)					
Corporate Bonds 38.02% (2016: 20.61%)					
Australia 4.83% (2016: 6.79%)					
Commonwealth Bank of Australia (EMTN)	FRN	23/08/17	1,000,000	1,000	0.42
Commonwealth Bank of Australia (EMTN)	FRN	15/12/17	1,000,000	1,000	0.42
Suncorp-Metway (EMTN)	FRN	06/10/17	6,000,000	6,004	2.52
Westpac Banking (EMTN)	FRN	19/12/17	2,000,000	2,000	0.84
Westpac Banking (EMTN)	FRN	05/04/18	1,500,000	1,500	0.63
				11,504	4.83
Canada 6.73% (2016: 2.64%)					
Bank of Montreal (EMTN)	FRN	03/05/18	5,500,000	5,510	2.32
Bank of Montreal (EMTN)	FRN	20/06/19	2,000,000	1,996	0.84
Bank of Nova Scotia (EMTN)	FRN	07/02/18	3,000,000	3,000	1.26
Bank of Nova Scotia (EMTN)	FRN	14/06/19	2,500,000	2,500	1.05
Canadian Imperial Bank of Commerce (EMTN)	FRN	01/02/18	2,000,000	2,000	0.84
Royal Bank of Canada (EMTN)	FRN	19/01/18	1,000,000	1,000	0.42
				16,006	6.73
Denmark 1.26% (2016: nil)					
Danske Bank (EMTN)	FRN	04/10/18	3,000,000	3,009	1.26
Finland 0.42% (2016: nil)					
OP Corporate Bank (EMTN)	FRN	21/05/18	1,000,000	1,002	0.42
France 1.24% (2016: 0.26%)					
Banque Federative du Credit Mutuel (GMTN)	FRN	07/02/19	2,000,000	2,004	0.84
LVMH Moet Hennessy Louis Vuitton (EMTN)	1.6250	20/12/17	945,000	948	0.40
				2,952	1.24
Germany 6.56% (2016: 1.65%)					
BMW Finance (EMTN)	1.7500	20/11/17	1,116,000	1,119	0.47
BMW Finance (EMTN)	FRN	18/01/18	1,000,000	1,000	0.42
BMW Finance (EMTN)	5.0000	02/10/17	849,000	855	0.36
BMW International Investment (EMTN)	FRN	17/07/19	2,500,000	2,500	1.05
BMW International Investment (EMTN)	FRN	15/02/19	2,000,000	2,000	0.84
Daimler (EMTN)	1.7500	08/11/17	2,095,000	2,100	0.88
Daimler (EMTN)	2.3750	16/07/18	2,000,000	2,027	0.85
DZ Bank (EMTN)	FRN	02/02/19	4,000,000	4,005	1.69
				15,606	6.56
Japan 0.42% (2016: nil)					
Toyota Motor Finance Netherlands (EMTN)	FRN	17/01/18	1,000,000	1,000	0.42

Aberdeen Sterling Money Market Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Netherlands 6.45% (2016: 1.56%)					
ABN AMRO Bank (EMTN)	2.2500	11/09/17	4,370,000	4,378	1.83
ABN AMRO Bank (EMTN)	FRN	30/11/18	3,000,000	3,010	1.27
Cooperatieve Rabobank (EMTN)	3.2500	01/11/17	4,041,000	4,067	1.71
ING Bank (EMTN)	FRN	27/11/17	2,900,000	2,903	1.22
Rabobank Nederland (EMTN)	FRN	18/09/17	1,000,000	1,000	0.42
				15,358	6.45
New Zealand 0.63% (2016: 1.32%)					
Westpac Securities (EMTN)	FRN	02/10/17	1,500,000	1,501	0.63
Qatar 0.84% (2016: nil)					
QNB Finance (EMTN)	FRN	28/02/18	2,000,000	2,000	0.84
Sweden 0.32% (2016: 1.78%)					
Svenska Handelsbanken (EMTN)	1.8750	29/08/17	750,000	751	0.32
Switzerland 1.28% (2016: nil)					
Credit Suisse (EMTN)	FRN	30/08/17	2,000,000	2,000	0.84
UBS (EMTN)	6.6250	11/04/18	1,000,000	1,041	0.44
				3,041	1.28
United Kingdom 4.34% (2016: 3.30%)					
Abbey National Treasury Services (EMTN)	4.1250	14/09/17	5,475,000	5,497	2.31
Barclays Bank (EMTN)	FRN	15/09/17	3,825,000	3,826	1.61
Nationwide Building Society (EMTN)	FRN	06/06/19	1,000,000	1,001	0.42
				10,324	4.34
United States 2.70% (2016: 1.31%)					
GE Capital UK Funding (EMTN)	FRN	16/01/18	2,640,000	2,643	1.11
GE Capital UK Funding (EMTN)	4.1250	28/09/17	1,764,000	1,774	0.75
New York Life Global Funding (EMTN)	FRN	28/09/17	2,000,000	2,001	0.84
				6,418	2.70
Total Corporate Bonds				90,472	38.02
Government Bonds 2.45% (2016: nil)					
South Korea 2.45% (2016: nil)					
Export-Import Bank of Korea (EMTN)	2.0000	07/12/17	5,797,000	5,823	2.45
Total Government Bonds				5,823	2.45
Total Bonds				96,295	40.47

Aberdeen Sterling Money Market Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Money market instruments 59.63% (2016: 62.60%)					
Certificate of deposit 45.82% (2016: 39.23%)					
Belgium 2.52% (2016: nil)					
BNP Paribas Fortis	-	14/08/17	3,000,000	3,000	1.26
BNP Paribas Fortis	-	15/09/17	3,000,000	2,999	1.26
				5,999	2.52
Denmark 1.26% (2016: 1.32%)					
Danske Bank	0.2400	08/08/17	3,000,000	3,000	1.26
France 10.73% (2016: 8.24%)					
Banque Federative du Credit Mutuel	-	18/10/17	2,000,000	1,999	0.84
BNP Paribas	-	27/12/17	3,000,000	2,996	1.26
CIC	0.4000	07/08/17	2,000,000	2,000	0.84
Credit Agricole	0.3300	22/09/17	2,500,000	2,500	1.05
Credit Agricole	0.4900	25/05/18	2,000,000	2,000	0.84
NATIXIS	0.6800	17/08/17	2,000,000	2,000	0.84
Natixis	0.3700	06/11/17	4,000,000	4,002	1.69
Natixis	0.3500	10/10/17	4,000,000	4,002	1.69
Societe Generale	0.7400	31/01/18	2,000,000	2,004	0.84
Societe Generale	0.6100	20/04/18	2,000,000	2,002	0.84
				25,505	10.73
Japan 12.83% (2016: 9.23%)					
Bank of Tokyo Mitsubishi UFJ	0.2400	30/10/17	3,000,000	3,001	1.26
Bank of Tokyo Mitsubishi UFJ	-	11/09/17	3,000,000	2,999	1.26
Bank of Tokyo Mitsubishi UFJ	0.7500	17/10/17	2,000,000	2,002	0.84
Mizuho Bank	0.2800	26/10/17	2,500,000	2,500	1.05
Norinchukin Bank	-	13/09/17	2,000,000	2,000	0.84
Sumitomo Mitsui Banking	0.2900	22/08/17	3,000,000	3,001	1.27
Sumitomo Mitsui Banking	-	04/09/17	3,000,000	2,999	1.26
Sumitomo Mitsui Banking	0.3100	27/10/17	2,000,000	2,000	0.84
Sumitomo Mitsui Trust Bank	0.3000	19/09/17	4,000,000	4,002	1.69
Sumitomo Mitsui Trust Bank	0.3800	24/01/18	2,000,000	2,000	0.84
Sumitomo Mitsui Trust Bank	0.3250	05/09/17	2,000,000	2,000	0.84
Sumitomo Mitsui Trust Bank	0.3700	29/01/18	2,000,000	2,000	0.84
				30,504	12.83
Netherlands 1.68% (2016: 3.62%)					
Cooperatieve Rabobank	0.4000	11/09/17	2,000,000	2,000	0.84
ING Bank	0.3100	04/08/17	2,000,000	2,000	0.84
				4,000	1.68
Qatar 1.26% (2016: 3.29%)					
Qatar National Bank	-	08/09/17	3,000,000	2,999	1.26
Sweden nil (2016: 1.32%)					

Aberdeen Sterling Money Market Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Switzerland 5.46% (2016: 3.63%)					
Credit Suisse	0.7200	11/09/17	3,000,000	3,001	1.26
UBS	0.3400	22/11/17	3,000,000	3,001	1.26
UBS	-	29/08/17	3,000,000	3,000	1.26
UBS	0.6600	07/08/17	2,000,000	2,000	0.84
UBS	-	21/02/18	2,000,000	1,996	0.84
				12,998	5.46
United Arab Emirates 5.46% (2016: 1.65%)					
ADCB	-	16/08/17	3,000,000	3,000	1.26
National Bank of Abu Dhabi	0.2800	03/10/17	3,000,000	3,000	1.26
National Bank of Abu Dhabi	-	21/11/17	3,000,000	2,998	1.26
National Bank of Abu Dhabi	0.6500	27/04/18	1,500,000	1,502	0.63
National Bank of Abu Dhabi	0.4100	10/08/17	1,500,000	1,500	0.63
National Bank of Abu Dhabi	0.5200	03/08/17	1,000,000	1,000	0.42
				13,000	5.46
United Kingdom 3.57% (2016: 2.97%)					
Abbey National Treasury Services	0.4100	31/01/18	2,500,000	2,502	1.05
Nationwide Building Society	0.6300	21/08/17	2,000,000	2,000	0.84
Nationwide Building Society	0.2700	20/10/17	2,000,000	2,000	0.84
Standard Chartered Bank	0.4500	02/11/17	2,000,000	2,001	0.84
				8,503	3.57
United States 1.05% (2016: 3.96%)					
Goldman Sachs International Bank	0.8550	11/05/18	2,500,000	2,507	1.05
Total Certificate of deposit				109,015	45.82
Commercial Paper 13.81% (2016: 23.37%)					
Finland 2.89% (2016: 2.97%)					
OP Corporate Bank	-	24/01/18	3,900,000	3,893	1.63
OP Corporate Bank	-	22/01/18	3,000,000	2,995	1.26
				6,888	2.89
France 2.73% (2016: 5.92%)					
Banque Federative du Credit Mutuel	-	02/10/17	2,500,000	2,499	1.05
Dexia Credit Local	-	06/11/17	2,000,000	1,999	0.84
Dexia Credit Local	-	04/12/17	2,000,000	1,998	0.84
				6,496	2.73
Germany 1.68% (2016: 1.65%)					
DZ Bank	-	11/10/17	4,000,000	3,998	1.68
Japan 0.84% (2016: 2.63%)					
Toyota Motor Finance Netherlands	-	30/11/17	2,000,000	1,998	0.84
Luxembourg nil (2016: 1.32%)					

Aberdeen Sterling Money Market Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United Kingdom 2.73% (2016: 6.24%)					
Legal & General	-	15/08/17	3,000,000	3,000	1.26
Legal & General Finance	-	24/01/18	3,500,000	3,494	1.47
				6,494	2.73
United States 2.94% (2016: 2.64%)					
MetLife Short Term Funding	-	28/09/17	3,000,000	2,999	1.26
PACCAR Financial Europe	-	08/09/17	4,000,000	4,000	1.68
				6,999	2.94
Total Commercial Paper				32,873	13.81
Total Money market instruments				141,888	59.63
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				238,183	100.10
Open Ended Investment Funds 0.19% (2016: 9.01%)					
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]			463	463	0.19
Total Open Ended Investment Funds				463	0.19
Total investments				238,646	100.29
Other net liabilities				(686)	(0.29)
Total net assets				237,960	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.
Comparative figures are as at 31 July 2016.

Aberdeen Sterling Money Market Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains	1		11		66
Revenue	2	1,157		712	
Expenses	3	(539)		(306)	
Net revenue before taxation		618		406	
Taxation	4	-		-	
Net revenue after taxation			618		406
Total return before distributions			629		472
Distributions	5		(624)		(405)
Change in net assets attributable to shareholders from investment activities			5		67

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		151,712		92,016
Amounts receivable on issue of shares	195,656		114,742	
Amounts payable on cancellation of shares	(109,991)		(55,436)	
		85,665		59,306
Dilution adjustment		10		2
Change in net assets attributable to shareholders from investment activities		5		67
Retained distributions on accumulation shares		568		321
Closing net assets attributable to shareholders		237,960		151,712

Aberdeen Sterling Money Market Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		238,646	139,913
Current assets:			
Debtors	6	1,093	2,259
Cash and bank balances		49	20,032
Total assets		239,788	162,204
Liabilities:			
Creditors:			
Bank overdrafts		-	14
Other creditors	7	1,824	10,421
Distribution payable		4	57
Total liabilities		1,828	10,492
Net assets attributable to shareholders		237,960	151,712

Aberdeen Sterling Money Market Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	11	66
Net capital gains	11	66

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	755	500
Revenue from collective investment schemes	35	45
Bank interest	2	9
Certificates of deposit	365	158
Total revenue	1,157	712

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	338	175
Operating, administrative and servicing fees	201	131
Total expenses	539	306

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax	-	-
Current tax charge	-	-
Total taxation	-	-

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Sterling Money Market Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	618	406
Corporation tax at 20% (2016 - 20%)	124	81
Effects of:		
Tax deductible on interest distributions	(124)	(81)
Total taxation	-	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
First interim	172	105
Second interim	175	74
Third interim	209	123
Final	115	137
	671	439
Add: Revenue deducted on cancellation of shares	50	24
Deduct: Revenue received on issue of shares	(97)	(58)
Distributions for the year	624	405
Total distributions	624	405

Details of the distribution per share are set out in the distribution tables on page 754.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	618	406
Add:		
Undistributed revenue brought forward	6	4
Movement between share classes due to conversion	-	1
Deduct:		
Undistributed revenue carried forward	-	(6)
Distributions	624	405

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	752	196
Amounts receivable for issue of shares	341	2,063
Total debtors	1,093	2,259

Aberdeen Sterling Money Market Fund

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	50	36
Amounts payable for cancellation of shares	1,774	-
Purchases awaiting settlement	-	10,385
Total other creditors	1,824	10,421

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 744. £1,466,000 was due to the ACD (2016 - £2,043,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £463,000 (2016 - £13,670,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Old Mutual Wealth Life & Pensions Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 45% of the Fund's shares in issue.

Old Mutual Wealth Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 27% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 0.20%

Class 'I': 0.15%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 734. The distribution per share class is given in the distribution tables on page 754. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	18,378,801	673,008	98,070,483	17,598,653
Creations during the year	15,495,300	153,400	127,793,900	32,075,700
Cancellations during the year	(12,816,100)	(271,800)	(46,738,000)	(41,224,700)
Shares converted during the year	(139,773)	(12,166)	134,193	16,024
Closing shares in issue	20,918,228	542,442	179,260,576	8,465,677

	Z Gross Accumulation shares
Opening number of shares	1,967,312
Creations during the year	1,452,200
Cancellations during the year	(1,269,900)
Shares converted during the year	-
Closing shares in issue	2,149,612

Aberdeen Sterling Money Market Fund

10. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2017				
Pound Sterling	98,837	139,395	1,556	239,788
Total financial assets	98,837	139,395	1,556	239,788

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2016				
Pound Sterling	83,382	62,893	15,929	162,204
Total financial assets	83,382	62,893	15,929	162,204

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Pound Sterling	-	-	(1,828)	(1,828)
Total financial liabilities	-	-	(1,828)	(1,828)

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2016				
Pound Sterling	(14)	-	(10,478)	(10,492)
Total financial liabilities	(14)	-	(10,478)	(10,492)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Aberdeen Sterling Money Market Fund

Weighted average interest rate

	Weighted average interest rate (%)	Weighted average period to maturity (days)	Weighted average interest rate (%)	Weighted average period to maturity (days)
Currency	2017	2017	2016	2016
Pound Sterling	0.62	230	0.75	210
Certificates of deposit	0.40	84	0.66	96
Commercial Papers	0.33	102	0.62	92

The 'weighted average interest rate' is based on the redemption yield of each asset, weighted by their market value.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016 ^A
Minimum VaR	0.05%	0.04%
Maximum VaR	0.14%	0.09%
Average VaR	0.06%	0.05%

^A Five outlier points were smoothed over, on 25/11/2015, 26/11/2015, 27/11/2015, 01/12/2015 and 22/06/2017.

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	-	0.03%	-	0.02%	0.05%
31 July 2016	-	0.02%	-	0.02%	0.04%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

Aberdeen Sterling Money Market Fund

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	86,295	36.27
Unrated securities	10,000	4.20
Collective Investment Schemes	463	0.19
Money market instruments*	141,888	59.63
Net other assets	(686)	(0.29)
Net assets	237,960	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	31,274	20.61
Collective Investment Schemes	13,670	9.01
Money market instruments*	94,969	62.60
Net other assets	11,799	7.78
Net assets	151,712	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	1,824	-	-	1,824
Distribution payable	-	4	-	-	4
Total financial liabilities	-	1,828	-	-	1,828

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Bank overdrafts	-	14	-	-	14
Other creditors	-	10,421	-	-	10,421
Distribution payable	-	57	-	-	57
Total financial liabilities	-	10,492	-	-	10,492

Aberdeen Sterling Money Market Fund

13. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	122,628	35,785	57,130	37,141
Collective Investment Schemes	206,591	49,623	219,798	44,567
Money Market Instruments	427,164	212,781	380,500	166,899
Trades in the year before transactions costs	756,383	298,189	657,428	248,607
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Money Market Instruments	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Money Market Instruments	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Money Market Instruments	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	756,383	298,189	657,428	248,607
	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Money Market Instruments	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Money Market Instruments	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Money Market Instruments	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen Sterling Money Market Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - net sales of £1,195,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.05% (2016 - 0.03%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	-	-	-	-
Level 2	238,646	-	139,913	-
Level 3	-	-	-	-
Total	238,646	-	139,913	-

Aberdeen Sterling Money Market Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	0.06808	0.01362	0.05446	-	0.05446	0.06675
Group 2	0.00593	0.00119	0.00474	0.04972	0.05446	0.06675
A Income shares						
Group 1	0.06106	0.01221	0.04885	-	0.04885	0.06000
Group 2	-	-	-	0.04885	0.04885	0.06000
I Accumulation shares						
Group 1	0.11133	0.02227	0.08906	-	0.08906	0.11285
Group 2	0.03203	0.00641	0.02562	0.06344	0.08906	0.11285
I Income shares						
Group 1	0.09831	0.01966	0.07865	-	0.07865	0.10000
Group 2	0.01656	0.00331	0.01325	0.06540	0.07865	0.10000
Z Gross Accumulation shares						
Group 1	0.13911	-	0.13911	-	0.13911	0.16369
Group 2	0.03566	-	0.03566	0.10345	0.13911	0.16369

Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.07267	-	0.07267	0.04452
Group 2	0.02158	0.05109	0.07267	0.04452
A Income shares				
Group 1	0.06515	-	0.06515	0.04000
Group 2	0.00526	0.05989	0.06515	0.04000
I Accumulation shares				
Group 1	0.08877	-	0.08877	0.07907
Group 2	0.02560	0.06317	0.08877	0.07907
I Income shares				
Group 1	0.07833	-	0.07833	0.07000
Group 2	0.03776	0.04057	0.07833	0.07000
Z Gross Accumulation shares				
Group 1	0.12342	-	0.12342	0.14081
Group 2	-	0.12342	0.12342	0.14081

Aberdeen Sterling Money Market Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/17
A Accumulation shares				
Group 1	0.07467	-	0.07467	0.07795
Group 2	0.03987	0.03480	0.07467	0.07795
A Income shares				
Group 1	0.06690	-	0.06690	0.07000
Group 2	0.04492	0.02198	0.06690	0.07000
I Accumulation shares				
Group 1	0.09708	-	0.09708	0.11304
Group 2	0.05394	0.04314	0.09708	0.11304
I Income shares				
Group 1	0.08560	-	0.08560	0.10000
Group 2	0.05579	0.02981	0.08560	0.10000
Z Gross Accumulation shares				
Group 1	0.13178	-	0.13178	0.16504
Group 2	0.06557	0.06621	0.13178	0.16504

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.04068	-	0.04068	0.05572
Group 2	0.01611	0.02457	0.04068	0.05572
A Income shares				
Group 1	0.03643	-	0.03643	0.05000
Group 2	-	0.03643	0.03643	0.05000
I Accumulation shares				
Group 1	0.05618	-	0.05618	0.09052
Group 2	0.01861	0.03757	0.05618	0.09052
I Income shares				
Group 1	0.04949	-	0.04949	0.08000
Group 2	0.01089	0.03860	0.04949	0.08000
Z Gross Accumulation shares				
Group 1	0.09486	-	0.09486	0.14605
Group 2	-	0.09486	0.09486	0.14605

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Opportunistic Corporate Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Debt and debt-related securities denominated in (or hedged back to) Sterling, including by pursuing individual opportunities as and when they arise. The majority of the Fund's assets will be invested in corporate Debt and debt-related securities. The Fund may also invest in other transferable securities, including Debt and debt-related securities denominated in any currency, as well as money market instruments, deposits, cash and cash equivalents, and units in collective investments schemes (including other funds managed by the Investment Adviser or its affiliates). The Fund may use financial derivative instruments for investment purposes and/or efficient portfolio management. The Fund may use derivative instruments to create short and/or long positions.

Performance review

The Aberdeen Sterling Opportunistic Corporate Bond Fund – A Accumulation Shares increased by 4.31% compared to an increase of 3.40% in the benchmark, the iBoxx Sterling Collateralized & Corporates 1-10 year Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Corporate bonds delivered strong returns over the 12 months to 31 July. Early on in the review period, government bond yields collapsed to record lows and corporate bond spreads tightened. In the UK, market participants focused on news flow which included a further easing of monetary policy by the Bank of England. While sterling was weak, reflecting those policy decisions and the increased likelihood of a slowdown in economic activity, UK risk assets – including investment grade bonds – performed very strongly.

Following the success of Donald Trump in November's US presidential election, inflationary risks were perceived to have increased and both equity and bond markets responded accordingly. Corporate bonds were strong in all the major markets, and credit risk premiums (spreads) fell as investors added risk. Central banks such as the European Central Bank and the Bank of England bought significant amounts of bonds.

The asset class continued to deliver positive returns in the first quarter of 2017. While central banks continued to buy bonds, the main support for the asset class came from "real money" investors, and demand was sufficiently robust to soak up new issuance. Investment grade financials – and bonds issued by insurers in particular – were the strongest performers. Towards the end of the review period, the euro-denominated market in particular rallied strongly. This was largely attributable to improving economic data and the defeat of far-right candidate Geert Wilders in the Dutch election.

Between April and June, the benign global macroeconomic environment was supported by a strong earnings season. Markets also drew comfort from the result of the French presidential election. Towards the end of June, policymakers hinted that easy monetary

policy regimes may be coming to a close, driving underlying government bond yields higher. Bonds issued by banks and insurers were the best performing areas of the market. High yield corporate bonds and emerging markets also generated positive returns, although the latter asset class wobbled towards the end of June, influenced by rising US Treasury yields.

As the review period drew to an end, many of the themes that have prevailed over the past couple of years were evident once more. Financials led the performance tables – in particular, subordinated insurance bonds – but spreads tightened in practically all sectors. Better global growth conditions, persistent loose monetary policy, and the beneficial effects of the Bank of England's £10 billion corporate bond purchasing spree were all contributory factors.

Portfolio review

The Bank of England's £70 billion bond-buying programme, announced in August, included an undertaking to buy up to £10 billion of corporate bonds over the following 18 months. This led to strong relative performance of UK corporate bonds against Eurozone corporates. Immediately after the stimulus package announcement, credit spreads tightened by 24 basis points. We reacted by extending Fund duration using gilt futures. We recycled eligible bonds where credit spreads had tightened dramatically into non-eligible bonds that had lagged the rally.

Overall Fund duration moved a little higher in October. This was primarily focused on Eurozone duration, with sterling duration trending lower. The Fund underperformed its index benchmark in November. Credit spreads widened in all the major currencies and the fund's exposure to Euro denominated credit had a particularly negative impact. The long position in bonds issued by financial institutions also had a negative impact. In December, the Fund benefited from its long exposure to UK and global credit markets.

The Fund materially outperformed its benchmark in January and February as spread tightening and rising underlying government bond yields were beneficial. The overweight position in bonds issued by financial institutions was once again helpful. We reduced our holdings in both following a period of material outperformance. In the telecoms sector, which is facing a number of challenges, long positions in Verizon and AT&T detracted from returns and were pared back.

In March, the Fund modestly underperformed its index benchmark. While this was largely due to a negative impact from high yield exposure, the asset class performed strongly relative to investment grade in the remaining months of the review period. That said, a position in buy protection crossover, used to reduce the exposure to broad-based credit markets in high yield, detracted as spreads tightened.

For much of the review period, Fund performance has been boosted by overweight positions in banks and high quality issuers. In the later months, high yield allocations in the energy, TMT and consumer sectors were helpful. So, too was the Fund's position in the Aberdeen Indian Bond Fund.

Aberdeen Sterling Opportunistic Corporate Bond Fund

By and large, stock selection added materially to performance. Towards the end of the review period, the main positive contributor was a long position in Glencore certificates of deposit, which performed strongly on a continued recovery in copper prices. Holdings in Nordea, Standard Chartered, Phoenix Life and Annington Finance also performed well. The main negatives were Paragon and Presice Mortgages.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The Bank of England's Monetary Policy Committee (MPC) is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

We continue to reduce the overall level of credit risk in the Fund with a move to tighter in broad spreads. We have reduced our holdings in subordinated to insurance and energy, reflecting the strong year-to-date performance. Duration exposure has also been reduced to benchmark levels.

Pan European Credit Team

August 2017

Aberdeen Sterling Opportunistic Corporate Bond Fund

Ongoing charges

	A Shares %	I Shares %	P Shares %	Q Shares %	Z Shares %
31 July 2017	1.15	0.65	0.42	0.32	0.15
31 July 2016	1.13	0.63	0.40	0.30	-
31 July 2015	1.13	0.63	0.40	0.30	-

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- Derivatives: This Fund can use derivatives in order to meet its investment objective. The use of derivatives may result in greater fluctuations in the value of the Fund, and may increase the magnitude of any losses.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	129.84	124.02	123.32 ^A
Return before operating charges*	7.14	7.88	2.13
Operating charges	(1.50)	(1.40)	(1.40)
Return after operating charges*	5.64	6.48	0.73
Distributions on accumulation shares	(3.19)	(3.32)	(0.17)
Retained distributions on accumulation shares	3.02	2.66	0.14
Closing net asset value per share	135.31	129.84	124.02
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	4.34%	5.22%	0.59%
Other information			
Closing net asset value (£'000s)	152	79	1,206
Closing number of shares	112,041	60,841	972,188
Operating charges	1.13%	1.13%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	135.95	130.12	124.44
Lowest share price (pence)	128.66	121.62	123.23

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	112.25	109.52	109.02 ^A
Return before operating charges*	5.96	6.29	1.86
Operating charges	(1.28)	(1.23)	(1.24)
Return after operating charges*	4.68	5.06	0.62
Distributions on income shares	(2.59)	(2.33)	(0.12)
Closing net asset value per share	114.34	112.25	109.52
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	4.17%	4.62%	0.57%
Other information			
Closing net asset value (£'000s)	212,835	187,376	189,101
Closing number of shares	186,145,294	166,934,094	172,668,608
Operating charges	1.13%	1.13%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	115.53	113.02	110.01
Lowest share price (pence)	110.65	106.25	108.94

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

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High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	134.35	127.81	127.06 ^A
Return before operating charges*	7.43	8.16	1.59
Operating charges	(0.86)	(0.81)	(0.80)
Return after operating charges*	6.57	7.35	0.79
Distributions on accumulation shares	(3.99)	(4.07)	(0.21)
Retained distributions on accumulation shares	3.79	3.26	0.17
Closing net asset value per share	140.72	134.35	127.81
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	4.89%	5.75%	0.62%
Other information			
Closing net asset value (£'000s)	112	677	252
Closing number of shares	79,977	503,684	197,264
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	141.29	134.64	128.24
Lowest share price (pence)	133.31	125.62	126.98

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

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Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	115.67	112.85	112.35 ^A
Return before operating charges*	6.15	6.38	1.36
Operating charges	(0.74)	(0.71)	(0.71)
Return after operating charges*	5.41	5.67	0.65
Distributions on income shares	(3.23)	(2.85)	(0.15)
Closing net asset value per share	117.85	115.67	112.85
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	4.68%	5.02%	0.58%
Other information			
Closing net asset value (£'000s)	2,390	2,479	2,221
Closing number of shares	2,028,105	2,143,164	1,967,678
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	119.15	116.57	113.38
Lowest share price (pence)	114.05	109.51	112.27

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

I Gross Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	125.22	118.37	117.64 ^A
Return before operating charges*	6.92	7.60	1.47
Operating charges	(0.81)	(0.75)	(0.74)
Return after operating charges*	6.11	6.85	0.73
Distributions on accumulation shares	(3.72)	(3.80)	(0.20)
Retained distributions on accumulation shares	3.72	3.80	0.20
Closing net asset value per share	131.33	125.22	118.37
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	4.88%	5.79%	0.62%
Other information			
Closing net asset value (£'000s)	24,416	23,637	26,880
Closing number of shares	18,591,770	18,876,170	22,708,326
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	131.86	125.51	118.77
Lowest share price (pence)	124.44	116.74	117.57

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

I Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	105.45	102.88	102.41 ^A
Return before operating charges*	5.73	6.48	1.29
Operating charges	(0.67)	(0.65)	(0.65)
Return after operating charges*	5.06	5.83	0.64
Distributions on income shares	(3.10)	(3.26)	(0.17)
Closing net asset value per share	107.41	105.45	102.88
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	4.80%	5.67%	0.62%
Other information			
Closing net asset value (£'000s)	25	41	27
Closing number of shares	23,630	38,730	26,030
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	108.60	106.45	103.40
Lowest share price (pence)	103.98	99.84	102.35

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

P Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	112.23	109.50	109.01 ^A
Return before operating charges*	5.92	6.14	1.09
Operating charges	(0.45)	(0.44)	(0.44)
Return after operating charges*	5.47	5.70	0.65
Distributions on income shares	(3.37)	(2.97)	(0.16)
Closing net asset value per share	114.33	112.23	109.50
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	4.87%	5.21%	0.60%
Other information			
Closing net asset value (£'000s)	23,491	31,964	34,247
Closing number of shares	20,547,082	28,479,917	31,275,094
Operating charges	0.40%	0.40%	0.40%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	115.63	113.16	110.03
Lowest share price (pence)	110.68	106.26	108.94

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

P Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	112.33	109.59	109.10 ^A
Return before operating charges*	6.09	6.90	1.13
Operating charges	(0.45)	(0.44)	(0.44)
Return after operating charges*	5.64	6.46	0.69
Distributions on income shares	(3.56)	(3.72)	(0.20)
Closing net asset value per share	114.41	112.33	109.59
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	5.02%	5.89%	0.63%
Other information			
Closing net asset value (£'000s)	937	1,570	1,551
Closing number of shares	818,918	1,397,817	1,415,417
Operating charges	0.40%	0.40%	0.40%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	115.73	113.46	110.16
Lowest share price (pence)	110.77	106.37	109.04

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Q Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	112.24	109.51	109.02 ^A
Return before operating charges*	5.92	6.11	0.99
Operating charges	(0.34)	(0.33)	(0.33)
Return after operating charges*	5.58	5.78	0.66
Distributions on income shares	(3.49)	(3.05)	(0.17)
Closing net asset value per share	114.33	112.24	109.51
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	4.97%	5.28%	0.61%
Other information			
Closing net asset value (£'000s)	180,799	464,485	635,676
Closing number of shares	158,138,262	413,814,813	580,480,413
Operating charges	0.30%	0.30%	0.30%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	115.65	113.20	110.05
Lowest share price (pence)	110.70	106.27	108.95

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Q Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	112.33	109.60	109.11 ^A
Return before operating charges*	6.10	6.89	1.03
Operating charges	(0.34)	(0.33)	(0.33)
Return after operating charges*	5.76	6.56	0.70
Distributions on income shares	(3.67)	(3.83)	(0.21)
Closing net asset value per share	114.42	112.33	109.60
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	5.13%	5.99%	0.64%
Other information			
Closing net asset value (£'000s)	15,863	22,501	36,717
Closing number of shares	13,862,958	20,030,996	33,501,743
Operating charges	0.30%	0.30%	0.30%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	115.75	113.49	110.17
Lowest share price (pence)	110.79	106.39	109.04

^A The opening net asset value stated is the share class launch price.

Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Z Accumulation Shares ^A	31 July 2017 (pence per share)
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	3.78
Operating charges	(0.13)
Return after operating charges*	3.65
Distributions on accumulation shares	(3.20)
Retained distributions on accumulation shares	3.07
Closing net asset value per share	103.52
 * after direct transaction costs of:	 -
Performance	
Return after charges	3.65%
Other information	
Closing net asset value (£'000s)	170
Closing number of shares	164,211
Operating charges	0.13%
Direct transaction costs	-
Prices	
Highest share price (pence)	103.88
Lowest share price (pence)	97.74

^A Z Accumulation share class launched on 15 August 2016.

^B The opening net asset value stated is the share class launch price. Fund launched on 10 July 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
81.38% (2016: 92.69%)					
Bonds 81.38% (2016: 92.69%)					
Asset Backed Bonds / Mortgage Backed Bonds 3.74% (2016: 4.66%)					
United Kingdom 3.74% (2016: 4.66%)					
Auburn Securities 5	FRN	01/12/41	3,681,120	3,622	0.79
Castell 2017-1	FRN	25/10/44	1,956,000	1,956	0.42
Celeste Mortgage Funding 2015-1	FRN	15/03/45	2,300,000	2,262	0.49
E-Carat 3	FRN	18/03/22	5,000,000	5,002	1.09
Feldspar 2016-1	FRN	15/09/45	1,099,530	1,107	0.24
Precise Mortgage Funding 2014-1	FRN	12/09/47	1,417,228	1,418	0.31
RMAC Securities No 1	FRN	12/06/44	1,944,858	1,864	0.40
				17,231	3.74
Total Asset Backed Bonds/Mortgage Backed Bonds				17,231	3.74
Corporate Bonds 66.92% (2016: 70.28%)					
Australia 2.11% (2016: 3.81%)					
Australia & New Zealand Banking	FRN	PERP	2,870,000	1,727	0.37
BHP Billiton Finance	VAR	22/10/77	500,000	575	0.12
Commonwealth Bank of Australia (EMTN)	1.1250	22/12/21	3,200,000	3,212	0.71
Vicinity Centres (EMTN)	3.3750	07/04/26	2,313,000	2,500	0.54
Westpac Banking	FRN	PERP	2,830,000	1,715	0.37
				9,729	2.11
Belgium 0.06% (2016: 0.32%)					
KBC	VAR	PERP	275,000	258	0.06
Canada 1.17% (2016: 0.38%)					
Canadian Imperial Bank of Commerce	1.1250	30/06/22	4,500,000	4,497	0.98
Cott Finance (EMTN)	5.5000	01/07/24	558,000	548	0.12
Entertainment One	6.8750	15/12/22	313,000	343	0.07
				5,388	1.17
China 0.04% (2016: 0.34%)					
BiSoho	5.8750	01/05/23	179,100	174	0.04
Croatia nil (2016: 0.11%)					
Denmark 0.05% (2016: 0.85%)					
Nassa Topco	2.8750	06/04/24	244,000	227	0.05
France 3.37% (2016: 4.61%)					
AXA (EMTN)	VAR	PERP	2,000,000	2,355	0.51
Credit Agricole	VAR	PERP	3,350,000	3,738	0.81
Electricite de France (EMTN)	VAR	PERP	3,000,000	3,173	0.69

Aberdeen Sterling Opportunistic Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Electricite de France (EMTN)	VAR	PERP	300,000	285	0.06
HomeVi	6.8750	15/08/21	306,000	285	0.06
La Financiere Atalian	4.0000	15/05/24	262,000	244	0.05
Lion/Seneca France 2	7.8750	15/04/19	400,000	356	0.08
Loxam	4.2500	15/04/24	100,000	95	0.02
NewCo Sab MidCo	5.3750	15/04/25	133,000	124	0.03
Novafives	4.5000	30/06/21	425,000	387	0.08
Novalis	3.0000	30/04/22	230,000	212	0.05
Numericable ^{oo}	5.6250	15/05/24	370,000	360	0.08
Orange	VAR	PERP	2,945,000	3,256	0.71
Paprec	5.2500	01/04/22	171,000	160	0.03
Societe Generale	VAR	PERP	250,000	265	0.06
THOM Europe	7.3750	15/07/19	270,000	246	0.05
				15,541	3.37
Germany 0.62% (2016: 5.12%)					
DEMIRE Deutsche Mittelstand Real Estate	2.8750	15/07/22	193,000	175	0.04
HP Pelzer	4.1250	01/04/24	125,000	115	0.02
PrestigeBidCo	6.2500	15/12/23	430,000	417	0.09
Safari Verwaltungs	8.2500	15/02/21	422,476	393	0.09
Senvion	3.8750	25/10/22	439,000	401	0.09
Techem (EMTN)	6.1250	01/10/19	200,000	183	0.04
Techem Energy Metering Service (EMTN)	7.8750	01/10/20	700,000	646	0.14
Trionista TopCo	6.8750	30/04/21	300,000	279	0.06
WEPA Hygieneprodukte	3.7500	15/05/24	252,000	236	0.05
				2,845	0.62
Greece 0.08% (2016: nil)					
Intralot Capital Luxembourg	6.7500	15/09/21	367,000	348	0.08
India nil (2016: 0.24%)					
Ireland 0.13% (2016: 0.46%)					
Ardagh Packaging Finance	6.7500	15/05/24	261,000	262	0.05
Ardagh Packaging Finance	4.7500	15/07/27	145,000	146	0.03
Smurfit Kappa Acquisitions	2.3750	01/02/24	233,000	214	0.05
				622	0.13
Italy 0.43% (2016: 0.23%)					
Assicurazioni Generali	VAR	PERP	1,100,000	1,200	0.26
Gamenet	6.0000	15/08/21	131,000	123	0.03
Nuovo Trasporto Viaggiatori	FRN	01/06/23	206,000	188	0.04
Wind Acquisition Finance ^{oo}	7.0000	23/04/21	500,000	467	0.10
				1,978	0.43
Jersey 0.15% (2016: 0.22%)					
LHC3	4.1250	15/08/24	147,000	133	0.03
Nemean Bondco	7.3750	01/02/24	600,000	579	0.12
				712	0.15

Aberdeen Sterling Opportunistic Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Kazakhstan 0.60% (2016: 0.38%)					
Tengizchevroil Finance International	4.0000	15/08/26	3,742,000	2,782	0.60
Luxembourg 0.93% (2016: 1.11%)					
Altice	7.2500	15/05/22	500,000	475	0.10
Altice	6.2500	15/02/25	280,000	275	0.06
DEA Finance	7.5000	15/10/22	454,000	440	0.10
Galapagos	5.3750	15/06/21	275,000	250	0.05
Garfunkelex Holdco 3	7.5000	01/08/22	250,000	239	0.05
Garfunkelux Holdco 2	11.0000	01/11/23	250,000	270	0.06
INEOS	5.3750	01/08/24	249,000	238	0.05
Intralot Capital Luxembourg	6.0000	15/05/21	200,000	184	0.04
Kleopatra 1	8.5000	30/06/23	169,000	149	0.03
Monitchem HoldCo 2	6.8750	15/06/22	370,000	330	0.07
Picard Bondco	7.7500	01/02/20	425,000	396	0.09
SES	VAR	PERP	219,000	210	0.05
SIG Combibloc	7.7500	15/02/23	420,000	398	0.09
Telenet Finance VI Luxembourg	4.8750	15/07/27	350,000	343	0.07
Unilabs Subholding	5.7500	15/05/25	100,000	90	0.02
				4,287	0.93
Mexico nil (2016: 0.98%)					
Netherlands 1.51% (2016: 2.37%)					
ABN AMRO Bank (EMTN) ^{oo}	1.0000	30/06/20	3,500,000	3,512	0.77
InterXion	6.0000	15/07/20	460,000	424	0.09
LGE HoldCo VI	7.1250	15/05/24	650,000	657	0.14
Lincoln Finance	6.8750	15/04/21	722,000	692	0.15
Maxeda DIY	6.1250	15/07/22	160,000	147	0.03
United	4.3750	01/07/22	243,000	217	0.05
United	FRN	01/07/23	131,000	118	0.03
UPC	6.7500	15/03/23	775,000	739	0.16
Ziggo Secured Finance	4.2500	15/01/27	459,000	435	0.09
				6,941	1.51
Norway 0.35% (2016: 0.56%)					
Nordea Bank Norge ^{oo}	FRN	PERP	2,620,000	1,630	0.35
Serbia nil (2016: 0.03%)					
South Africa 0.07% (2016: 0.15%)					
Sappi Papier	3.3750	01/04/22	371,000	342	0.07
Spain 0.56% (2016: 1.75%)					
Aldesa Financial Services (EMTN)	7.2500	01/04/21	125,000	104	0.02
Befesa Zinc (EMTN)	8.8750	15/05/18	675,000	605	0.13
Cirsa Funding Luxembourg	5.8750	15/05/23	450,000	425	0.09
Codere Finance 2 Luxembourg	6.7500	01/11/21	564,000	513	0.11

Aberdeen Sterling Opportunistic Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Obrascon Huarte Lain	4.7500	15/03/22	660,000	485	0.11
Telefonica Europe	VAR	PERP	400,000	442	0.10
				2,574	0.56
Sweden nil (2016: 0.09%)					
Switzerland 1.49% (2016: 1.78%)					
Dufry Finance	4.5000	01/08/23	400,000	382	0.08
Selecta	6.5000	15/06/20	570,000	520	0.11
Zurich Finance UK (EMTN)	VAR	PERP	5,000,000	5,987	1.30
				6,889	1.49
United Kingdom 44.17% (2016: 38.78%)					
Alliance Automotive Finance	6.2500	01/12/21	300,000	280	0.06
Amigo Luxembourg	7.6250	15/01/24	354,000	368	0.08
Anglian Water Osprey Financing (EMTN)	5.0000	30/04/23	4,000,000	4,300	0.93
Annington Finance No 4	VAR	10/01/23	958,770	964	0.21
Annington Funding (EMTN)	2.6460	12/07/25	2,800,000	2,843	0.62
Arrow Global Finance	5.1250	15/09/24	190,000	197	0.04
Aviva	VAR	14/11/36	3,000,000	3,572	0.77
Aviva	VAR	PERP	5,000,000	5,640	1.22
Babcock International (EMTN)	1.8750	05/10/26	2,060,000	1,999	0.43
Bank of Scotland Capital Funding	VAR	PERP	6,019,000	6,974	1.52
Barclays Bank	VAR	PERP	3,200,000	3,571	0.77
Barclays	VAR	PERP	300,000	283	0.06
Boparan Finance	5.5000	15/07/21	209,000	206	0.04
Brighthouse (EMTN)	7.8750	15/05/18	400,000	290	0.06
British Airways 2013-1 Class B Pass Through Trust	5.6250	20/06/20	3,800,432	3,005	0.65
Broadgate Financing	FRN	05/01/30	4,545,456	4,455	0.97
BUPA Finance	5.0000	08/12/26	2,000,000	2,299	0.50
BUPA Finance	2.0000	05/04/24	1,300,000	1,302	0.28
Cabot Financial Luxembourg	6.5000	01/04/21	400,000	412	0.09
Channel Link Enterprises Finance	VAR	30/06/50	400,000	404	0.09
Corral Petroleum	11.7500	15/05/21	410,000	401	0.09
CPUK Finance	4.2500	28/02/47	142,000	144	0.03
CYBG	VAR	PERP	320,000	321	0.07
CYBG	VAR	09/02/26	209,000	215	0.05
Daily Mail & General Trust	6.3750	21/06/27	2,750,000	3,262	0.71
EnQuest (EMTN)	5.5000	15/02/22	2,405,000	1,810	0.39
Fiat Chrysler Automobiles (EMTN)	3.7500	29/03/24	300,000	289	0.06
Fiat Chrysler Finance Europe (EMTN)	4.7500	15/07/22	300,000	301	0.07
Fiat Chrysler Finance Europe (EMTN)	4.7500	22/03/21	300,000	299	0.06
Firstgroup™	8.7500	08/04/21	5,471,000	6,846	1.49
Firstgroup	5.2500	29/11/22	2,000,000	2,326	0.50
Galaxy Finco	7.8750	15/11/21	470,000	481	0.10
Gatwick Funding (EMTN)™	5.2500	23/01/24	5,000,000	5,984	1.30
HBOS Capital Funding	6.8500	PERP	1,800,000	1,395	0.30
HBOS Capital Funding	VAR	PERP	361,000	383	0.08

Aberdeen Sterling Opportunistic Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
HBOS Sterling Finance Jersey	VAR	PERP	1,711,000	2,407	0.52
Heathrow Funding (EMTN)	6.7500	03/12/28	6,000,000	8,243	1.80
Heathrow Funding (EMTN)	7.1250	14/02/24	5,000,000	6,438	1.40
HSBC (EMTN)	VAR	18/10/22	6,650,000	6,718	1.46
Imperial Tobacco Finance (EMTN)°	8.1250	15/03/24	3,000,000	4,073	0.88
Imperial Tobacco Finance (EMTN)	9.0000	17/02/22	1,415,000	1,862	0.40
InterContinental Hotels (EMTN)	3.7500	14/08/25	5,223,000	5,799	1.26
Intu Metrocentre Finance	4.1250	06/12/23	890,000	987	0.21
Jaguar Land Rover Automotive	5.0000	15/02/22	280,000	309	0.07
Keystone Financing	9.5000	15/10/19	66,540	69	0.02
Ladbrokes	5.1250	08/09/23	234,000	238	0.05
Lloyds Bank (EMTN)	7.6250	22/04/25	4,651,000	6,341	1.37
Lloyds Banking	VAR	PERP	450,000	477	0.10
Manchester Airport Group Funding (EMTN)	4.1250	02/04/24	900,000	1,025	0.22
Matalan Finance	6.8750	01/06/19	400,000	388	0.08
Mizzen Bondco	7.0000	01/05/21	473,500	496	0.11
Moto Finance	4.5000	01/10/22	335,000	340	0.07
Moy Park Bondco	6.2500	29/05/21	340,000	350	0.08
National Grid Gas Finance (EMTN)	1.1250	22/09/21	3,400,000	3,400	0.74
National Westminster Bank (EMTN)	VAR	PERP	7,000,000	5,937	1.29
Nationwide Building Society (EMTN)	VAR	PERP	300,000	314	0.07
New Look Secured Issuer	6.5000	01/07/22	127,000	87	0.02
NGG Finance	VAR	18/06/73	2,300,000	2,608	0.57
NIE Finance	6.3750	02/06/26	3,000,000	4,024	0.87
Nomad Foods Bondco	3.2500	15/05/24	175,000	159	0.03
Ocado	4.0000	15/06/24	131,000	130	0.03
Paragon	VAR	09/09/26	2,500,000	2,686	0.58
PGH Capital	6.6250	18/12/25	3,450,000	4,097	0.89
PGH Capital (EMTN)	4.1250	20/07/22	278,000	298	0.06
PizzaExpress Financing 2	6.6250	01/08/21	221,000	218	0.05
Porterbrook Rail Finance (EMTN)°	5.5000	20/04/19	4,600,000	4,930	1.07
Prudential (EMTN)	VAR	29/05/39	2,890,000	3,409	0.74
RAC Bond	5.0000	06/11/22	117,000	117	0.03
RI Finance Bonds No 3	6.1250	13/11/28	1,300,000	1,496	0.32
Royal Bank of Scotland	5.5000	PERP	100,000	90	0.02
Saga	3.3750	12/05/24	220,000	216	0.05
Segro	6.7500	23/11/21	4,170,000	5,115	1.11
Society of Lloyd's	4.7500	30/10/24	3,873,000	4,414	0.96
SSE°	VAR	PERP	2,500,000	2,580	0.56
SSE	VAR	PERP	4,720,000	3,597	0.78
Stagecoach	4.0000	29/09/25	4,173,000	4,547	0.99
Standard Chartered (EMTN)	VAR	PERP	2,720,000	3,146	0.68
Standard Life (EMTN)	VAR	04/12/42	5,040,000	5,654	1.23
Stonegate Pub Financing	4.8750	15/03/22	524,000	537	0.12
Thames Water Utilities Cayman Finance (EMTN)	1.8750	24/01/24	2,500,000	2,504	0.54
Thames Water Utilities Cayman Finance (EMTN)	VAR	13/09/30	1,600,000	1,863	0.40
Thames Water Utilities Cayman Finance (EMTN)	2.8750	03/05/27	1,070,000	1,066	0.23
Thames Water Utilities Cayman Finance (EMTN)	2.3750	03/05/23	750,000	753	0.16

Aberdeen Sterling Opportunistic Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Thames Water Utilities Finance (EMTN)	6.7500	16/11/28	1,300,000	1,860	0.40
Trafford Centre Finance	4.7500	28/04/24	4,000,000	4,400	0.95
Travis Perkins sm	4.5000	07/09/23	410,000	420	0.09
TVL Finance	8.5000	15/05/23	244,800	272	0.06
Virgin Media Secured Finance	5.0000	15/04/27	1,690,000	1,761	0.38
Virgin Media Secured Finance	4.8750	15/01/27	650,000	678	0.15
Voyage Care Bondco	5.8750	01/05/23	247,000	257	0.06
Voyage Care Bondco	10.0000	01/11/23	110,000	114	0.02
Vue International Bidco	7.8750	15/07/20	330,000	338	0.07
Western Power Distribution	3.6250	06/11/23	2,900,000	3,152	0.68
Western Power Distribution West Midlands (EMTN)	3.8750	17/10/24	5,000,000	5,654	1.23
William Hill	4.8750	07/09/23	213,000	222	0.05
Worldpay Finance	3.7500	15/11/22	250,000	249	0.05
				203,750	44.17
United States 9.03% (2016: 5.61%)					
Adient Global	3.5000	15/08/24	365,000	335	0.07
Alliance Data Systems	5.2500	15/11/23	500,000	477	0.10
AT&T	4.3750	14/09/29	3,500,000	3,941	0.85
AT&T	3.5500	14/09/37	320,000	313	0.07
Avis Budget Finance	4.5000	15/05/25	399,000	355	0.08
Axalta Coating Systems	4.2500	15/08/24	108,000	104	0.02
Bank of America (EMTN)	2.3000	25/07/25	5,300,000	5,397	1.17
Bank of America (EMTN)	7.0000	31/07/28	2,000,000	2,856	0.62
Citigroup (EMTN)	5.1500	21/05/26	5,514,000	6,804	1.47
Colfax	3.2500	15/05/25	150,000	137	0.03
Diamond BC	5.6250	15/08/25	238,000	216	0.05
Energy Transfer Partners	4.2000	15/04/27	3,300,000	2,514	0.55
GE Capital European Funding (EMTN)	FRN	29/06/29	4,650,000	3,923	0.85
Metropolitan Life Global Funding I (EMTN)	2.6250	05/12/22	5,558,000	5,920	1.28
MPLX	4.8750	01/06/25	3,000,000	2,435	0.53
Sabine Pass Liquefaction	5.0000	15/03/27	2,500,000	2,031	0.44
Silgan	3.2500	15/03/25	330,000	303	0.07
Toyota Motor Credit (EMTN)	1.1250	07/09/21	2,275,000	2,282	0.49
Trinseo Materials Operating	6.3750	01/05/22	400,000	381	0.08
Valeant Pharmaceuticals	4.5000	15/05/23	930,000	684	0.15
WMG Acquisition	4.1250	01/11/24	282,000	267	0.06
				41,675	9.03
Total Corporate Bonds				308,692	66.92
Government Bonds 10.72% (2016: 17.75%)					
India nil (2016: 0.51%)					
Indonesia nil (2016: 0.49%)					
Italy 0.54% (2016: 0.35%)					
Italy (Republic of) (EMTN)	6.0000	04/08/28	2,000,000	2,476	0.54

Aberdeen Sterling Opportunistic Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United Kingdom 10.18% (2016: 16.40%)					
UK Treasury	5.0000	07/03/25	20,991,000	27,332	5.93
UK Treasury	4.0000	07/03/22	16,895,000	19,609	4.25
				46,941	10.18
Total Government Bonds				49,417	10.72
Total Bonds				375,340	81.38
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				375,340	81.38
Other transferable securities and money market instruments 4.77% (2016: 2.67%)					
Bonds 4.77% (2016: 2.67%)					
Asset Backed Bonds/Mortgage Backed Bonds 4.14% (2016: 2.63%)					
United Kingdom 4.14% (2016: 2.63%)					
Dukinfield	FRN	15/08/45	3,071,475	3,079	0.67
London Wall Mortgage Capital	FRN	15/08/48	2,494,080	2,505	0.54
Motor 2016-1	1.3000	25/11/25	4,500,000	4,526	0.99
Paragon Mortgages No 22	FRN	15/09/42	1,089,886	1,091	0.24
PCL Funding II 2017-1	FRN	15/06/22	1,658,000	1,666	0.36
Precise Mortgage Funding No 1	FRN	12/03/47	206,458	207	0.04
Precise Mortgage Funding 2014-2	FRN	12/12/47	4,392,144	4,399	0.95
Residential Mortgage Securities 28	FRN	15/06/46	1,598,899	1,608	0.35
				19,081	4.14
Total Asset Backed Bonds/Mortgage Backed Bonds				19,081	4.14
Corporate Bonds 0.63% (2016: 0.04%)					
Luxembourg 0.09% (2016: nil)					
ARD Finance	6.6250	15/09/23	450,000	430	0.09
United Kingdom 0.15% (2016: 0.04%)					
TalkTalk Telecom	5.3750	15/01/22	350,000	362	0.08
Virgin Media Finance	6.3750	15/10/24	300,000	322	0.07
				684	0.15
United States 0.39% (2016: nil)					
AMC Entertainment™	6.3750	15/11/24	607,000	645	0.14
Fidelity National Information Services™	1.7000	30/06/22	1,150,000	1,145	0.25
				1,790	0.39
Total Corporate Bonds				2,904	0.63
Total Bonds				21,985	4.77
Total Other transferable securities and money market instruments				21,985	4.77

Aberdeen Sterling Opportunistic Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Open Ended Investment Funds 8.36% (2016: 4.55%)					
Aberdeen Global - Indian Bond Fund Z-2 [†]			1,099,516	10,227	2.22
Aberdeen Strategic Bond Fund Z-Acc [†]			17,802,847	28,314	6.14
				38,541	8.36
Total Open Ended Investment Funds					
				38,541	8.36

Derivatives 0.07% (2016: (1.55%))

Future contracts (0.05%) (2016: 1.16%)

Future	Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %
CBT US 10 Year Note	20/09/17	(171)	(7)	-
CBT US 10 Year Ultra	20/09/17	(73)	(12)	-
ICE Long Gilt	27/09/17	144	(204)	(0.05)
Unrealised losses on future contracts				(0.05)

Forward currency exchange contracts (0.06%) (2016: (2.45%))

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	EUR	GBP	06/09/17	2,000,000	1,762,048	28	0.01
Citigroup	EUR	GBP	06/09/17	4,922,000	4,328,638	76	0.02
Citigroup	EUR	GBP	06/09/17	1,243,000	1,096,304	16	-
Citigroup	GBP	EUR	06/09/17	213,775	238,000	1	-
Goldman Sachs	GBP	USD	06/09/17	5,376,700	6,981,000	88	0.02
HSBC	GBP	USD	06/09/17	37,415,463	48,414,000	739	0.16
HSBC	GBP	EUR	06/09/17	16,541,050	18,952,000	(420)	(0.09)
HSBC	GBP	EUR	06/09/17	1,754,541	1,995,000	(31)	(0.01)
HSBC	GBP	USD	06/09/17	1,562,997	2,000,000	48	0.01
JPM Chase	EUR	GBP	06/09/17	7,422,000	6,495,467	147	0.03
JPM Chase	EUR	GBP	06/09/17	271,000	239,000	4	-
JPM Chase	GBP	USD	06/09/17	371,616	482,000	6	-
Merrill Lynch	EUR	GBP	06/09/17	2,658,000	2,341,265	38	0.01
Merrill Lynch	USD	GBP	06/09/17	8,688,000	6,807,012	(225)	(0.05)
Merrill Lynch	USD	GBP	06/09/17	5,900,000	4,605,813	(136)	(0.03)
Morgan Stanley	GBP	EUR	06/09/17	27,174,790	31,117,000	(674)	(0.15)
Royal Bank of Canada	GBP	USD	06/09/17	1,157,728	1,499,000	22	-
State Street	GBP	EUR	06/09/17	1,429,460	1,623,000	(23)	-
UBS	GBP	USD	06/09/17	1,448,992	1,858,000	41	0.01
Unrealised losses on forward currency exchange contracts						(255)	(0.06)

Aberdeen Sterling Opportunistic Corporate Bond Fund

Swaps 0.18% (2016: (0.26%))

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays	EUR	20/06/22	3,000,000	5.0000	Itraxx Europe Crossover Series 27	(321)	(0.07)
Barclays	EUR	20/06/22	18,000,000	1.0000	Itraxx Europe Series 27	(370)	(0.08)
Barclays	EUR	20/06/22	20,000,000	1.0000	Itraxx Financials Sub Series 27	151	0.03
Barclays	GBP	07/03/22	45,000,000	06 Month GBP Libor	0.9875	194	0.04
Citigroup	EUR	20/06/22	12,000,000	5.0000	Itraxx Europe Crossover Series 27	(1,283)	(0.27)
JPM Chase	EUR	20/06/22	20,000,000	1.0000	Vodafone Group	(360)	(0.08)
JPM Chase	EUR	20/06/22	9,000,000	Virgin Media Finance	5.0000	1,154	0.25
JPM Chase	EUR	20/06/22	10,000,000	Glencore Finance	5.0000	1,618	0.36
Unrealised gains on swap contracts						783	0.18
Unrealised gains on derivatives						305	0.07
Total investments*						436,171	94.58
Other net assets						25,019	5.42
Total net assets						461,190	100.00

* Managed by subsidiaries of Aberdeen Asset Management PLC.

** A portion of this security is on loan at the year end.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	18,352	4.21	3.98

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
UK Treasury	18,282	Government Bond	Investment grade	BNP Paribas
France (Government of)	428	Government Bond	Investment grade	BNP Paribas
Netherlands (Kingdom of)	315	Government Bond	Investment grade	BNP Paribas
Germany (Federal Republic of)	300	Government Bond	Investment grade	BNP Paribas
Luxembourg (Grand Duchy of)	56	Government Bond	Investment grade	BNP Paribas
Total collateral received	19,381			

		Market value of collateral held	Proportion held in segregated accounts
Collateral held per custodian		£'000	%
BNP Paribas		19,381	100.00

One custodian is used to hold the collateral.

		Market value of collateral received
Collateral analysed by currency		£'000
EUR		1,099
GBP		18,282
Total collateral received		19,381

		Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
Counterparties per type of SFT		£'000		
Securities lending				
JPM Chase		18,053	United States	Tri-party
BNP Paribas		299	France	Tri-party
Total market value of securities lending		18,352		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	24	125.00
Direct operational costs (securities lending agent costs)	(5)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(5)	(25.00)
Net return	19	100.00

Aberdeen Sterling Opportunistic Corporate Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	9,776	14,434
Revenue	2	22,059	28,426
Expenses	3	(3,671)	(3,830)
Net revenue before taxation		18,388	24,596
Taxation	4	-	(9)
Net revenue after taxation		18,388	24,587
Total return before distributions		28,164	39,021
Distributions	5	(18,415)	(24,577)
Change in net assets attributable to shareholders from investment activities		9,749	14,444

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	734,809	927,878
Amounts receivable on issue of shares	26,028	76,807
Amounts payable on cancellation of shares	(310,676)	(285,377)
	(284,648)	(208,570)
Dilution adjustment	578	299
Change in net assets attributable to shareholders from investment activities	9,749	14,444
Retained distributions on accumulation shares	702	758
Closing net assets attributable to shareholders	461,190	734,809

Aberdeen Sterling Opportunistic Corporate Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		440,237	744,077
Current assets:			
Debtors	6	16,685	12,329
Cash and bank balances	7	21,093	12,186
Total assets		478,015	768,592
Liabilities:			
Investment liabilities		4,066	21,318
Creditors:			
Amounts held at futures clearing houses and brokers		2,449	2,936
Other creditors	8	7,347	3,650
Distribution payable		2,963	5,879
Total liabilities		16,825	33,783
Net assets attributable to shareholders		461,190	734,809

Aberdeen Sterling Opportunistic Corporate Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	20,314	36,275
Derivative contracts	(4,812)	13,409
Forward currency contracts losses	(5,817)	(35,757)
Other currency gains	71	507
Class actions	20	-
Net capital gains	9,776	14,434

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	20,096	26,576
Revenue from collective investment schemes	1,755	1,597
Stock lending commission	19	20
Bank interest	6	42
Derivatives revenue	183	191
Total revenue	22,059	28,426

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	3,254	3,432
Operating, administrative and servicing fees	413	395
	3,667	3,827
<i>Other expenses:</i>		
Interest payable and similar charges	4	3
	4	3
Total expenses	3,671	3,830

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

Aberdeen Sterling Opportunistic Corporate Bond Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax	-	5
Corporation tax prior year adjustment	-	4
Current tax charge	-	9
Total taxation	-	9

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	18,388	24,596
Corporation tax at 20% (2016 - 20%)	3,678	4,919
Effects of:		
Tax deductible on interest distributions	(3,678)	(4,914)
Corporation tax prior year adjustment	-	4
Total taxation	-	9

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
First interim	5,798	6,615
Second interim	4,367	5,075
Third interim	3,925	6,586
Final	3,136	5,333
	17,226	23,609
Add: Revenue deducted on cancellation of shares	1,284	1,275
Deduct: Revenue received on issue of shares	(95)	(307)
Distributions for the year	18,415	24,577
Total distributions	18,415	24,577

Details of the distribution per share are set out in the distribution tables on page 793.

Aberdeen Sterling Opportunistic Corporate Bond Fund

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	18,388	24,587
Add:		
Undistributed revenue brought forward	28	18
Deduct:		
Movement between share classes due to conversion	(1)	-
Undistributed revenue carried forward	-	(28)
Distributions	18,415	24,577

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	6,691	9,872
Amounts receivable for issue of shares	-	56
Sales awaiting settlement	9,819	2,401
Other debtor	10	-
Tax reclaimable	165	-
Total debtors	16,685	12,329

7. Cash and bank balances

	2017	2016
	£'000	£'000
Amounts held at futures clearing houses and brokers	2,816	2,050
Cash and bank balances	18,277	10,136
Total cash and bank balances	21,093	12,186

8. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	280	323
Amounts payable for cancellation of shares	2,105	598
Purchases awaiting settlement	4,823	2,557
Corporation tax payable	-	10
Swap interest payable	139	162
Total other creditors	7,347	3,650

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 781. £2,350,000 was due to the ACD (2016 - £831,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £38,541,000 (2016 - £33,379,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 46% of the Fund's shares in issue.

Boltro Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 25% of the Fund's shares in issue.

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'I' Gross: 0.50%

Class 'P': 0.27%

Class 'P' Gross: 0.27%

Class 'Q': 0.27%

Class 'Q' Gross: 0.27%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 759. The distribution per share class is given in the distribution tables on page 793. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	60,841	166,934,094	503,684	2,143,164
Creations during the year	58,400	20,015,200	90,473	2,100
Cancellations during the year	(7,200)	(804,000)	(71,300)	(2,254,731)
Shares converted during the year	-	-	(442,880)	2,137,572
Closing shares in issue	112,041	186,145,294	79,977	2,028,105

	I Gross Accumulation shares	I Gross Income shares	P Income shares	P Gross Income shares
Opening number of shares	18,876,170	38,730	28,479,917	1,397,817
Creations during the year	421,400	(32)	1,676,200	23,400
Cancellations during the year	(705,800)	(25,900)	(9,553,000)	(602,299)
Shares converted during the year	-	10,832	(56,035)	-
Closing shares in issue	18,591,770	23,630	20,547,082	818,918

	Q Income shares	Q Gross Income shares	Z Accumulation shares
Opening number of shares	413,814,813	20,030,996	-
Creations during the year	400	699,000	91,800
Cancellations during the year	(253,715,600)	(6,616,000)	(595,600)
Shares converted during the year	(1,961,351)	(251,038)	668,011
Closing shares in issue	158,138,262	13,862,958	164,211

Aberdeen Sterling Opportunistic Corporate Bond Fund

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices overleaf, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
BNP Paribas	299	315	Government Bond
JPM Chase	18,053	19,066	Government Bond
Total	18,352	19,381	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	24	5	19

Aberdeen Sterling Opportunistic Corporate Bond Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	4,579	5,381	Government Bond
HSBC	712	750	Government Bond
JPM Chase	401	422	Government Bond
Total	5,692	6,553	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	25	5	20

12. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Global Exposure

Based on the investment strategy, types of complexities of the derivatives and the proportion of the Fund comprising derivatives, the method of estimating the Fund's overall risk position (Global Exposure) is to use the value at risk (VaR) techniques which estimate the probability of portfolio losses based on the statistical analysis of historical price trends and volatilities. The VaR is produced on a daily basis and the Fund's current VaR limit is detailed below.

Value at risk (VaR)

The market risk of the Fund's financial asset and liability positions is monitored by the Investment Risk department using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

Model assumptions:

System:	Barclays POINT
VaR methodology:	Monte Carlo
Confidence level:	99%
Holding period:	1 week (5 days)
VaR limit (absolute)	20%
VaR limit (relative)	200%

Reference portfolio for relative VaR

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017 %	2016 %
Minimum VaR	1.04%	1.09%
Maximum VaR	1.52%	1.61%
Average VaR	1.25%	1.38%

Aberdeen Sterling Opportunistic Corporate Bond Fund

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.02%	1.05%	-	0.09%	1.16%
31 July 2016	(0.02%)	0.70%	-	0.56%	1.24%

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Swap contracts £'000	Total by counterparty £'000
Barclays	-	345	345
BNP Paribas	28	-	28
Citigroup	93	-	93
Goldman Sachs	88	-	88
HSBC	787	-	787
JPM Chase	157	2,772	2,929
Merrill Lynch	38	-	38
Royal Bank of Canada	22	-	22
UBS	41	-	41
Total exposure	1,254	3,117	4,371

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Swap contracts £'000	Total by counterparty £'000
BNP Paribas	40	-	40
Citigroup	2	98	100
Deutsche Bank	9	-	9
HSBC	634	-	634
JPM Chase	44	-	44
Royal Bank of Canada	42	-	42
Total exposure	771	98	869

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	1,732	2,334	-	4,066
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	2,449	-	-	-	2,449
Other creditors	-	7,347	-	-	7,347
Distribution payable	-	2,963	-	-	2,963
Total financial liabilities	2,449	12,042	2,334	-	16,825

Aberdeen Sterling Opportunistic Corporate Bond Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	19,307	2,011	-	21,318
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	2,936	-	-	-	2,936
Other creditors	-	3,650	-	-	3,650
Distribution payable	-	5,879	-	-	5,879
Total financial liabilities	2,936	28,836	2,011	-	33,783

13. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	509,290	408,142	822,182	546,419
Collective Investment Schemes	3,077	7,201	1,000	43,074
Trades in the year before transactions costs	512,367	415,343	823,182	589,493
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	512,367	415,343	823,182	589,493

Aberdeen Sterling Opportunistic Corporate Bond Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net purchases/net sales) of £33,943,000 in the year (2016 - £30,281,000).

There were transaction costs in respect of derivatives in the year of £3,000 (2016 - £11,000). The transaction costs in respect of derivatives expressed as a percentage of net asset value is nil (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.52% (2016 - 0.73%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen Sterling Opportunistic Corporate Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1 ^A	49,417	223	132,128	486
Level 2	390,820	3,843	611,949	20,832
Level 3	-	-	-	-
Total	440,237	4,066	744,077	21,318

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount £49,417,000 as at 31 July 2017 (2016: £123,084,000).

Aberdeen Sterling Opportunistic Corporate Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	0.84216	0.16843	0.67373	-	0.67373	0.70208
Group 2	0.50262	0.10052	0.40210	0.27163	0.67373	0.70208
A Income shares						
Group 1	0.72808	0.14562	0.58246	-	0.58246	0.62000
Group 2	0.25308	0.05062	0.20246	0.38000	0.58246	0.62000
I Accumulation shares						
Group 1	1.04475	0.20895	0.83580	-	0.83580	0.84937
Group 2	0.48062	0.09612	0.38450	0.45130	0.83580	0.84937
I Income shares						
Group 1	0.89949	0.17990	0.71959	-	0.71959	0.75000
Group 2	0.79670	0.15934	0.63736	0.08223	0.71959	0.75000
I Gross Accumulation shares						
Group 1	0.96675	-	0.96675	-	0.96675	0.98951
Group 2	0.96675	-	0.96675	-	0.96675	0.98951
I Gross Income shares						
Group 1	0.81404	-	0.81404	-	0.81404	0.86000
Group 2	0.81404	-	0.81404	-	0.81404	0.86000
P Income shares						
Group 1	0.93341	0.18668	0.74673	-	0.74673	0.78000
Group 2	0.32420	0.06484	0.25936	0.48737	0.74673	0.78000
P Gross Income shares						
Group 1	0.93498	-	0.93498	-	0.93498	0.98000
Group 2	0.46497	-	0.46497	0.47001	0.93498	0.98000
Q Income shares						
Group 1	0.96213	0.19243	0.76970	-	0.76970	0.79000
Group 2	0.34289	0.06858	0.27431	0.49539	0.76970	0.79000
Q Gross Income shares						
Group 1	0.95966	-	0.95966	-	0.95966	1.00000
Group 2	0.32938	-	0.32938	0.63028	0.95966	1.00000
Z Accumulation shares						
Group 1	0.64541	0.12908	0.51633	-	0.51633	n/a
Group 2	0.64541	0.12908	0.51633	-	0.51633	n/a

Aberdeen Sterling Opportunistic Corporate Bond Fund

Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.70067	-	0.70067	0.63778
Group 2	0.36023	0.34044	0.70067	0.63778
A Income shares				
Group 1	0.60263	-	0.60263	0.56000
Group 2	0.04263	0.56000	0.60263	0.56000
I Accumulation shares				
Group 1	0.89424	-	0.89424	0.79807
Group 2	0.78786	0.10638	0.89424	0.79807
I Income shares				
Group 1	0.76510	-	0.76510	0.70000
Group 2	0.42865	0.33645	0.76510	0.70000
I Gross Accumulation shares				
Group 1	0.83590	-	0.83590	0.91663
Group 2	0.83590	-	0.83590	0.91663
I Gross Income shares				
Group 1	0.69845	-	0.69845	0.79000
Group 2	0.69845	-	0.69845	0.79000
P Income shares				
Group 1	0.80929	-	0.80929	0.72000
Group 2	0.39502	0.41427	0.80929	0.72000
P Gross Income shares				
Group 1	0.80961	-	0.80961	0.91000
Group 2	0.80961	-	0.80961	0.91000
Q Income shares				
Group 1	0.83768	-	0.83768	0.75000
Group 2	0.42648	0.41120	0.83768	0.75000
Q Gross Income shares				
Group 1	0.83779	-	0.83779	0.94000
Group 2	0.43931	0.39848	0.83779	0.94000
Z Accumulation shares				
Group 1	0.77796	-	0.77796	n/a
Group 2	-	0.77796	0.77796	n/a

Aberdeen Sterling Opportunistic Corporate Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	0.87660	-	0.87660	0.70977
Group 2	0.45893	0.41767	0.87660	0.70977
A Income shares				
Group 1	0.74988	-	0.74988	0.62000
Group 2	0.57381	0.17607	0.74988	0.62000
I Accumulation shares				
Group 1	1.07563	-	1.07563	0.86047
Group 2	0.51638	0.55925	1.07563	0.86047
I Income shares				
Group 1	0.91419	-	0.91419	0.75000
Group 2	0.86339	0.05080	0.91419	0.75000
I Gross Accumulation shares				
Group 1	1.00299	-	1.00299	0.99399
Group 2	1.00299	-	1.00299	0.99399
I Gross Income shares				
Group 1	0.83250	-	0.83250	0.85000
Group 2	0.83250	-	0.83250	0.85000
P Income shares				
Group 1	0.94926	-	0.94926	0.78000
Group 2	0.77046	0.17880	0.94926	0.78000
P Gross Income shares				
Group 1	0.95001	-	0.95001	0.96000
Group 2	0.95001	-	0.95001	0.96000
Q Income shares				
Group 1	0.98472	-	0.98472	0.80000
Group 2	0.83647	0.14825	0.98472	0.80000
Q Gross Income shares				
Group 1	0.97742	-	0.97742	0.99000
Group 2	0.83064	0.14678	0.97742	0.99000
Z Accumulation shares				
Group 1	0.93304	-	0.93304	n/a
Group 2	0.39483	0.53821	0.93304	n/a

Aberdeen Sterling Opportunistic Corporate Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
Share class A Accumulation shares				
Group 1	0.76867	-	0.76867	0.61018
Group 2	0.76867	-	0.76867	0.61018
Share class A Income shares				
Group 1	0.65325	-	0.65325	0.53000
Group 2	0.30322	0.35003	0.65325	0.53000
Share class I Accumulation shares				
Group 1	0.98012	-	0.98012	0.75075
Group 2	0.42164	0.55848	0.98012	0.75075
Share class I Income shares				
Group 1	0.82655	-	0.82655	0.65000
Group 2	0.72043	0.10612	0.82655	0.65000
Share class I Gross Accumulation shares				
Group 1	0.91292	-	0.91292	0.89611
Group 2	0.30292	0.61000	0.91292	0.89611
Share class I Gross Income shares				
Group 1	0.75187	-	0.75187	0.76000
Group 2	0.75187	-	0.75187	0.76000
Share class P Income shares				
Group 1	0.86860	-	0.86860	0.69000
Group 2	0.86860	-	0.86860	0.69000
Share class P Gross Income shares				
Group 1	0.87032	-	0.87032	0.87000
Group 2	0.87032	-	0.87032	0.87000
Share class Q Income shares				
Group 1	0.89790	-	0.89790	0.71000
Group 2	0.59904	0.29886	0.89790	0.71000
Share class Q Gross Income shares				
Group 1	0.89943	-	0.89943	0.90000
Group 2	0.89943	-	0.89943	0.90000
Z Accumulation shares				
Group 1	0.84643	-	0.84643	n/a
Group 2	0.21643	0.63000	0.84643	n/a

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Short Dated Corporate Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Investment grade corporate Debt and debt-related securities denominated in (or hedged back to) Sterling with a maturity of up to five years. The Fund may also invest in other transferable securities, including Debt and debt-related securities issued by corporate issuers, governments, public bodies and supra-national issuers worldwide, in each case of any maturity or credit quality and denominated in any currency, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Commencement of Fund

The Fund was launched on 03 October 2016.

Performance review

For the period between 3 October 2016 and 31 January 2017, the value of Aberdeen Sterling Short Dated Corporate Bond Fund – A Accumulation Shares increased by 1.02% compared to an increase of 2.30% in the benchmark, Iboxx Sterling Corporates 1 – 5 year Index.

Source: Lipper, Total Return, NAV to NAV, UK Net income reinvested, £.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Corporate bonds delivered strong returns over the 12 months to 31 July. Early on in the review period, government bond yields collapsed to record lows and corporate bond spreads tightened. In the UK, market participants focused on news flow which included a further easing of monetary policy by the Bank of England. While sterling was weak, reflecting those policy decisions and the increased likelihood of a slowdown in economic activity, UK risk assets – including investment grade bonds – performed very strongly.

Following the success of Donald Trump in November's US presidential election, inflationary risks were perceived to have increased and both equity and bond markets responded accordingly. Corporate bonds were strong in all the major markets, and credit risk premiums (spreads) fell as investors added risk. Central banks such as the European Central Bank and the Bank of England bought significant amounts of bonds.

The asset class continued to deliver positive returns in the first quarter of 2017. While central banks continued to buy bonds, the main support for the asset class came from "real money" investors, and demand was sufficiently robust to soak up new issuance. Investment grade financials – and bonds issued by insurers in particular – were the strongest performers. Towards the end of the review period, the euro-denominated market in particular rallied strongly. This was largely attributable to improving economic data and the defeat of far-right candidate Geert Wilders in the Dutch election.

Between April and June, the benign global macroeconomic environment was supported by a strong earnings season. Markets also drew comfort from the result of the French presidential election. Towards the end of June, policymakers hinted that easy monetary policy regimes may be coming to a close, driving underlying government bond yields higher. Bonds issued by banks and insurers were the best performing areas of the market. High yield corporate bonds and emerging markets also generated positive returns, although the latter asset class wobbled towards the end of June, influenced by rising US Treasury yields.

As the review period drew to an end, many of the themes that have prevailed over the past couple of years were evident once more. Financials led the performance tables – in particular, subordinated insurance bonds – but spreads tightened in practically all sectors. Better global growth conditions, persistent loose monetary policy, and the beneficial effects of the Bank of England's £10 billion corporate bond purchasing spree were all contributory factors.

Portfolio review

The 12 months has been characterised by plentiful supply for investment grade corporate bonds, and demand for short-dated credit has been resilient. The Aberdeen Short Dated Corporate Bond Fund saw significant inflows and adopted a fairly cautious stance throughout the review period. Bonds issued by banks and insurers performed strongly and helped performance, but capital preservation remains the focus. The Fund is well diversified with bonds from over 100 issuers, and maintains an active position in US dollar-denominated credit, which we believe offers attractive value in both diversification and yield. Our US dollar allocation is fully hedged using five-year US Treasury futures.

In January, purchases were focused on high quality corporates and supranational issuers, including a five-year deal from Unilever, a four-year covered bond from Commonwealth Bank of Australia and AAA-rated issues from European government-related agencies BNG and FMS. The portfolio also participated in a five-year deal from Microsoft. In February, the Fund participated in a four-year sterling deal from Toyota and a AAA-quality floating rate RMBS deal, Stanlington No.1. We added US dollar primary issuance from Philip Morris and Mizuho Bank. In secondary markets, the Fund used cash inflows to top-up existing positions in insurers Phoenix Group and short-call Aviva bonds. In March, favoured US utility providers Edison and Exelon came with attractively priced three-year and five-year issues respectively. The Fund switched Toyota exposure from sterling 21s into US dollar 22s, which offered an attractive spread pickup on a cross-currency hedged basis.

In April, as credit markets rallied following the first round result of the French election, higher risk names outperformed, with short-call hybrids from Engie and subordinated Aviva bonds posting strong returns. In primary market activity, the portfolio purchased high quality sterling issues from US based life-insurers MetLife and New York Life, a AAA-rated Santander covered bond, and new issues from VW and Coventry Building Society. In May, high beta stocks such as short-call SSE hybrids and Aviva were the strongest performers as subordinated

Aberdeen Sterling Short Dated Corporate Bond Fund

insurance bonds continued a strong run. The portfolio switched an existing BMW 17 into a new four-year issue, and in US dollar markets a six-year deal from Canadian Natural Resources was added.

The sell-off in government bonds at end of June, which led to the five-year gilt yield rising 20 basis points, resulted in negative returns for the Fund. However, resilience in credit spreads and continued demand for short-duration corporate paper mitigated the drawdown. The Fund's overweight allocation to securitised and floating-rate residential mortgage-backed securities outperformed, given their lower sensitivity to interest rate risk. A positive total return in July offset June's negative returns. Front-end yields rallied alongside further credit spread tightening. Accordingly, high-beta sectors and names outperformed, with subordinated insurance (particularly Phoenix Tier 2 bonds) again contributing most positively. A new five-year senior deal from Wells Fargo performed strongly after issue, and SSE hybrids also performed on the back of the beta rally.

As at 31 July, the Fund's duration position was under 2.5 years.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The Bank of England's Monetary Policy Committee (MPC) is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

In the short run, a benign macro-economic environment and financial issuance, which offers the combination of attractive valuations and improving fundamentals, may support credit markets. However, corporate valuations remain stretched, at least in part due to central bank activity. There is evidence of increasing risk appetite amongst issuers, suggesting that a more cautious stance is appropriate on the non-financial sectors.

Pan European Credit Team

August 2017

Aberdeen Sterling Short Dated Corporate Bond Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	0.69	0.39	0.29	0.09

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Short Dated Corporate Bond Fund

Comparative tables

	31 July 2017 (pence per share)
A Accumulation Shares	
Change in net assets per share	
Opening net asset value per share	100.00 ^A
Return before operating charges*	1.43
Operating charges	(0.57)
Return after operating charges*	0.86
Distributions on accumulation shares	(0.82)
Retained distributions on accumulation shares	0.80
Closing net asset value per share	100.84
 * after direct transaction costs of:	 -
Performance	
Return after charges	0.86%
Other information	
Closing net asset value (£'000s)	6
Closing number of shares	6,000
Operating charges	0.69%
Direct transaction costs	-
Prices	
Highest share price (pence)	101.05
Lowest share price (pence)	99.44

^A The opening net asset value stated is the share class launch price.

Fund launched on 3 October 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Sterling Short Dated Corporate Bond Fund

	31 July 2017 (pence per share)
A Income Shares	
Change in net assets per share	
Opening net asset value per share	100.00 ^A
Return before operating charges*	1.40
Operating charges	(0.57)
Return after operating charges*	0.83
Distributions on income shares	(0.80)
Closing net asset value per share	100.03
 * after direct transaction costs of:	 -
Performance	
Return after charges	0.83%
Other information	
Closing net asset value (£'000s)	6
Closing number of shares	6,000
Operating charges	0.69%
Direct transaction costs	-
Prices	
Highest share price (pence)	100.51
Lowest share price (pence)	99.37

^A The opening net asset value stated is the share class launch price.
Fund launched on 3 October 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Sterling Short Dated Corporate Bond Fund

	31 July 2017 (pence per share)
I Accumulation Shares	
Change in net assets per share	
Opening net asset value per share	100.00 ^A
Return before operating charges*	1.43
Operating charges	(0.32)
Return after operating charges*	1.11
Distributions on accumulation shares	(1.06)
Retained distributions on accumulation shares	1.05
Closing net asset value per share	101.10
 * after direct transaction costs of:	 -
Performance	
Return after charges	1.11%
Other information	
Closing net asset value (£'000s)	21,308
Closing number of shares	21,077,367
Operating charges	0.39%
Direct transaction costs	-
Prices	
Highest share price (pence)	101.27
Lowest share price (pence)	99.48

^A The opening net asset value stated is the share class launch price.

Fund launched on 3 October 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Sterling Short Dated Corporate Bond Fund

	31 July 2017 (pence per share)
I Income Shares	
Change in net assets per share	
Opening net asset value per share	100.00 ^A
Return before operating charges*	1.41
Operating charges	(0.32)
Return after operating charges*	1.09
Distributions on income shares	(1.04)
Closing net asset value per share	100.05
 * after direct transaction costs of:	 -
Performance	
Return after charges	1.09%
Other information	
Closing net asset value (£'000s)	17,450
Closing number of shares	17,441,544
Operating charges	0.39%
Direct transaction costs	-
Prices	
Highest share price (pence)	100.58
Lowest share price (pence)	99.40

^A The opening net asset value stated is the share class launch price.
Fund launched on 3 October 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Sterling Short Dated Corporate Bond Fund

	31 July 2017 (pence per share)
K Accumulation Shares	
Change in net assets per share	
Opening net asset value per share	100.00 ^A
Return before operating charges*	1.43
Operating charges	(0.24)
Return after operating charges*	1.19
Distributions on accumulation shares	(1.15)
Retained distributions on accumulation shares	1.13
Closing net asset value per share	101.17
 * after direct transaction costs of:	 -
Performance	
Return after charges	1.19%
Other information	
Closing net asset value (£'000s)	9,072
Closing number of shares	8,967,100
Operating charges	0.29%
Direct transaction costs	-
Prices	
Highest share price (pence)	101.34
Lowest share price (pence)	99.48

^A The opening net asset value stated is the share class launch price.

Fund launched on 3 October 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Sterling Short Dated Corporate Bond Fund

	31 July 2017 (pence per share)
K Income Shares	
Change in net assets per share	
Opening net asset value per share	100.00 ^A
Return before operating charges*	1.41
Operating charges	(0.24)
Return after operating charges*	1.17
Distributions on income shares	(1.13)
Closing net asset value per share	100.04
 * after direct transaction costs of:	 -
Performance	
Return after charges	1.17%
Other information	
Closing net asset value (£'000s)	66,010
Closing number of shares	65,982,006
Operating charges	0.29%
Direct transaction costs	-
Prices	
Highest share price (pence)	100.60
Lowest share price (pence)	99.39

^A The opening net asset value stated is the share class launch price.
Fund launched on 3 October 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Sterling Short Dated Corporate Bond Fund

Z Accumulation Shares		31 July 2017 (pence per share)
Change in net assets per share		
Opening net asset value per share		100.00 ^A
Return before operating charges*		1.45
Operating charges		(0.07)
Return after operating charges*		1.38
Distributions on accumulation shares		(1.34)
Retained distributions on accumulation shares		1.31
Closing net asset value per share		101.35
* after direct transaction costs of:		-
Performance		
Return after charges		1.38%
Other information		
Closing net asset value (£'000s)		6
Closing number of shares		6,000
Operating charges		0.09%
Direct transaction costs		-
Prices		
Highest share price (pence)		101.52
Lowest share price (pence)		99.50

^A The opening net asset value stated is the share class launch price.

Fund launched on 3 October 2016.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen Sterling Short Dated Corporate Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market 93.32%					
Bonds 93.32%					
Asset Backed Bonds/Mortgage Backed Bonds 1.96%					
United Kingdom 1.96%					
Castell 2017-1	FRN	25/10/44	733,000	733	0.64
Dukinfield II	FRN	20/12/52	907,494	916	0.81
Feldspar 2016-1	FRN	15/09/45	580,307	584	0.51
				2,233	1.96
Total Asset Backed Bonds/Mortgage Backed Bonds				2,233	1.96
Corporate Bonds 91.36%					
Australia 2.96%					
BHP Billiton Finance	VAR	22/10/77	500,000	575	0.51
Commonwealth Bank of Australia (EMTN)	2.2500	07/12/18	500,000	510	0.45
Commonwealth Bank of Australia (EMTN)	1.1250	22/12/21	305,000	306	0.27
National Australia Bank (EMTN)	1.8750	20/02/20	1,050,000	1,076	0.94
National Australia Bank (EMTN)	0.8750	26/06/20	900,000	898	0.79
				3,365	2.96
Canada 3.26%					
Canadian Imperial Bank of Commerce	1.1250	30/06/22	1,800,000	1,798	1.58
Canadian Natural Resources	2.9500	15/01/23	1,300,000	988	0.87
Glencore Canada Financial (EMTN)	7.3750	27/05/20	800,000	927	0.81
				3,713	3.26
Denmark 1.01%					
Danske Bank (EMTN)	VAR	29/09/21	1,100,000	1,150	1.01
France 6.10%					
Banque Federative du Credit Mutuel (EMTN)	0.8750	08/06/20	1,100,000	1,097	0.96
CNP Assurances	VAR	30/09/41	500,000	593	0.52
Engie	VAR	PERP	900,000	937	0.82
LVMH Moet Hennessy Louis Vuitton (EMTN)	1.0000	14/06/22	1,357,000	1,351	1.19
Orange (EMTN)	7.2500	10/11/20	900,000	1,079	0.95
Orange	VAR	PERP	400,000	442	0.39
RCI Banque (EMTN)	3.2500	25/04/18	600,000	609	0.54
Total Capital (EMTN)	3.8750	14/12/18	800,000	833	0.73
				6,941	6.10
Germany 8.77%					
BASF (EMTN)	1.3750	15/12/17	800,000	802	0.70
BMW Finance (EMTN)	1.8750	29/06/20	500,000	513	0.45
BMW International Investment (EMTN)	1.0000	17/11/21	1,200,000	1,195	1.06
Daimler (EMTN)	1.2500	01/12/17	900,000	901	0.79

Aberdeen Sterling Short Dated Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Daimler (EMTN)	1.0000	20/12/19	700,000	699	0.61
Daimler (EMTN)	1.7500	08/11/17	500,000	501	0.44
E.ON International Finance (EMTN)	6.0000	30/10/19	500,000	555	0.49
FMS Wertmanagement	0.6250	06/03/20	1,000,000	1,003	0.88
innogy Finance (EMTN)	5.5000	06/07/22	1,000,000	1,185	1.05
Volkswagen Financial Services	1.7500	17/04/20	500,000	506	0.44
Volkswagen Financial Services (EMTN)	1.7500	12/09/22	1,000,000	999	0.88
Volkswagen Financial Services (EMTN)	1.5000	12/04/21	425,000	426	0.37
Volkswagen International Finance	VAR	PERP	800,000	699	0.61
				9,984	8.77
Italy 2.03%					
Enel (EMTN)	6.2500	20/06/19	800,000	876	0.77
FCA Capital Ireland (EMTN)	1.6250	29/09/21	1,450,000	1,430	1.26
				2,306	2.03
Japan 0.67%					
Mizuho Financial	2.9530	28/02/22	1,000,000	766	0.67
Netherlands 3.63%					
ABN AMRO Bank (EMTN)	1.0000	30/06/20	900,000	903	0.79
ABN AMRO Bank (EMTN)	2.5000	18/12/18	600,000	614	0.54
Bank Nederlandse Gemeenten (EMTN)	1.0000	15/03/22	1,000,000	1,001	0.88
Cooperatieve Rabobank (EMTN)	3.2500	01/11/17	1,200,000	1,208	1.06
Shell International Finance (EMTN)	2.0000	20/12/19	400,000	412	0.36
				4,138	3.63
New Zealand 1.15%					
Chorus (EMTN)	6.7500	06/04/20	1,150,000	1,308	1.15
Spain 1.24%					
FCC Aqualia	1.4130	08/06/22	1,000,000	899	0.79
Telefonica Emisiones (EMTN)	5.3750	02/02/18	500,000	511	0.45
				1,410	1.24
Supranational 1.14%					
European Coal & Steel Community	6.8750	25/01/19	1,200,000	1,298	1.14
Sweden 0.62%					
Svenska Handelsbanken (EMTN)	1.8750	29/08/17	700,000	701	0.62
Switzerland 1.45%					
Credit Suisse Funding	3.0000	27/05/22	1,000,000	1,065	0.94
Glencore Finance Europe	6.0000	03/04/22	500,000	582	0.51
				1,647	1.45

Aberdeen Sterling Short Dated Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United Kingdom 37.07%					
Abbey National Treasury Services (EMTN)	1.8750	17/02/20	800,000	819	0.72
Anglian Water Services Financing (EMTN)	VAR	10/10/40	1,000,000	1,008	0.89
Aviva (EMTN)	VAR	03/06/41	1,100,000	1,268	1.11
Bank of Scotland (EMTN)	6.3750	16/08/19	1,200,000	1,324	1.16
Barclays Bank (EMTN)	VAR	16/01/23	600,000	614	0.54
Barclays Bank (EMTN)	10.0000	21/05/21	300,000	386	0.34
BAT International Finance (EMTN)	1.7500	05/07/21	1,200,000	1,215	1.07
BG Energy Capital	VAR	30/11/72	900,000	916	0.80
BP Capital Markets	2.3150	13/02/20	1,000,000	768	0.67
BP Capital Markets	1.3750	10/05/18	650,000	492	0.43
BUPA Finance	3.3750	17/06/21	1,100,000	1,186	1.04
Centrica (EMTN)	6.3750	10/03/22	600,000	732	0.64
Close Brothers Finance (EMTN)	3.8750	27/06/21	1,200,000	1,314	1.15
Coventry Building Society (EMTN)	5.8750	28/09/22	750,000	908	0.80
Coventry Building Society (EMTN)	1.0000	05/05/20	690,000	690	0.61
Daily Mail & General Trust	5.7500	07/12/18	700,000	739	0.65
FCE Bank (EMTN)	2.6250	20/11/18	700,000	713	0.63
Firstgroup	5.2500	29/11/22	1,200,000	1,397	1.22
GKN	6.7500	28/10/19	300,000	337	0.30
Heathrow Funding (EMTN)	6.2500	10/09/18	300,000	317	0.28
HSBC Bank (EMTN)	VAR	20/03/23	686,000	702	0.62
HSBC (EMTN)	VAR	18/10/22	800,000	808	0.71
Imperial Tobacco Finance (EMTN)	9.0000	17/02/22	750,000	987	0.87
JP Morgan American Investment Trust	6.8750	08/06/18	625,000	651	0.57
LAB Investments	7.1250	18/02/19	990,000	1,072	0.94
Lloyds Bank	FRN	16/01/20	691,000	694	0.61
Lloyds Bank (EMTN)	VAR	09/07/25	500,000	554	0.49
Marks & Spencer (EMTN)	6.1250	02/12/19	400,000	443	0.39
National Grid Gas Finance (EMTN)	1.1250	22/09/21	1,200,000	1,200	1.05
Network Rail Infrastructure Finance (EMTN)	1.0000	07/12/17	1,000,000	1,002	0.88
PGH Capital (EMTN)	4.1250	20/07/22	1,100,000	1,177	1.03
Prudential (EMTN)	1.7500	27/11/18	1,000,000	1,011	0.89
RELX	2.7500	01/08/19	400,000	412	0.36
Royal Bank of Scotland (EMTN)	FRN	15/05/20	881,000	884	0.78
Santander UK	FRN	05/05/20	737,000	739	0.65
Segro	6.7500	23/11/21	800,000	981	0.86
Segro	6.0000	30/09/19	500,000	552	0.49
Severn Trent Utilities Finance (EMTN)	1.1250	07/09/21	739,000	740	0.65
Sky (EMTN)	2.8750	24/11/20	1,000,000	1,054	0.93
Southern Water Services Finance (EMTN)	6.1250	31/03/19	950,000	1,029	0.90
Southern Water Services Finance (EMTN)	5.0000	31/03/21	500,000	569	0.50
SSE	VAR	PERP	1,300,000	1,342	1.17
Standard Life Aberdeen	VAR	PERP	500,000	550	0.48
Standard Life (EMTN)	VAR	04/12/42	400,000	449	0.39
Thames Water Utilities Cayman Finance (EMTN)	VAR	13/09/30	650,000	757	0.66
Thames Water Utilities Cayman Finance (EMTN)	2.3750	03/05/23	380,000	381	0.34
Transport for London (EMTN)	1.2500	21/11/17	1,000,000	1,002	0.88

Aberdeen Sterling Short Dated Corporate Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
United Utilities Water (EMTN)	5.7500	25/03/22	1,100,000	1,326	1.16
Wales & West Utilities Finance (EMTN)	VAR	17/12/36	1,000,000	1,066	0.94
Western Power Distribution East Midlands (EMTN)	5.2500	17/01/23	800,000	948	0.83
				42,225	37.07
United States 20.26%					
Anadarko Petroleum	4.8500	15/03/21	500,000	405	0.36
AT&T	2.8500	14/02/23	1,500,000	1,139	1.00
AT&T	2.3750	27/11/18	1,000,000	764	0.67
AutoNation	3.3500	15/01/21	527,000	408	0.36
Bank of America (EMTN)	5.5000	04/12/19	800,000	882	0.77
Caterpillar Financial Services (MTN)	1.3500	18/05/19	1,000,000	754	0.66
Citigroup (EMTN)	5.1250	12/12/18	1,000,000	1,054	0.93
Edison International	2.1250	15/04/20	750,000	571	0.50
Exelon	3.4970	01/06/22	400,000	314	0.28
Ford Motor Credit	3.3390	28/03/22	1,500,000	1,157	1.02
GE Capital UK Funding (EMTN)	4.1250	28/09/17	800,000	804	0.71
GE Capital UK Funding Unlimited (EMTN)	5.8750	04/11/20	1,100,000	1,272	1.11
Goldman Sachs	5.5000	12/10/21	1,000,000	1,160	1.02
JM Smucker	2.5000	15/03/20	650,000	499	0.44
JPMorgan Chase (EMTN)	1.8750	10/02/20	700,000	718	0.63
Marathon Petroleum	3.4000	15/12/20	1,000,000	783	0.69
Metropolitan Life Global Funding I (EMTN)	1.1250	15/12/21	955,000	955	0.84
Metropolitan Life Global Funding I (EMTN)	1.1250	15/12/21	736,000	737	0.65
Microsoft	2.4000	06/02/22	1,200,000	922	0.81
Morgan Stanley	FRN	20/01/22	1,000,000	766	0.67
Mylan	2.5000	07/06/19	1,000,000	765	0.67
New York Life Global Funding	1.0000	15/12/21	1,200,000	1,203	1.06
Newell Brands	2.6000	29/03/19	94,000	72	0.06
PACCAR Financial Europe (EMTN)	1.5130	29/05/18	600,000	604	0.53
Philip Morris International	2.0000	21/02/20	1,000,000	762	0.67
Toyota Motor Credit (MTN)	2.6000	11/01/22	1,100,000	852	0.75
Wells Fargo Bank (EMTN)	5.2500	01/08/23	1,000,000	1,203	1.06
Wells Fargo (EMTN)	1.3750	30/06/22	1,540,000	1,539	1.34
				23,064	20.26
Total Corporate Bonds				104,016	91.36
Total Bonds				106,249	93.32
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				106,249	93.32
Other transferable securities and money market instruments 3.32%					
Bonds 3.32%					
Asset Backed Bonds/Mortgage Backed Bonds 1.96%					
Luxembourg 0.25%					
Compartment Driver UK Two	FRN	25/01/23	280,666	281	0.25

Aberdeen Sterling Short Dated Corporate Bond Fund

						Total Net Assets %
Security	Coupon (%)		Maturity	Nominal/ Quantity	Market Value £'000	
United Kingdom 1.71%						
London Wall Mortgage Capital	FRN		15/08/48	498,816	501	0.44
Motor 2016-1	1.3000		25/11/25	750,000	754	0.66
PCL Funding II 2017-1	FRN		15/06/22	314,000	315	0.28
Stanlington No.1	FRN		12/06/46	377,273	379	0.33
					1,949	1.71
Total Asset Backed Bonds/Mortgage Backed Bonds					2,230	1.96
Corporate Bonds 1.36%						
United States 1.36%						
American Honda Finance	1.3000		21/03/22	1,350,000	1,348	1.19
Fidelity National Information Services	1.7000		30/06/22	200,000	199	0.17
					1,547	1.36
Total Corporate Bonds					1,547	1.36
Total Bonds					3,777	3.32
Total Other transferable securities and money market instruments					3,777	3.32
Derivatives 0.20%						
Future contracts nil						
					Unrealised Gains/(Losses) £'000	Total Net Assets %
Future			Maturity	Notional		
CBT US 5 Year Note			29/09/17	(79)	(2)	-
Unrealised losses on future contracts					(2)	-
Forward currency exchange contracts 0.20%						
					Unrealised Gains/(Losses) £'000	Total Net Assets %
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	
Citigroup	GBP	EUR	06/09/17	871,465	999,000	(23)
Citigroup	GBP	USD	06/09/17	143,960	188,000	2
Goldman Sachs	GBP	USD	06/09/17	275,186	348,000	12
HSBC	GBP	EUR	06/09/17	701,816	798,000	(12)
HSBC	GBP	USD	06/09/17	12,151,233	15,723,000	239
Royal Bank of Canada	GBP	USD	06/09/17	545,188	699,000	16
Unrealised gains on forward currency exchange contracts					234	0.20
Unrealised gains on derivatives					232	0.20
Total investments*					110,258	96.84
Other net assets					3,600	3.16
Total net assets					113,858	100.00

* Including derivative liabilities.
Currently forward positions are not collateralised.

Aberdeen Sterling Short Dated Corporate Bond Fund

Statement of total return

For the period ended 31 July 2017

		3 October 2016 to 31 July 2017	
	Notes	£'000	£'000
Income			
Net capital gains	1		84
Revenue	2	1,012	
Expenses	3	(194)	
Net revenue before taxation		818	
Taxation	4	-	
Net revenue after taxation			818
Total return before distributions			902
Distributions	5		(818)
Change in net assets attributable to shareholders from investment activities			84

Statement of change in net assets attributable to shareholders

For the period ended 31 July 2017

	3 October 2016 to 31 July 2017	
	£'000	£'000
Opening net assets attributable to shareholders		-
Amounts receivable on issue of shares	116,096	
Amounts payable on cancellation of shares	(2,637)	
		113,459
Dilution adjustment		113
Change in net assets attributable to shareholders from investment activities		84
Retained distributions on accumulation shares		202
Closing net assets attributable to shareholders		113,858

Aberdeen Sterling Short Dated Corporate Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000
Assets:		
Fixed assets:		
Investments		110,295
Current assets:		
Debtors	6	2,453
Cash and bank balances	7	2,756
Total assets		115,504
Liabilities:		
Investment liabilities		37
Creditors:		
Amounts held at futures clearing houses and brokers		103
Other creditors	8	1,191
Distribution payable		315
Total liabilities		1,646
Net assets attributable to shareholders		113,858

Aberdeen Sterling Short Dated Corporate Bond Fund

Notes to the financial statements

For the period ended 31 July 2017

1. Net capital gains

	3 October 2016 to 31 July 2017 £'000
The net capital gains on investments during the period comprise:	
Non-derivative securities losses	(534)
Derivative contracts	(65)
Forward currency contracts gains	710
Other currency losses	(27)
Net capital gains	84

2. Revenue

	3 October 2016 to 31 July 2017 £'000
Interest on debt securities	1,012
Total revenue	1,012

3. Expenses

	3 October 2016 to 31 July 2017 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>	
Authorised Corporate Director's periodic charge	139
Operating, administrative and servicing fees	54
	193
<i>Other expenses:</i>	
Interest payable and similar charges	1
	1
Total expenses	194

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950.

4. Taxation

	3 October 2016 to 31 July 2017 £'000
Current tax charge	-
Total taxation	-

Aberdeen Sterling Short Dated Corporate Bond Fund

Factors affecting current tax charge for period

The tax charge for the period is lower than the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the period:

	3 October 2016 to 31 July 2017 £'000
Net revenue before taxation	818
Corporation tax at 20%	164
Effects of:	
Tax deductible on interest distributions	(164)
Total taxation	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current accounting period end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date.

5. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	3 October 2016 to 31 July 2017 £'000
First interim	51
Second interim	207
Third interim	273
Final	426
	957
Add: Revenue deducted on cancellation of shares	5
Deduct: Revenue received on issue of shares	(144)
Distributions for the period	818
Total distributions	818

Details of the distribution per share are set out in the distribution tables on page 822.

6. Debtors

	2017 £'000
Accrued revenue	1,612
Amounts receivable for issue of shares	828
Overseas withholding tax reclaimable	13
Total debtors	2,453

Aberdeen Sterling Short Dated Corporate Bond Fund

7. Cash and bank balances

	2017 £'000
Amounts held at futures clearing houses and brokers	166
Cash and bank balances	2,590
Total cash and bank balances	2,756

8. Other creditors

	2017 £'000
Accrued expenses	30
Amounts payable for cancellation of shares	23
Purchases awaiting settlement	1,138
Total other creditors	1,191

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 812. £783,000 was due from the ACD at the period end.

The Investment Adviser

As at the period end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

James Hay Pension Trustees Limited held a material shareholding in the Fund during the period to 31 July 2017, and at the period end held 47% of the Fund's shares in issue.

Fil Nominee (Shareholdings) Limited held a material shareholding in the Fund during the period to 31 July 2017, and at the period end held 28% of the Fund's shares in issue.

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 0.60%

Class 'I': 0.30%

Class 'K': 0.20%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 800. The distribution per share class is given in the distribution tables on page 822. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	-	-	-	-
Creations during the period	6,000	6,000	21,862,800	17,778,500
Cancellations during the period	-	-	(700,300)	(275,900)
Shares converted during the period	-	-	(85,133)	(61,056)
Closing shares in issue	6,000	6,000	21,077,367	17,441,544

Aberdeen Sterling Short Dated Corporate Bond Fund

	K Accumulation shares	K Income shares	Z Accumulation shares
Opening number of shares	-	-	-
Creations during the period	8,995,400	67,464,400	6,000
Cancellations during the period	(28,300)	(1,628,900)	-
Shares converted during the period	-	146,506	-
Closing shares in issue	8,967,100	65,982,006	6,000

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the period end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
Currency				
2017				
Euro	699	898	4	1,601
Pound Sterling	21,685	75,498	2,631	99,814
US Dollar	821	13,182	86	14,089
Total financial assets	23,205	89,578	2,721	115,504

	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
Currency				
2017				
Euro	-	-	(35)	(35)
Pound Sterling	-	-	(370)	(370)
US Dollar	(103)	-	(1,138)	(1,241)
Total financial liabilities	(103)	-	(1,543)	(1,646)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Aberdeen Sterling Short Dated Corporate Bond Fund

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017
Minimum VaR	0.51%
Maximum VaR	0.71%
Average VaR	0.60%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	(0.08%)	0.50%	-	0.24%	0.66%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	107,255	94.20
Unrated securities	2,771	2.44
Derivatives*	232	0.20
Net other assets	3,600	3.16
Net assets	113,858	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Aberdeen Sterling Short Dated Corporate Bond Fund

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Citigroup	2	2
Goldman Sachs	12	12
HSBC	239	239
Royal Bank of Canada	16	16
Total exposure	269	269

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017.

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	37	-	-	37
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	103	-	-	-	103
Other creditors	-	1,191	-	-	1,191
Distribution payable	-	315	-	-	315
Total financial liabilities	103	1,543	-	-	1,646

Aberdeen Sterling Short Dated Corporate Bond Fund

12. Portfolio transaction costs

	Purchases 2017 £'000	Sales 2017 £'000
Trades in the period		
Bonds	142,498	28,763
Trades in the period before transactions costs	142,498	28,763
Commissions		
Bonds	-	-
Total commissions	-	-
Taxes		
Bonds	-	-
Total taxes	-	-
Other expenses		
Bonds	-	-
Total other expenses	-	-
Total transaction costs	-	-
Total net trades in the period after transaction costs	142,498	28,763
	Purchases 2017 %	Sales 2017 %
Total transaction costs expressed as a percentage of asset type cost		
Commissions		
Bonds	-	-
Taxes		
Bonds	-	-
Other expenses		
Bonds	-	-
		2017 %
Total transaction costs expressed as a percentage of net asset value		
Commissions		-
Taxes		-
Other expenses		-
Total costs		-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the period. There were corporate actions (net sales) of £2,298,000 in the period.

There were no transaction costs in respect of derivatives in the period.

The average portfolio dealing spread as at 31 July 2017 was 0.29%.

Aberdeen Sterling Short Dated Corporate Bond Fund

13. Fair value

In the prior period, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017	
	Investment assets £'000	Investment liabilities £'000
Level 1	-	2
Level 2	110,295	35
Level 3	-	-
Total	110,295	37

Aberdeen Sterling Short Dated Corporate Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 2: Shares purchased 3 October 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17
A Accumulation shares					
Group 1	0.08198	0.01640	0.06558	-	0.06558
Group 2	0.08198	0.01640	0.06558	-	0.06558
A Income shares					
Group 1	0.08198	0.01640	0.06558	-	0.06558
Group 2	0.08198	0.01640	0.06558	-	0.06558
I Accumulation shares					
Group 1	0.09505	0.01901	0.07604	-	0.07604
Group 2	0.06176	0.01235	0.04941	0.02663	0.07604
I Income shares					
Group 1	0.09505	0.01901	0.07604	-	0.07604
Group 2	0.04309	0.00862	0.03447	0.04157	0.07604
K Accumulation shares					
Group 1	0.11129	0.02226	0.08903	-	0.08903
Group 2	0.10184	0.02037	0.08147	0.00756	0.08903
K Income shares					
Group 1	0.11129	0.02226	0.08903	-	0.08903
Group 2	0.08684	0.01737	0.06947	0.01956	0.08903
Z Accumulation shares					
Group 1	0.12833	0.02567	0.10266	-	0.10266
Group 2	0.12833	0.02567	0.10266	-	0.10266

Aberdeen Sterling Short Dated Corporate Bond Fund

Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17
A Accumulation shares			
Group 1	0.21640	-	0.21640
Group 2	-	0.21640	0.21640
A Income shares			
Group 1	0.21625	-	0.21625
Group 2	0.21625	-	0.21625
I Accumulation shares			
Group 1	0.29914	-	0.29914
Group 2	0.10046	0.19868	0.29914
I Income shares			
Group 1	0.29891	-	0.29891
Group 2	0.10972	0.18919	0.29891
K Accumulation shares			
Group 1	0.32102	-	0.32102
Group 2	0.03792	0.28310	0.32102
K Income shares			
Group 1	0.32074	-	0.32074
Group 2	0.11252	0.20822	0.32074
Z Accumulation shares			
Group 1	0.37933	-	0.37933
Group 2	0.00433	0.37500	0.37933

Aberdeen Sterling Short Dated Corporate Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17
A Accumulation shares			
Group 1	0.23892	-	0.23892
Group 2	0.23892	-	0.23892
A Income shares			
Group 1	0.23823	-	0.23823
Group 2	0.23823	-	0.23823
I Accumulation shares			
Group 1	0.31002	-	0.31002
Group 2	0.12057	0.18945	0.31002
I Income shares			
Group 1	0.30885	-	0.30885
Group 2	0.14800	0.16085	0.30885
K Accumulation shares			
Group 1	0.33493	-	0.33493
Group 2	0.11909	0.21584	0.33493
K Income shares			
Group 1	0.33357	-	0.33357
Group 2	0.15881	0.17476	0.33357
Z Accumulation shares			
Group 1	0.38416	-	0.38416
Group 2	0.38416	-	0.38416

Aberdeen Sterling Short Dated Corporate Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17
A Accumulation shares			
Group 1	0.27772	-	0.27772
Group 2	0.27772	-	0.27772
A Income shares			
Group 1	0.27626	-	0.27626
Group 2	0.27626	-	0.27626
I Accumulation shares			
Group 1	0.36052	-	0.36052
Group 2	0.16257	0.19795	0.36052
I Income shares			
Group 1	0.35805	-	0.35805
Group 2	0.14497	0.21308	0.35805
K Accumulation shares			
Group 1	0.38593	-	0.38593
Group 2	0.13470	0.25123	0.38593
K Income shares			
Group 1	0.38310	-	0.38310
Group 2	0.17453	0.20857	0.38310
Z Accumulation shares			
Group 1	0.44433	-	0.44433
Group 2	0.44433	-	0.44433

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Sterling Short Term Government Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in Sterling denominated UK government Debt and debt-related securities with a maturity of up to five years. The Fund may also invest in other transferable securities, including Debt and debt-related securities of any maturity and denominated in any currency issued by governments, public bodies and supra-national issuers worldwide, Investment grade corporate Debt and debt-related securities, as well as money market instruments, deposits, cash and near cash, derivatives (for efficient portfolio management only) and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates).

Performance review

For the year ended 31 July 2017, the value of Aberdeen Sterling Short Term Government Bond Fund – A Accumulation shares decreased by 1.33% compared to a decrease of 0.12% in the benchmark, the FTSE-A British Government under 5 Years Tracker Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

The review period could accurately be described as 'eventful'. In August, the Bank of England surprised markets with a 0.25% rate cut, a resumption of quantitative easing and a corporate bond-buying programme. Sterling weakened sharply against both the US dollar and the euro, a reflection of the uncertainties surrounding the UK electorate's vote to leave the European Union (aka Brexit).

Towards the end of 2016, there was a perceived move from monetary policy to fiscal policy in the core government bond markets. Within Europe, market rumours persisted that the European Central Bank was set to 'taper' its quantitative easing programme. Donald Trump's US Presidential election victory raised prospects of a huge expansion in infrastructure spending and fiscal policy in general. In the UK, Prime Minister Theresa May signalled a potential move away from monetary policy and towards fiscal policy. The result of this overall theme was a global sell-off in government bonds.

The first quarter of 2017 was volatile, and the yield on the 10-year conventional gilt ended the quarter 0.20% lower at 1.15%. Controversial comments by President Trump in his first weeks in office were a primary source of volatility. In February's Quarterly Inflation Report, the Bank of England's Monetary Policy Committee (MPC) reiterated its neutral stance, causing a re-pricing of upcoming interest rate increases that the market had begun to expect.

Mrs May surprised markets by calling an early general election. The election, in June, resulted in the Conservatives losing their majority and having to seek an agreement with Northern Ireland's Democratic Unionist Party. Markets had to assess the likely implications for both future UK fiscal policy and Brexit negotiations. The final result led to a weakening in Sterling but a relatively muted reaction in fixed income

markets. At June's MPC meeting, those who voted for a rate hike jumped from one to three, with the final vote a relatively close-run 5-3 decision to hold rates. Subsequently, gilt yields spiked higher.

UK domestic economic data was relatively poor in July. Although there was some intra-month volatility, UK government bond yields finished July more-or-less unchanged, falling only slightly to just above 1.20%.

Portfolio review

A long duration position, added at the start of the review period, was beneficial to performance in August. We later took profits following a rally after the Bank of England's interest rate cut and resumption of quantitative easing. In September we removed the Fund's foreign currency exposure after the sterling/US dollar currency pair fell towards the bottom end of its post-Brexit range. The Fund more or less broke even on the foreign exchange exposure of the position, but would have suffered a slight loss due to gilts outperforming Treasuries.

The Fund marginally underperformed the benchmark in the final three months of 2016, primarily due to its long duration position. The long duration position was removed in January, and we initiated a short duration position in May. We took profits on this position following June's sharp movement higher in gilt yields.

During December, the Fund implemented a cross market-trade, buying Australian government bonds in the two-year part of the curve and selling UK Gilts in the two-year part of the curve. This position was closed in the first quarter of 2017.

Moving into 2017, the fund built its exposure to the US dollar (selling sterling) via a position in unhedged US Treasuries to express a view of a divergence in monetary policy between the two countries. This made a negative contribution, and we removed our position at a loss following the surprise UK general election announcement. However, towards the end of June and following the sharp rally in the currency on elevated expectations of an interest rate rise, we re-entered the position. Contribution to performance from this position was negative in July, primarily as a result of US dollar weakness.

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The MPC is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

Pan Euro Macro Team

August 2017

Aberdeen Sterling Short Term Government Bond Fund

Ongoing charges

	A Shares %	I Shares %	P Shares %	Z Shares %
31 July 2017	1.12	0.62	0.32	0.12
31 July 2016	1.12	0.62	0.32	0.12
31 July 2015	1.12	0.62	0.32	0.12

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Sterling Short Term Government Bond Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	130.39	128.06	128.07 ^A
Return before operating charges*	(0.40)	3.77	1.42
Operating charges	(1.45)	(1.44)	(1.43)
Return after operating charges*	(1.85)	2.33	(0.01)
Distributions on accumulation shares	-	-	(0.01)
Retained distributions on accumulation shares	-	-	0.01
Closing net asset value per share	128.54	130.39	128.06
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(1.42%)	1.82%	(0.01%)
Other information			
Closing net asset value (£'000s)	7,291	9,152	14,150
Closing number of shares	5,671,889	7,018,909	11,049,163
Operating charges	1.12%	1.12%	1.12%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	130.83	130.39	128.21
Lowest share price (pence)	128.38	127.88	127.61

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Short Term Government Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	117.69	115.59	115.61 ^A
Return before operating charges*	(0.36)	3.40	1.28
Operating charges	(1.31)	(1.30)	(1.29)
Return after operating charges*	(1.67)	2.10	(0.01)
Distributions on income shares	-	-	(0.01)
Closing net asset value per share	116.02	117.69	115.59
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(1.42%)	1.82%	(0.01%)
Other information			
Closing net asset value (£'000s)	1,508	1,941	9,397
Closing number of shares	1,299,839	1,649,520	8,129,663
Operating charges	1.12%	1.12%	1.12%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	118.09	117.69	115.74
Lowest share price (pence)	115.87	115.43	115.19

^A The opening net asset value stated is the share class launch price.
Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Short Term Government Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	102.87	100.57	100.53 ^A
Return before operating charges*	(0.31)	2.97	0.68
Operating charges	(0.63)	(0.63)	(0.62)
Return after operating charges*	(0.94)	2.34	0.06
Distributions on accumulation shares	(0.08)	(0.20)	(0.08)
Retained distributions on accumulation shares	0.06	0.16	0.06
Closing net asset value per share	101.91	102.87	100.57
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(0.91%)	2.33%	0.06%
Other information			
Closing net asset value (£'000s)	69,932	72,753	71,733
Closing number of shares	68,621,371	70,721,637	71,328,317
Operating charges	0.62%	0.62%	0.62%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	103.24	102.88	100.66
Lowest share price (pence)	101.59	100.43	100.17

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Short Term Government Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	101.73	99.61	99.63 ^A
Return before operating charges*	(0.32)	2.90	0.66
Operating charges	(0.63)	(0.62)	(0.62)
Return after operating charges*	(0.95)	2.28	0.04
Distributions on income shares	(0.06)	(0.16)	(0.06)
Closing net asset value per share	100.72	101.73	99.61
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(0.93%)	2.29%	0.04%
Other information			
Closing net asset value (£'000s)	24,828	23,031	32,439
Closing number of shares	24,650,027	22,638,375	32,566,702
Operating charges	0.62%	0.62%	0.62%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	102.09	101.74	99.76
Lowest share price (pence)	100.41	99.48	99.28

^A The opening net asset value stated is the share class launch price.
Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Short Term Government Bond Fund

P Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	118.15	115.67	115.69 ^A
Return before operating charges*	(0.45)	3.30	0.45
Operating charges	(0.38)	(0.37)	(0.37)
Return after operating charges*	(0.83)	2.93	0.08
Distributions on income shares	(0.15)	(0.45)	(0.10)
Closing net asset value per share	117.17	118.15	115.67
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(0.70%)	2.53%	0.07%
Other information			
Closing net asset value (£'000s)	1	170	354
Closing number of shares	851	143,659	305,904
Operating charges	0.32%	0.32%	0.32%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	118.57	118.19	115.85
Lowest share price (pence)	116.61	115.51	115.28

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Short Term Government Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	151.05	147.06	146.95 ^A
Return before operating charges*	(0.47)	4.38	0.33
Operating charges	(0.18)	(0.18)	(0.18)
Return after operating charges*	(0.65)	4.20	0.15
Distributions on accumulation shares	(0.54)	(1.03)	(0.19)
Retained distributions on accumulation shares	0.48	0.82	0.15
Closing net asset value per share	150.34	151.05	147.06
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	(0.43%)	2.86%	0.10%
Other information			
Closing net asset value (£'000s)	965	710	1,045
Closing number of shares	642,064	469,905	710,641
Operating charges	0.12%	0.12%	0.12%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	151.58	151.04	147.18
Lowest share price (pence)	149.34	146.87	146.44

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Sterling Short Term Government Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
100.77% (2016: 100.10%)					
Bonds 100.77% (2016: 100.10%)					
Government Bonds 100.77% (2016: 100.10%)					
Australia 15.11% (2016: 6.60%)					
Australia (Commonwealth of)	5.7500	15/07/22	22,350,000	15,793	15.11
United Kingdom 81.72% (2016: 89.37%)					
UK Treasury	2.0000	22/07/20	12,468,000	13,091	12.52
UK Treasury sm	1.2500	22/07/18	12,953,000	13,074	12.51
UK Treasury	4.7500	07/03/20	11,167,000	12,474	11.93
UK Treasury	1.7500	22/07/19	10,860,000	11,178	10.69
UK Treasury	1.5000	22/01/21	7,312,000	7,596	7.27
UK Treasury	4.5000	07/03/19	6,508,000	6,950	6.65
UK Treasury	1.0000	07/09/17	6,832,000	6,838	6.54
UK Treasury	4.0000	07/03/22	4,199,000	4,873	4.66
UK Treasury	3.7500	07/09/20	3,371,000	3,730	3.57
UK Treasury	8.0000	07/06/21	1,663,000	2,150	2.06
UK Treasury	5.0000	07/03/18	1,370,000	1,409	1.35
UK Treasury	0.5000	22/07/22	1,404,000	1,398	1.34
UK Treasury	3.7500	07/09/19	611,000	656	0.63
				85,417	81.72
United States 3.94% (2016: 4.13%)					
US Treasury	0.6250	30/09/17	5,437,000	4,121	3.94
Total Government Bonds				105,331	100.77
Total Bonds				105,331	100.77
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				105,331	100.77

Aberdeen Sterling Short Term Government Bond Fund

Derivatives 0.03% (2016: (0.86%))

Forward currency exchange contracts 0.03% (2016: (0.86%))

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
BNP Paribas	EUR	GBP	06/09/17	15,814,000	13,927,548	225	0.21
HSBC	GBP	AUD	06/09/17	15,787,722	26,084,000	20	0.02
HSBC	GBP	EUR	06/09/17	13,940,017	15,814,000	(213)	(0.20)
Unrealised gains on forward currency exchange contracts						32	0.03
Unrealised gains on derivatives						32	0.03
Total investments*						105,363	100.80
Other net liabilities						(838)	(0.80)
Total net assets						104,525	100.00

* A portion of this security is on loan at the year end.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Sterling Short Term Government Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	2,525	2.40	2.42

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Canada (Government of)	2,617	Government Bond	Investment grade	BNP Paribas
UK Treasury	47	Government Bond	Investment grade	BNP Paribas
Total collateral received	2,664			

Collateral held per custodian		Market value of collateral held	Proportion held in segregated accounts
		£'000	%
BNP Paribas		2,664	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency		Market value of collateral received
		£'000
CAD		2,617
GBP		47
Total collateral received		2,664

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
Bank of Nova Scotia	2,525	Canada	Tri-party
Total market value of securities lending	2,525		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	6	125.00
Direct operational costs (securities lending agent costs)	(1)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(1)	(25.00)
Net return	5	100.00

Aberdeen Sterling Short Term Government Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital (losses)/gains	1	(852)	2,386
Revenue	2	515	948
Expenses	3	(680)	(793)
Net (expense)/revenue before taxation		(165)	155
Taxation	4	-	-
Net (expense)/revenue after taxation		(165)	155
Total return before distributions		(1,017)	2,541
Distributions	5	(94)	(224)
Change in net assets attributable to shareholders from investment activities		(1,111)	2,317

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	107,757	129,118
Amounts receivable on issue of shares	18,927	23,429
Amounts payable on cancellation of shares	(21,096)	(47,231)
	(2,169)	(23,802)
Dilution adjustment	-	4
Change in net assets attributable to shareholders from investment activities	(1,111)	2,317
Retained distributions on accumulation shares	48	120
Closing net assets attributable to shareholders	104,525	107,757

Aberdeen Sterling Short Term Government Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		105,576	107,862
Current assets:			
Debtors	6	1,391	1,089
Cash and bank balances		970	45
Total assets		107,937	108,996
Liabilities:			
Investment liabilities		213	927
Creditors:			
Other creditors	7	3,199	297
Distribution payable		-	15
Total liabilities		3,412	1,239
Net assets attributable to shareholders		104,525	107,757

Aberdeen Sterling Short Term Government Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital (losses)/gains

	2017 £'000	2016 £'000
The net capital (losses)/gains on investments during the year comprise:		
Non-derivative securities (losses)/gains	(640)	3,837
Forward currency contracts losses	(522)	(1,335)
Other currency gains/(losses)	310	(116)
Net capital (losses)/gains	(852)	2,386

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	510	935
Stock lending commission	5	11
Bank interest	-	2
Total revenue	515	948

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	556	655
Operating, administrative and servicing fees	124	138
Total expenses	680	793

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017 £'000	2016 £'000
Current tax charge	-	-
Total taxation	-	-

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen Sterling Short Term Government Bond Fund

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net (expense)/revenue before taxation	(165)	155
Corporation tax at 20% (2016 - 20%)	(33)	31
Effects of:		
Excess management expenses	33	-
Tax deductible on interest distributions	-	(31)
Total taxation	-	-

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
First interim	77	84
Second interim	-	36
Third interim	1	76
Final	1	1
	79	197
Add: Revenue deducted on cancellation of shares	29	53
Deduct: Revenue received on issue of shares	(14)	(26)
Distributions for the year	94	224
Total distributions	94	224

Details of the distribution per share are set out in the distribution tables on page 849.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net (expense)/revenue after taxation	(165)	155
Add:		
Undistributed revenue brought forward	-	1
Movement between share classes due to conversion	-	15
Revenue deficit transfer from capital account	259	53
Distributions	94	224

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	595	584
Amounts receivable for issue of shares	795	504
Overseas withholding tax reclaimable	1	1
Total debtors	1,391	1,089

Aberdeen Sterling Short Term Government Bond Fund

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	59	63
Amounts payable for cancellation of shares	2,300	234
Purchases awaiting settlement	840	-
Total other creditors	3,199	297

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 837. £1,553,000 was due to the ACD (2016 - £218,000 was due from the ACD) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'P': 0.20%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 828. The distribution per share class is given in the distribution tables on page 849. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	7,018,909	1,649,520	70,721,637	22,638,375
Creations during the year	1,608,363	237,494	11,172,814	4,701,712
Cancellations during the year	(2,939,684)	(572,534)	(13,337,145)	(2,662,242)
Shares converted during the year	(15,699)	(14,641)	64,065	(27,818)
Closing shares in issue	5,671,889	1,299,839	68,621,371	24,650,027

	P Income shares	Z Accumulation shares
Opening number of shares	143,659	469,905
Creations during the year	-	276,523
Cancellations during the year	(142,808)	(104,364)
Shares converted during the year	-	-
Closing shares in issue	851	642,064

Aberdeen Sterling Short Term Government Bond Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices / indices overleaf, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Bank of Nova Scotia	2,525	2,664	Government Bond
Total	2,525	2,664	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	6	1	5

Aberdeen Sterling Short Term Government Bond Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Morgan Stanley	9,668	10,179	Government Bond
Total	9,668	10,179	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	14	3	11

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2017				
Australian Dollar	-	15,793	36	15,829
Euro	-	-	225	225
Pound Sterling	970	85,417	1,366	87,753
US Dollar	-	4,121	9	4,130
Total financial assets	970	105,331	1,636	107,937

	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2016				
Australian Dollar	-	7,113	73	7,186
Euro	-	-	1	1
Pound Sterling	45	96,303	1,013	97,361
US Dollar	-	4,446	2	4,448
Total financial assets	45	107,862	1,089	108,996

Aberdeen Sterling Short Term Government Bond Fund

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
2017				
Australian Dollar	-	-	-	-
Euro	-	-	-	-
Pound Sterling	-	-	(3,412)	(3,412)
US Dollar	-	-	-	-
Total financial liabilities	-	-	(3,412)	(3,412)

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
2016				
Australian Dollar	-	-	-	-
Euro	-	-	-	-
Pound Sterling	-	-	(1,239)	(1,239)
US Dollar	-	-	-	-
Total financial liabilities	-	-	(1,239)	(1,239)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	0.26%	0.38%
Maximum VaR	0.83%	0.55%
Average VaR	0.60%	0.44%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	-	0.43%	-	0.07%	0.50%
31 July 2016	0.07%	0.47%	-	-	0.54%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Aberdeen Sterling Short Term Government Bond Fund

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	105,331	100.77
Derivatives*	32	0.03
Net other liabilities	(838)	(0.80)
Net assets	104,525	100.00
	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	107,862	100.10
Derivatives*	(927)	(0.86)
Net other assets	822	0.76
Net assets	107,757	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

	Forward currency exchange contracts £'000	Total by counterparty £'000
Counterparty		
BNP Paribas	225	225
HSBC	20	20
Total exposure	245	245

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

	Forward currency exchange contracts £'000	Total by counterparty £'000
Counterparty		
BNP Paribas	759	759
HSBC	6	6
Royal Bank of Canada	200	200
Total exposure	965	965

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen Sterling Short Term Government Bond Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	213	-	-	213
<i>Non-derivatives</i>					
Other creditors	-	3,199	-	-	3,199
Total financial liabilities	-	3,412	-	-	3,412
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	927	-	-	927
<i>Non-derivatives</i>					
Other creditors	-	297	-	-	297
Distribution payable	-	15	-	-	15
Total financial liabilities	-	1,239	-	-	1,239

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	213,340	169,781	212,791	190,989
Trades in the year before transactions costs	213,340	169,781	212,791	190,989
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	213,340	169,781	212,791	190,989

Aberdeen Sterling Short Term Government Bond Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.01% (2016 - nil). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Aberdeen Sterling Short Term Government Bond Fund

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets	Investment liabilities	Investment assets	Investment liabilities
	£'000	£'000	£'000	£'000
Level 1 ^A	89,538	-	100,749	-
Level 2	16,038	213	7,113	927
Level 3	-	-	-	-
Total	105,576	213	107,862	927

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £89,538,000 as at 31 July 2017 (2016 - £100,749,000).

Aberdeen Sterling Short Term Government Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	-	-	-	-	-	-
Group 2	-	-	-	-	-	-
A Income shares						
Group 1	-	-	-	-	-	-
Group 2	-	-	-	-	-	-
I Accumulation shares						
Group 1	0.08093	0.01619	0.06474	-	0.06474	0.07067
Group 2	-	-	-	0.06474	0.06474	0.07067
I Income shares						
Group 1	0.08004	0.01601	0.06403	-	0.06403	0.07000
Group 2	-	-	-	0.06403	0.06403	0.07000
P Income shares						
Group 1	0.18675	0.03735	0.14940	-	0.14940	0.15000
Group 2	0.18675	0.03735	0.14940	-	0.14940	0.15000
Z Accumulation shares						
Group 1	0.30891	0.06178	0.24713	-	0.24713	0.25746
Group 2	0.30891	0.06178	0.24713	-	0.24713	0.25746

Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
A Income shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
I Accumulation shares				
Group 1	-	-	-	0.03030
Group 2	-	-	-	0.03030
I Income shares				
Group 1	-	-	-	0.03000
Group 2	-	-	-	0.03000
P Income shares				
Group 1	-	-	-	0.11000
Group 2	-	-	-	0.11000
Z Accumulation shares				
Group 1	0.02210	-	0.02210	0.02051
Group 2	-	0.02210	0.02210	0.02051

Aberdeen Sterling Short Term Government Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
A Income shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
I Accumulation shares				
Group 1	-	-	-	0.06063
Group 2	-	-	-	0.06063
I Income shares				
Group 1	-	-	-	0.06000
Group 2	-	-	-	0.06000
P Income shares				
Group 1	-	-	-	0.14000
Group 2	-	-	-	0.14000
Z Accumulation shares				
Group 1	0.11773	-	0.11773	0.23494
Group 2	0.11773	-	0.11773	0.23494

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
A Income shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
I Accumulation shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
I Income shares				
Group 1	-	-	-	-
Group 2	-	-	-	-
P Income shares				
Group 1	-	-	-	0.05000
Group 2	-	-	-	0.05000
Z Accumulation shares				
Group 1	0.08943	-	0.08943	0.12667
Group 2	-	0.08943	0.08943	0.12667

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen Strategic Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by investing predominantly in global Debt and debt related securities denominated in (or hedged back to) Sterling. The Fund may also invest in other transferable securities, including Debt and debt-related securities denominated in any currency, as well as money market instruments, deposits, cash and near cash, and units in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates). The Fund may use financial derivative instruments for investment purposes and/or efficient portfolio management. The Fund may use derivative instruments to create short and/or long positions.

Performance review

For the year ended 31 July 2017, the value of Aberdeen Strategic Bond Fund – A Accumulation Shares increased by 6.07%.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Corporate bonds delivered strong returns over the 12 months to 31 July. Early on in the review period, government bond yields collapsed to record lows and corporate bond spreads tightened. In the UK, market participants focused on news flow which included a further easing of monetary policy by the Bank of England. While sterling was weak, reflecting those policy decisions and the increased likelihood of a slowdown in economic activity, UK risk assets – including investment grade bonds – performed very strongly.

Following the success of Donald Trump in November's US presidential election, inflationary risks were perceived to have increased and both equity and bond markets responded accordingly. Corporate bonds were strong in all the major markets, and credit risk premiums (spreads) fell as investors added risk. Central banks such as the European Central Bank and the Bank of England bought significant amounts of bonds.

The asset class continued to deliver positive returns in the first quarter of 2017. While central banks continued to buy bonds, the main support for the asset class came from "real money" investors, and demand was sufficiently robust to soak up new issuance. Investment grade financials – and bonds issued by insurers in particular – were the strongest performers. Towards the end of the review period, the euro-denominated market in particular rallied strongly. This was largely attributable to improving economic data and the defeat of far-right candidate Geert Wilders in the Dutch election.

Between April and June, the benign global macroeconomic environment was supported by a strong earnings season. Markets also drew comfort from the result of the French presidential election. Towards the end of June, policymakers hinted that easy monetary policy regimes may be coming to a close, driving underlying government bond yields higher. Bonds issued by banks and insurers were the best performing areas of the market. High yield corporate

bonds and emerging markets also generated positive returns, although the latter asset class wobbled towards the end of June, influenced by rising US Treasury yields.

As the review period drew to an end, many of the themes that have prevailed over the past couple of years were evident once more. Financials led the performance tables – in particular, subordinated insurance bonds – but spreads tightened in practically all sectors. Better global growth conditions, persistent loose monetary policy, and the beneficial effects of the Bank of England's £10 billion corporate bond purchasing spree were all contributory factors.

Portfolio review

Early on in the review period, we pared total fund duration back to approximately four years, recognising both the risk of higher yields and the low current levels. US credit was added at the expense of its European equivalent. We also increased emerging market exposure at the end of July, buying a new issue from Export Import Bank of India. In mid-August, we sold a position in the EDF 100-year bond after yields and spreads for ultra-long credit had fallen significantly, returning more than 75% on the investment over two and a half years. As UK gilts continued to rally versus US Treasuries, we switched duration back into the UK curve.

We reduced fund duration further between October and December; the constant move higher in yields through much of the review period was a reflection of growing concerns about inflationary pressures in the UK. We also modestly reduced credit risk, mostly through sales of subordinated insurance bonds and through sales of emerging market bonds which had performed well. Following November's US presidential election, US rate risk was eliminated, and emerging market risk was reduced materially. Exposure to US credit, where spreads still appear to offer good value, was increased, with a primary focus on the energy sector.

Bonds issued by banks and insurers have been particularly positive for performance – notably, our holdings in favoured issuers such as Axa, Aviva and Prudential. Subordinated insurance bonds benefited during the summer months as investors continued the search for "quality carry". In the telecoms sector, which is facing a number of challenges, a long position in Verizon detracted from returns and was pared back.

Following a period of strong performance from high yield, exposure was reduced towards the end of March. Credit markets still do not appear especially overvalued compared to other asset classes, but some volatility is likely over the coming months. While the Fund remains long of credit risk, a reduction in overall exposure has occurred since the beginning of 2017.

Towards the end of the review period, a rally in commodity markets, on the expectations of China returning to a housebuilding spree, helped the Fund's position in Glencore and other basic materials-related issuers to rally strongly. A stabilisation in oil prices was also notable, leading to a boost in performance from energy assets such as Enquest and Enel.

Aberdeen Strategic Bond Fund

For the year ended 31 July 2017

Outlook

On balance, Brexit considerations look set to keep UK interest rates on hold for now. The Bank of England's Monetary Policy Committee (MPC) is concerned with balancing the short-term inflationary effects of sterling's fall and the longer-term inflationary impacts from the potential damage to the UK's trend growth rate against the downside risks from weaker demand. This balancing act could keep rates on hold this year and next, while the MPC's actions further ahead will depend on the nature of Brexit. A 'soft' exit could push a committee keen to normalise policy towards modest rate rises, while a 'hard' exit could frustrate that ambition.

The Fund is likely to reduce some credit risk as we progress through the summer and autumn months, with spread levels moving towards less attractive levels.

Pan European Credit Team

August 2017

Aberdeen Strategic Bond Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.14	0.64	0.14
31 July 2016	1.14	0.64	0.14

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- Derivatives: This Fund can use derivatives in order to meet its investment objective. The use of derivatives may result in greater fluctuations in the value of the Fund, and may increase the magnitude of any losses.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen Strategic Bond Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	139.44	135.78 ^A
Return before operating charges*	10.48	6.02
Operating charges	(1.66)	(1.53)
Return after operating charges*	8.82	4.49
Distributions on accumulation shares	(4.21)	(4.13)
Retained distributions on accumulation shares	3.96	3.30
Closing net asset value per share	148.01	139.44
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.33%	3.31%
Other information		
Closing net asset value (£'000s)	5,795	726
Closing number of shares	3,915,615	520,815
Operating charges	1.14%	1.14%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	148.53	140.03
Lowest share price (pence)	139.84	129.28

^A The opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Strategic Bond Fund

	31 July 2017 (pence per share)	31 July 2016 (pence per share)
A Income Shares		
Change in net assets per share		
Opening net asset value per share	115.23	114.96 ^A
Return before operating charges*	8.33	4.33
Operating charges	(1.34)	(1.29)
Return after operating charges*	6.99	3.04
Distributions on income shares	(3.24)	(2.77)
Closing net asset value per share	118.98	115.23
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.07%	2.64%
Other information		
Closing net asset value (£'000s)	70	57
Closing number of shares	58,671	49,771
Operating charges	1.14%	1.14%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	120.25	116.62
Lowest share price (pence)	114.74	108.29

^AThe opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Strategic Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	143.33	139.12 ^A
Return before operating charges*	10.82	6.09
Operating charges	(0.95)	(0.88)
Return after operating charges*	9.87	5.21
Distributions on accumulation shares	(5.08)	(5.00)
Retained distributions on accumulation shares	4.78	4.00
Closing net asset value per share	152.90	143.33
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.89%	3.74%
Other information		
Closing net asset value (£'000s)	21,054	7,809
Closing number of shares	13,769,648	5,448,248
Operating charges	0.64%	0.64%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	153.43	143.94
Lowest share price (pence)	143.90	132.68

^A The opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Strategic Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	115.04	114.92 ^A
Return before operating charges*	8.34	4.11
Operating charges	(0.75)	(0.72)
Return after operating charges*	7.59	3.39
Distributions on income shares	(3.79)	(3.27)
Closing net asset value per share	118.84	115.04
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.60%	2.95%
Other information		
Closing net asset value (£'000s)	1,700	2,628
Closing number of shares	1,430,591	2,284,191
Operating charges	0.64%	0.64%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	120.26	116.54
Lowest share price (pence)	114.59	108.26

^AThe opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Strategic Bond Fund

	31 July 2017 (pence per share)	31 July 2016 (pence per share)
I Gross Accumulation Shares		
Change in net assets per share		
Opening net asset value per share	112.24	108.15 ^A
Return before operating charges*	8.49	4.78
Operating charges	(0.75)	(0.69)
Return after operating charges*	7.74	4.09
Distributions on accumulation shares	(3.99)	(3.91)
Retained distributions on accumulation shares	3.99	3.91
Closing net asset value per share	119.98	112.24
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.90%	3.78%
Other information		
Closing net asset value (£'000s)	928	519
Closing number of shares	773,628	461,928
Operating charges	0.64%	0.64%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	120.40	112.75
Lowest share price (pence)	112.73	103.50

^A The opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Strategic Bond Fund

I Gross Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	100.16	100.04 ^A
Return before operating charges*	7.44	4.32
Operating charges	(0.65)	(0.63)
Return after operating charges*	6.79	3.69
Distributions on income shares	(3.51)	(3.57)
Closing net asset value per share	103.44	100.16
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	6.78%	3.69%
Other information		
Closing net asset value (£'000s)	12,887	10,301
Closing number of shares	12,458,482	10,285,382
Operating charges	0.64%	0.64%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	104.68	101.69
Lowest share price (pence)	99.76	94.27

^AThe opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Strategic Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	147.86	142.99 ^A
Return before operating charges*	11.15	6.23
Operating charges	(0.21)	(0.20)
Return after operating charges*	10.94	6.03
Distributions on accumulation shares	(6.00)	(5.81)
Retained distributions on accumulation shares	5.66	4.65
Closing net asset value per share	158.46	147.86
 * after direct transaction costs of:	 -	 -
Performance		
Return after charges	7.40%	4.22%
Other information		
Closing net asset value (£'000s)	73,280	100,278
Closing number of shares	46,244,367	67,821,467
Operating charges	0.14%	0.14%
Direct transaction costs	-	-
Prices		
Highest share price (pence)	159.02	148.48
Lowest share price (pence)	148.45	136.62

^A The opening net asset value stated is the share class launch price.

Fund launched on 11 September 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen Strategic Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
90.16% (2016: 97.85%)					
Bonds 90.16% (2016: 97.85%)					
Asset Backed Bonds/Mortgage Backed Bonds 2.69% (2016: 0.90%)					
United Kingdom 2.69% (2016: 0.90%)					
Alba 2007-1	FRN	17/03/39	630,592	605	0.52
Celeste Mortgage Funding 2015-1	FRN	15/03/45	700,000	688	0.59
Dukinfield II	FRN	20/12/52	907,494	916	0.80
Paragon Mortgages No 8	FRN	15/04/44	1,047,122	906	0.78
				3,115	2.69
Total Asset Backed Bonds/Mortgage Backed Bonds				3,115	2.69
Corporate Bonds 86.40% (2016: 92.75%)					
Australia 4.54% (2016: 5.81%)					
APT Pipelines (EMTN)	3.5000	22/03/30	1,470,000	1,540	1.34
Australia & New Zealand Banking	FRN	PERP	700,000	421	0.36
Commonwealth Bank of Australia (EMTN)	1.1250	22/12/21	600,000	602	0.52
National Australia Bank	FRN	PERP	1,000,000	653	0.56
National Capital Trust I	VAR	PERP	850,000	895	0.77
QBE Insurance	VAR	24/05/42	1,012,000	1,141	0.99
				5,252	4.54
Belgium nil (2016: 0.31%)					
Brazil nil (2016: 0.64%)					
Canada 1.74% (2016: 0.95%)					
Barrick North America Finance	5.7500	01/05/43	1,000,000	925	0.80
Canadian Natural Resources	3.8000	15/04/24	1,400,000	1,085	0.94
				2,010	1.74
Chile nil (2016: 0.58%)					
China nil (2016: 0.39%)					
Denmark 0.98% (2016: 1.47%)					
Danica Pension Livsforsikringsaktieselskab	VAR	29/09/45	600,000	611	0.53
Danske Bank (EMTN)	VAR	29/09/21	500,000	523	0.45
				1,134	0.98
France 8.94% (2016: 9.47%)					
AXA (EMTN)	VAR	PERP	1,500,000	1,767	1.53
Banque Federative du Credit Mutuel (EMTN)	3.0000	21/05/24	500,000	490	0.42
BNP Paribas Cardif	VAR	PERP	700,000	685	0.59

Aberdeen Strategic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
BPCE	5.1500	21/07/24	1,000,000	817	0.71
CNP Assurances	VAR	30/09/41	400,000	475	0.41
Credit Agricole Assurances	VAR	PERP	300,000	292	0.25
Engie	VAR	PERP	500,000	482	0.42
Natixis	VAR	PERP	1,500,000	1,203	1.04
Numericable	5.6250	15/05/24	705,000	685	0.59
Orange (EMTN)	VAR	PERP	500,000	554	0.48
Orange	VAR	PERP	500,000	553	0.48
Societe Generale	VAR	PERP	1,508,000	1,601	1.38
TDF Infrastructure	2.5000	07/04/26	600,000	558	0.48
Teleperformance	1.5000	03/04/24	200,000	180	0.16
				10,342	8.94
Germany 4.73% (2016: 4.75%)					
ATF Netherlands (EMTN)	1.8750	19/01/26	700,000	613	0.53
Daimler Finance North America	3.3000	19/05/25	1,250,000	961	0.83
E.ON International Finance (EMTN)	6.3750	07/06/32	800,000	1,131	0.98
Eurogrid (EMTN)	1.5000	18/04/28	200,000	180	0.16
Trionista TopCo	6.8750	30/04/21	700,000	651	0.56
Volkswagen Financial Services (EMTN)	1.5000	12/04/21	472,000	473	0.41
Volkswagen International Finance	VAR	PERP	900,000	787	0.68
Vonovia Finance	VAR	PERP	700,000	674	0.58
				5,470	4.73
Indonesia nil (2016: 0.62%)					
Ireland 3.04% (2016: 0.24%)					
Ardagh Packaging Finance	6.7500	15/05/24	334,000	335	0.29
ESB Finance (EMTN)	6.5000	05/03/20	2,800,000	3,178	2.75
				3,513	3.04
Italy 2.77% (2016: 3.69%)					
Enel (EMTN)	5.7500	22/06/37	650,000	879	0.76
Intesa Sanpaolo (EMTN)	5.2500	28/01/22	1,000,000	1,122	0.98
Wind Acquisition Finance	4.0000	15/07/20	707,000	640	0.55
Wind Acquisition Finance	7.0000	23/04/21	600,000	560	0.48
				3,201	2.77
Kazakhstan 0.34% (2016: 0.33%)					
Tengizchevroil Finance International	4.0000	15/08/26	535,000	398	0.34
Luxembourg 2.65% (2016: 1.55%)					
Altice	7.2500	15/05/22	330,000	313	0.27
SES	VAR	PERP	1,515,000	1,456	1.26
SIG Combibloc	7.7500	15/02/23	330,000	313	0.27
Telenet Finance VI Luxembourg	4.8750	15/07/27	1,000,000	979	0.85
				3,061	2.65

Aberdeen Strategic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Mexico nil (2016: 1.06%)					
Netherlands 3.46% (2016: 5.20%)					
ABN AMRO Bank (EMTN)	6.2500	27/04/22	1,650,000	1,416	1.23
ING Bank (EMTN)	VAR	29/05/23	700,000	731	0.63
Rabobank Capital Funding Trust IV	VAR	PERP	1,000,000	1,077	0.93
Rabobank Nederland	VAR	PERP	600,000	780	0.67
				4,004	3.46
New Zealand 0.98% (2016: 1.34%)					
Chorus (EMTN)	6.7500	06/04/20	1,000,000	1,137	0.98
Norway 0.54% (2016: nil)					
Nordea Bank Norge	FRN	PERP	1,000,000	622	0.54
Spain 1.79% (2016: 2.24%)					
Befesa Zinc (EMTN)	8.8750	15/05/18	800,000	715	0.62
Metrovacesa (EMTN)	2.3750	23/05/22	800,000	764	0.66
Obrascon Huarte Lain	4.7500	15/03/22	800,000	588	0.51
				2,067	1.79
Switzerland 2.72% (2016: 4.29%)					
Dufry Finance	4.5000	01/08/23	667,000	636	0.55
Dufry Finance (EMTN)	4.5000	15/07/22	650,000	602	0.52
UBS	7.6250	17/08/22	1,500,000	1,354	1.17
UBS Jersey (EMTN)	VAR	19/11/24	506,000	560	0.48
				3,152	2.72
United Kingdom 40.07% (2016: 40.16%)					
Anglian Water Osprey Financing (EMTN)	5.0000	30/04/23	1,100,000	1,183	1.02
Anglian Water Services Financing (EMTN)	VAR	10/10/40	512,000	516	0.45
Annington Funding (EMTN)	3.6850	12/07/34	660,000	685	0.59
Aviva (EMTN)	VAR	04/06/50	400,000	442	0.38
Aviva (EMTN)	VAR	12/09/49	238,000	249	0.22
Babcock International (EMTN)	1.8750	05/10/26	348,000	338	0.29
Barclays Bank	VAR	10/04/23	400,000	313	0.27
Barclays Bank (EMTN)	10.0000	21/05/21	400,000	515	0.45
Barclays Bank	VAR	PERP	350,000	425	0.37
BG Energy Capital	VAR	30/11/72	1,000,000	1,018	0.88
Boparan Finance	5.5000	15/07/21	500,000	493	0.43
British Airways 2013-1 Class B Pass Through Trust	5.6250	20/06/20	404,749	320	0.28
BUPA Finance	5.0000	08/12/26	400,000	460	0.40
Channel Link Enterprises Finance	VAR	30/06/50	170,000	172	0.15
City Greenwich Lewisham Rail Link	9.3750	11/10/20	226,364	245	0.21
CYBG	VAR	09/02/26	784,000	805	0.70
Daily Mail & General Trust	6.3750	21/06/27	300,000	356	0.31
Dignity Finance	4.6956	31/12/49	800,000	990	0.86
DS Smith (EMTN)	2.8750	26/07/29	200,000	198	0.17

Aberdeen Strategic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
EnQuest (EMTN)	5.5000	15/02/22	517,500	389	0.34
FCE Bank (EMTN)	2.7270	03/06/22	1,500,000	1,560	1.35
Gatwick Funding (EMTN)	6.1250	02/03/28	1,500,000	1,946	1.67
Greene King Finance (SINK)	4.0643	15/03/35	158,098	174	0.15
HBOS Capital Funding	VAR	PERP	2,550,000	2,702	2.33
HBOS Capital Funding	6.8500	PERP	500,000	387	0.33
Heathrow Funding (EMTN)	7.1250	14/02/24	500,000	644	0.56
HSBC Bank Capital Funding Sterling 1	VAR	PERP	1,000,000	1,233	1.07
HSBC Bank Capital Funding Sterling 2	VAR	PERP	192,000	212	0.18
InterContinental Hotels (EMTN)	3.7500	14/08/25	600,000	666	0.58
Jaguar Land Rover Automotive [∞]	5.0000	15/02/22	1,500,000	1,657	1.42
Jaguar Land Rover Automotive	2.2000	15/01/24	319,000	288	0.25
Ladbrokes	5.1250	08/09/23	234,000	238	0.21
Lloyds Bank (EMTN)	VAR	PERP	1,000,000	1,888	1.62
Marston's Issuer (SINK)	VAR	15/07/35	750,000	681	0.59
Matalan Finance	6.8750	01/06/19	320,000	311	0.27
Mizzen Bondco	7.0000	01/05/21	662,900	695	0.60
National Westminster Bank	6.5000	07/09/21	630,000	744	0.64
National Westminster Bank (EMTN)	VAR	PERP	1,400,000	1,187	1.03
NGG Finance	VAR	18/06/73	1,050,000	1,190	1.03
NIE Finance	6.3750	02/06/26	400,000	537	0.46
Paragon	VAR	09/09/26	750,000	806	0.70
PGH Capital	6.6250	18/12/25	1,187,000	1,410	1.22
Premiertel	6.1750	08/05/32	485,603	545	0.47
Prudential (EMTN)	VAR	20/07/55	700,000	757	0.65
RI Finance Bonds No 3	6.1250	13/11/28	400,000	460	0.40
RSA Insurance	VAR	10/10/45	1,000,000	1,130	0.98
Scottish Amicable Finance	8.5000	PERP	1,500,000	1,590	1.36
Segro	6.7500	23/11/21	1,000,000	1,227	1.06
Smiths (EMTN)	2.0000	23/02/27	170,000	156	0.13
Society of Lloyd's	4.7500	30/10/24	323,000	368	0.32
SSE	VAR	PERP	1,500,000	1,548	1.34
Stagecoach	4.0000	29/09/25	377,000	411	0.36
Standard Chartered (EMTN)	5.1250	06/06/34	500,000	552	0.48
Standard Chartered (EMTN)	VAR	PERP	750,000	867	0.75
Standard Life	VAR	PERP	750,000	895	0.77
Telereal Securitisation	5.4252	10/12/31	793,900	905	0.78
Thames Water Utilities Cayman Finance (EMTN)	2.8750	03/05/27	710,000	707	0.61
THFC Funding No 2 (EMTN)	6.3500	08/07/39	510,000	778	0.67
Thomas Cook	6.2500	15/06/22	519,000	502	0.43
Trafford Centre Finance	7.0300	28/01/29	485,907	622	0.54
Virgin Media Secured Finance	6.2500	28/03/29	1,000,000	1,090	0.94
				46,378	40.07
United States 7.11% (2016: 7.66%)					
AT&T	4.3750	14/09/29	750,000	844	0.74
AT&T	4.6000	15/02/21	900,000	730	0.63
AT&T	3.1500	04/09/36	670,000	600	0.52

Aberdeen Strategic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Brown-Forman	2.6000	07/07/28	290,000	296	0.26
Endo Finance	6.0000	15/07/23	570,000	375	0.32
Energy Transfer Partners	4.2000	15/04/27	900,000	686	0.59
Exelon	3.4970	01/06/22	800,000	628	0.54
MPLX	4.8750	01/06/25	750,000	609	0.53
Mylan	2.5000	07/06/19	800,000	612	0.53
Mylan	3.7500	15/12/20	336,000	266	0.23
Sabine Pass Liquefaction	5.0000	15/03/27	800,000	650	0.56
Sprint Communications	6.0000	15/11/22	600,000	480	0.41
Valeant Pharmaceuticals	4.5000	15/05/23	919,000	676	0.58
Wells Fargo	3.0690	24/01/23	1,000,000	772	0.67
				8,224	7.11
Total Corporate Bonds				99,965	86.40
Government Bonds 1.07% (2016: 4.20%)					
Argentina nil (2016: 0.50%)					
India nil (2016: 0.61%)					
Indonesia nil (2016: 0.74%)					
Italy 0.96% (2016: 0.96%)					
Italy (Republic of) (EMTN)	6.0000	04/08/28	900,000	1,114	0.96
Mexico nil (2016: 0.25%)					
United Kingdom 0.11% (2016: 1.14%)					
UK Treasury	3.5000	22/07/68	80,000	129	0.11
Total Government Bonds				1,243	1.07
Total Bonds				104,323	90.16
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				104,323	90.16
Other transferable securities and money market instruments 2.40% (2016: nil)					
Bonds 2.40% (2016: nil)					
Asset Backed Bonds/Mortgage Backed Bonds 2.13% (2016: nil)					
United Kingdom 2.13% (2016: nil)					
Alba 2006-2	FRN	15/12/38	469,640	447	0.39
London Wall Mortgage Capital	FRN	15/08/48	598,579	601	0.52
PCL Funding II 2017-1	FRN	15/06/22	403,000	405	0.35
Precise Mortgage Funding 2017-1B A	FRN	12/03/54	750,000	751	0.64
Stanlington No.1	FRN	12/06/46	264,188	265	0.23
				2,469	2.13
Total Asset Backed Bonds/Mortgage Backed Bonds				2,469	2.13

Aberdeen Strategic Bond Fund

						Total Net Assets %	
Security	Coupon (%)		Maturity	Nominal/ Quantity	Market Value £'000		
Corporate Bonds 0.27% (2016: nil)							
United States 0.27% (2016: nil)							
Fidelity National Information Services	1.7000		30/06/22	310,000	309	0.27	
Total Corporate Bonds					309	0.27	
Total Bonds					2,778	2.40	
Total Other transferable securities and money market instruments					2,778	2.40	
Open Ended Investment Funds 1.53% (2016: 1.27%)							
Aberdeen Global - Indian Bond Fund Z-2 [†]				189,916	1,767	1.53	
Total Open Ended Investment Funds					1,767	1.53	
Derivatives 0.31% (2016: (5.36%))							
Future contracts 0.11% (2016: (1.10%))							
			Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %	
Future							
CBT US 10 Year Ultra			20/09/17	(28)	(4)	-	
CBT US 5 Year Note			29/09/17	(136)	-	-	
EUX Euro Bobl			07/09/17	(86)	79	0.06	
EUX Euro Bund			07/09/17	(50)	54	0.05	
Unrealised gains on future contracts					129	0.11	
Forward currency exchange contracts (0.07%) (2016: (3.22%))							
						Total Net Assets %	
Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	
Barclays Capital	EUR	GBP	06/09/17	73,000	64,241	1	-
BNP Paribas	EUR	GBP	06/09/17	62,000	55,356	-	-
BNP Paribas	USD	GBP	06/09/17	101,000	77,230	(1)	-
Citigroup	EUR	GBP	06/09/17	1,315,000	1,156,473	19	0.02
Citigroup	EUR	GBP	06/09/17	77,000	67,737	1	-
Citigroup	GBP	EUR	06/09/17	578,021	658,000	(11)	(0.01)
Citigroup	GBP	EUR	06/09/17	76,003	85,000	-	-
Goldman Sachs	EUR	GBP	06/09/17	109,000	96,354	1	-
Goldman Sachs	GBP	USD	06/09/17	1,583,512	2,056,000	26	0.02
Goldman Sachs	USD	GBP	06/09/17	81,000	64,047	(3)	-
HSBC	EUR	GBP	06/09/17	67,000	59,266	1	-
HSBC	GBP	USD	06/09/17	17,782,084	23,009,000	352	0.30
HSBC	GBP	EUR	06/09/17	16,889,355	19,349,000	(426)	(0.37)
HSBC	GBP	EUR	06/09/17	789,763	898,000	(14)	(0.01)
HSBC	GBP	EUR	06/09/17	587,999	669,000	(11)	(0.01)
HSBC	USD	GBP	06/09/17	573,000	441,210	(7)	(0.01)
JPM Chase	GBP	USD	06/09/17	544,318	706,000	9	0.01
IPM Chase	GBP	EUR	06/09/17	170,657	195,000	(4)	-

Aberdeen Strategic Bond Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
JPM Chase	USD	GBP	06/09/17	88,000	68,778	(2)	-
Merrill Lynch	EUR	GBP	06/09/17	442,000	389,330	6	0.01
Merrill Lynch	USD	GBP	06/09/17	1,500,000	1,170,969	(34)	(0.03)
Royal Bank of Canada	GBP	USD	06/09/17	711,319	921,000	14	0.01
Royal Bank of Canada	GBP	EUR	06/09/17	68,796	78,000	(1)	-
State Street	GBP	EUR	06/09/17	452,706	514,000	(7)	(0.01)
UBS	GBP	USD	06/09/17	401,631	515,000	11	0.01
Unrealised losses on forward currency exchange contracts						(80)	(0.07)

Swaps 0.27% (2016: (1.04%))

Counterparty	Ccy	Termination	Notional	Fund Pays	Fund Receives	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays	EUR	20/06/22	4,000,000	1.00%	Itraxx Europe Series 27	(82)	(0.07)
Barclays	EUR	20/06/22	5,000,000	1.00%	Itraxx Financials Sub Series 27	38	0.03
Citigroup	EUR	20/06/22	2,000,000	5.00%	Itraxx Europe Crossover Series 27	(214)	(0.18)
JPM Chase	EUR	20/06/22	5,000,000	1.00%	Vodafone Group	(90)	(0.08)
				Virgin Media			
JPM Chase	EUR	20/06/22	2,000,000	Finance	5.00%	256	0.22
JPM Chase	EUR	20/06/22	2,500,000	Glencore Finance	5.00%	405	0.35
Unrealised gains on swap contracts						313	0.27
Unrealised gains on derivatives						362	0.31
Total investments*						109,230	94.40
Other net assets						6,484	5.60
Total net assets						115,714	100.00

* A portion of this security is on loan at the year end.

† Managed by subsidiaries of Aberdeen Asset Management PLC.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen Strategic Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	1,131	1.04	0.98

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
UK Treasury	764	Government Bond	Investment grade	BNP Paribas
Netherlands (Kingdom of)	432	Government Bond	Investment grade	BNP Paribas
Total collateral received	1,196			

Collateral held per custodian		Market value of collateral held	Proportion held in segregated accounts
		£'000	%
BNP Paribas		1,196	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency		Market value of collateral received
		£'000
EUR		432
GBP		764
Total collateral received		1,196

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
Morgan Stanley	1,131	United Kingdom	Tri-party
Total market value of securities lending	1,131		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	20	125.00
Direct operational costs (securities lending agent costs)	(4)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(4)	(25.00)
Net return	16	100.00

Aberdeen Strategic Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017		11 September 2015 to 31 July 2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	1		3,694		(352)
Revenue	2	5,038		5,466	
Expenses	3	(344)		(352)	
Net revenue before taxation		4,694		5,114	
Taxation	4	-		(2)	
Net revenue after taxation			4,694		5,112
Total return before distributions			8,388		4,760
Distributions	5		(4,696)		(5,113)
Change in net assets attributable to shareholders from investment activities			3,692		(353)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		11 September 2015 to 31 July 2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		122,318		-
Amounts receivable on issue of shares	32,168		14,802	
Amount receivable on amalgamation ^A	-		133,774	
Amounts payable on cancellation of shares	(46,457)		(29,446)	
		(14,289)		119,130
Dilution adjustment		120		58
Change in net assets attributable to shareholders from investment activities		3,692		(353)
Retained distributions on accumulation shares		3,873		3,483
Closing net assets attributable to shareholders		115,714		122,318

^A Relating to amalgamation on 11 September 2015 of Aberdeen Strategic Bond Fund, a sub-fund of Aberdeen Investment Funds ICVC III, into the Fund.

Aberdeen Strategic Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		110,141	121,520
Current assets:			
Debtors	6	4,215	2,552
Cash and bank balances	7	4,683	8,020
Total assets		119,039	132,092
Liabilities:			
Investment liabilities		911	6,838
Provisions for liabilities	8	-	19
Creditors:			
Amounts held at futures clearing houses and brokers		722	-
Other creditors	9	1,568	2,278
Distribution payable		124	639
Total liabilities		3,325	9,774
Net assets attributable to shareholders		115,714	122,318

Aberdeen Strategic Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	11 September 2015 to 31 July 2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains	5,770	9,101
Derivative contracts	(576)	(2,948)
Forward currency contracts losses	(1,527)	(6,351)
Other currency gains/(losses)	12	(154)
Class actions	15	-
Net capital gains/(losses)	3,694	(352)

2. Revenue

	2017 £'000	11 September 2015 to 31 July 2016 £'000
Interest on debt securities	4,854	5,455
Revenue from collective investment schemes	123	-
Stock lending commission	16	4
Bank interest	4	7
Derivatives revenue	41	-
Total revenue	5,038	5,466

3. Expenses

	2017 £'000	11 September 2015 to 31 July 2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	170	189
Operating, administrative and servicing fees	173	162
	343	351
<i>Other expenses:</i>		
Interest payable and similar charges	1	1
	1	1
Total expenses	344	352

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

Aberdeen Strategic Bond Fund

4. Taxation

	2017 £'000	11 September 2015 to 31 July 2016 £'000
The tax charge comprises:		
Corporation tax	-	2
Current tax charge	-	2
Total taxation	-	2

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year/period:

	2017 £'000	11 September 2015 to 31 July 2016 £'000
Net revenue before taxation	4,694	5,114
Corporation tax at 20% (2016 - 20%)	939	1,023
Effects of:		
Tax deductible on interest distributions	(939)	(1,021)
Total taxation	-	2

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year/period end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	11 September 2015 to 31 July 2016 £'000
First interim	1,454	839
Second interim	969	1,442
Third interim	1,132	1,330
Final	1,056	1,448
	4,611	5,059
Add: Revenue deducted on cancellation of shares	244	121
Deduct: Revenue received on issue of shares	(159)	(67)
Distributions for the year/period	4,696	5,113
Total distributions	4,696	5,113

Details of the distribution per share are set out in the distribution tables on page 880.

Aberdeen Strategic Bond Fund

	2017	11 September 2015 to 31 July 2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	4,694	5,112
Add:		
Undistributed revenue brought forward	2	-
Movement between share classes due to conversion	-	3
Deduct:		
Undistributed revenue carried forward	-	(2)
Distributions	4,696	5,113

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	1,631	1,944
Amounts receivable for issue of shares	42	185
Sales awaiting settlement	2,542	380
Other debtor	-	43
Total debtors	4,215	2,552

7. Cash and bank balances

	2017	2016
	£'000	£'000
Amounts held at futures clearing houses and brokers	683	3,397
Cash and bank balances	4,000	4,623
Total cash and bank balances	4,683	8,020

8. Provisions for liabilities

	2017	2016
	£'000	£'000
The provisions for liabilities comprise:		
CGT liability	-	19
Total provisions for liabilities	-	19

9. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	34	25
Amounts payable for cancellation of shares	303	1,530
Purchases awaiting settlement	1,206	626
Corporation tax payable	-	1
Swap interest payable	25	96
Total other creditors	1,568	2,278

Aberdeen Strategic Bond Fund

10. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 869. £282,000 was due to the ACD (2016 - £1,355,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £1,767,000 (2016 - £1,549,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Harewood Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 56% of the Fund's shares in issue.

11. Shareholder funds

The Fund currently has 4 share classes; Class 'A', Class 'I', Class 'I' Gross and Class 'Z'.

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'I' Gross: 0.50%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 854. The distribution per share class is given in the distribution tables on page 880. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	520,815	49,771	5,448,248	2,284,191
Creations during the year	4,013,400	21,300	10,140,600	90,900
Cancellations during the year	(618,600)	(12,400)	(1,819,200)	(944,500)
Shares converted during the year	-	-	-	-
Closing shares in issue	3,915,615	58,671	13,769,648	1,430,591

	I Gross Accumulation shares	I Gross Income shares	Z Accumulation shares
Opening number of shares	461,928	10,285,382	67,821,467
Creations during the period	591,000	3,036,200	4,998,500
Cancellations during the period	(279,300)	(863,100)	(26,575,600)
Shares converted during the period	-	-	-
Closing shares in issue	773,628	12,458,482	46,244,367

Aberdeen Strategic Bond Fund

12. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Morgan Stanley	1,131	1,196	Government Bond
Total	1,131	1,196	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	20	4	16

Aberdeen Strategic Bond Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	624	733	Government Bond
HSBC	537	565	Government Bond
Morgan Stanley	914	962	Government Bond
Total	2,075	2,260	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	5	1	4

13. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Global Exposure

Based on the investment strategy, types of complexities of the derivatives and the proportion of the Fund comprising derivatives, the method of estimating the Fund's overall risk position (Global Exposure) is to use the value at risk (VaR) techniques which estimate the probability of portfolio losses based on the statistical analysis of historical price trends and volatilities. The VaR is produced on a daily basis and the Fund's current VaR limit is detailed below.

Value at risk (VaR)

The market risk of the Fund's financial asset and liability positions is monitored by the Investment Risk department using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

Model assumptions:

System:	Advanced Portfolio Technologies (APT)
VaR methodology:	Parametric
Confidence level:	99%
Holding period:	1 week (5 days)
Decay factor for exponential smoothing of the historical market data:	Nil
Historical observation period:	180 weeks
VaR limit (absolute)	20%
VaR limit (relative)	200%

Reference portfolio for relative VaR

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017 %	2016 %
Minimum VaR	1.14%	1.40%
Maximum VaR	1.67%	1.73%
Average VaR	1.40%	1.58%

Aberdeen Strategic Bond Fund

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	(0.29%)	0.83%	-	0.78%	1.33%
31 July 2016	(0.01%)	0.98%	-	0.44%	1.41%

Financial derivative

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Swap contracts £'000	Total by counterparty £'000
Barclays Bank	1	38	39
Citigroup	20	-	20
Goldman Sachs	27	-	27
HSBC	353	-	353
JPM Chase	9	661	670
Merrill Lynch	6	-	6
Royal Bank of Canada	14	-	14
UBS	11	-	11
Total exposure	441	699	1,140

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £000	Swap contracts £000	Total by counterparty £000
Citigroup	4	20	24
Deutsche Bank	6	-	6
Goldman Sachs	4	-	4
HSBC	247	-	247
JPM Chase	4	-	4
Total exposure	265	20	285

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	525	-	386	911
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	722	-	-	-	722
Other creditors	-	1,568	-	-	1,568
Distribution payable	-	124	-	-	124
Total financial liabilities	722	2,217	-	386	3,325

Aberdeen Strategic Bond Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	5,550	-	1,288	6,838
<i>Non-derivatives</i>					
Provisions for liabilities	-	-	-	19	19
Other creditors	-	2,278	-	-	2,278
Distribution payable	-	639	-	-	639
Total financial liabilities	-	8,467	-	1,307	9,774

14. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year/period				
Bonds	54,362	56,400	68,923	68,756
Trades in the year/period before transactions costs	54,362	56,400	68,923	68,756
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year/period after transaction costs	54,362	56,400	68,923	68,756

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior period percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior period figure.

Aberdeen Strategic Bond Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - £127,260,000). There were corporate actions (net sales) of £2,398,000 (2016 - £2,125,000).

There were transaction costs in respect of derivatives in the year of £2,000 (2016 - £3,000). The transaction costs in respect of derivatives expressed as a percentage of net asset value is 0.00% (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.67% (2016 - 1.04%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

15. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1 ^A	1,376	4	2,566	1,342
Level 2	108,765	907	118,954	5,496
Level 3	-	-	-	-
Total	110,141	911	121,520	6,838

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £1,243,000 as at 31 July 2017 (2016: £2,566,000).

Aberdeen Strategic Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 September 2016 to 31 October 2016

	Gross revenue	Income tax (20%)	Net revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares						
Group 1	1.25135	0.25027	1.00108	-	1.00108	0.54329
Group 2	0.51472	0.10294	0.41178	0.58930	1.00108	0.54329
A Income shares						
Group 1	1.03401	0.20680	0.82721	-	0.82721	0.46000
Group 2	0.03581	0.00716	0.02865	0.79856	0.82721	0.46000
I Accumulation shares						
Group 1	1.47113	0.29423	1.17690	-	1.17690	0.64162
Group 2	0.63789	0.12758	0.51031	0.66659	1.17690	0.64162
I Income shares						
Group 1	1.18078	0.23616	0.94462	-	0.94462	0.53000
Group 2	0.40293	0.08059	0.32234	0.62228	0.94462	0.53000
I Gross Accumulation shares						
Group 1	1.15654	-	1.15654	-	1.15654	0.61617
Group 2	0.24038	-	0.24038	0.91616	1.15654	0.61617
I Gross Income shares						
Group 1	1.03189	-	1.03189	-	1.03189	0.57000
Group 2	0.59586	-	0.59586	0.43603	1.03189	0.57000
Z Accumulation shares						
Group 1	1.70164	0.34033	1.36131	-	1.36131	0.73810
Group 2	0.00164	0.00033	0.00131	1.36000	1.36131	0.73810

Aberdeen Strategic Bond Fund

Second Interim interest distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.82847	-	0.82847	0.91306
Group 2	0.38718	0.44129	0.82847	0.91306
A Income shares				
Group 1	0.67975	-	0.67975	0.77000
Group 2	0.67975	-	0.67975	0.77000
I Accumulation shares				
Group 1	1.03607	-	1.03607	1.07025
Group 2	0.24690	0.78917	1.03607	1.07025
I Income shares				
Group 1	0.82490	-	0.82490	0.88000
Group 2	0.10607	0.71883	0.82490	0.88000
I Gross Accumulation shares				
Group 1	0.81404	-	0.81404	1.05458
Group 2	0.00875	0.80529	0.81404	1.05458
I Gross Income shares				
Group 1	0.71899	-	0.71899	0.97000
Group 2	0.21717	0.50182	0.71899	0.97000
Z Accumulation shares				
Group 1	1.26082	-	1.26082	1.25289
Group 2	-	1.26082	1.26082	1.25289

Aberdeen Strategic Bond Fund

Third Interim interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	1.08225	-	1.08225	0.76422
Group 2	0.62848	0.45377	1.08225	0.76422
A Income shares				
Group 1	0.88275	-	0.88275	0.64000
Group 2	0.51619	0.36656	0.88275	0.64000
I Accumulation shares				
Group 1	1.28775	-	1.28775	1.04201
Group 2	0.74830	0.53945	1.28775	1.04201
I Income shares				
Group 1	1.01799	-	1.01799	0.85000
Group 2	0.54731	0.47068	1.01799	0.85000
I Gross Accumulation shares				
Group 1	1.00994	-	1.00994	1.03230
Group 2	0.82823	0.18171	1.00994	1.03230
I Gross Income shares				
Group 1	0.88568	-	0.88568	0.94000
Group 2	0.57435	0.31133	0.88568	0.94000
Z Accumulation shares				
Group 1	1.51507	-	1.51507	1.22854
Group 2	1.51507	-	1.51507	1.22854

Aberdeen Strategic Bond Fund

Final interest distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.04926	-	1.04926	1.08072
Group 2	0.40876	0.64050	1.04926	1.08072
A Income shares				
Group 1	0.84947	-	0.84947	0.90000
Group 2	0.00415	0.84532	0.84947	0.90000
I Accumulation shares				
Group 1	1.28122	-	1.28122	1.24745
Group 2	0.71305	0.56817	1.28122	1.24745
I Income shares				
Group 1	1.00417	-	1.00417	1.01000
Group 2	0.46603	0.53814	1.00417	1.01000
I Gross Accumulation shares				
Group 1	1.00471	-	1.00471	1.20848
Group 2	0.63310	0.37161	1.00471	1.20848
I Gross Income shares				
Group 1	0.87351	-	0.87351	1.09000
Group 2	0.52108	0.35243	0.87351	1.09000
Z Accumulation shares				
Group 1	1.52728	-	1.52728	1.42719
Group 2	1.52728	-	1.52728	1.42719

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen UK Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The objective of the Fund is to provide capital growth through investment in companies registered in the United Kingdom, or companies which derive a significant proportion of their revenues or profits from the United Kingdom or have a significant proportion of their assets there.

Performance review

For the year ended 31 July 2017, the value of Aberdeen UK Equity Fund – A Income Shares increased by 12.79% compared to an increase of 14.90% in the benchmark, the FTSE All Share Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK equities rose in the year under review, with the market benchmark setting new records despite the turmoil gripping the political arena since Britain's shock decision to leave the European Union. Initially, sentiment was lifted by hopes of a rosier global economic backdrop resulting from Donald Trump's pro-business platform that had helped him secure an unexpected win at the US presidential election. Also boosting stock prices were a rebound in the oil price and a resilient domestic economy, with UK unemployment at its lowest in over a decade, while business confidence pointed to further expansion.

However, these gains were capped by Prime Minister Theresa May's snap-election gamble that ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness, driving consumer prices above the Bank of England's 2% target and eroding household spending power as wage growth remained modest.

Portfolio review

At the stock level, an underweight to HSBC proved costly as its shares strengthened on the back of hints of further interest rate rises by central banks. Also detracting from relative performance was Aggreko after it posted weaker-than-expected results, particularly in its utility business where slower demand and increased competition eroded profitability. Another detractor was Provident Financial, whose shares were hurt by operational issues associated with a new working model in its home-credit business.

Mitigating this underperformance was Prudential, which delivered robust growth in its Asian business and is also a beneficiary of rising global interest rates. Also benefiting the Fund was the overweight to BHP Billiton, which did well on the back of rising commodity prices that were helped by rosier economic data from China and that should translate directly into better earnings. Our lack of exposure to BT Group also added to relative return as its shares suffered after it issued a profit warning, alongside the discovery of improper accounting practices in its Italian business.

In key portfolio activity, we already mentioned in the interim review the exit from Centrica and GKN in favour of BBA Aviation, BTG, Diageo, Essentra, Euromoney and Provident Financial. Since then, we have also divested Elementis following its good share price performance and risks surrounding a recent acquisition; HSBC, as it re-rated to more normal levels following a recovery in its share price; Tesco, after having weighed the potential valuation upside against the ongoing industry challenges it faces; and Vodafone to recycle capital into more attractive opportunities. This included adding to the recent introductions mentioned above.

Outlook

Looking ahead, the UK's economic outlook appears cautious, especially in light of the unexpected election outcome and how this will eventually pan out in the Brexit negotiations that lie ahead. Already, there are signs that imported inflation, a direct result of sterling's weakness, combined with anaemic wage growth, are starting to weigh on the economy and could undermine its post-referendum resilience.

We continue to believe that the portfolio is comprised of businesses that, while not immune to the external environment, are able to weather the difficulties that lie ahead. We have not significantly changed our positioning and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and robust balance sheets that also trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen UK Equity Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	L Shares %	Z Shares %
31 July 2017	1.60	0.85	0.78	0.10	0.10
31 July 2016	1.60	0.85	0.78	-	0.10
31 July 2015	1.60	0.85	-	-	-

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←				→		
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen UK Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	172.37	169.43	165.90
Return before operating charges*	23.61	5.45	6.23
Operating charges	(2.94)	(2.51)	(2.70)
Return after operating charges*	20.67	2.94	3.53
Distributions on accumulation shares	(2.94)	(3.12)	(3.19)
Retained distributions on accumulation shares	2.94	3.12	3.19
Closing net asset value per share	193.04	172.37	169.43
 * after direct transaction costs of:	 0.20	 0.18	 0.09
Performance			
Return after charges	11.99%	1.74%	2.13%
Other information			
Closing net asset value (£'000s)	95,821	94,094	124,465
Closing number of shares	49,638,662	54,589,673	73,462,945
Operating charges	1.60%	1.60%	1.60%
Direct transaction costs	0.11%	0.11%	0.05%
Prices			
Highest share price (pence)	200.20	174.18	182.97
Lowest share price (pence)	169.34	137.89	150.65

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	139.81	140.04	139.76
Return before operating charges*	19.10	4.41	5.23
Operating charges	(2.38)	(2.07)	(2.27)
Return after operating charges*	16.72	2.34	2.96
Distributions on income shares	(2.38)	(2.57)	(2.68)
Closing net asset value per share	154.15	139.81	140.04
 * after direct transaction costs of:	 0.16	 0.15	 0.07
Performance			
Return after charges	11.96%	1.67%	2.12%
Other information			
Closing net asset value (£'000s)	36,631	35,833	50,816
Closing number of shares	23,763,183	25,629,409	36,286,398
Operating charges	1.60%	1.60%	1.60%
Direct transaction costs	0.11%	0.11%	0.05%
Prices			
Highest share price (pence)	161.73	143.19	153.20
Lowest share price (pence)	137.33	113.34	126.93

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	184.00	179.53	174.47
Return before operating charges*	25.29	5.89	6.58
Operating charges	(1.67)	(1.42)	(1.52)
Return after operating charges*	23.62	4.47	5.06
Distributions on accumulation shares	(4.63)	(4.56)	(4.70)
Retained distributions on accumulation shares	4.63	4.56	4.70
Closing net asset value per share	207.62	184.00	179.53
 * after direct transaction costs of:	 0.21	 0.19	 0.09
Performance			
Return after charges	12.84%	2.49%	2.90%
Other information			
Closing net asset value (£'000s)	76,753	75,089	83,171
Closing number of shares	36,967,786	40,808,907	46,327,631
Operating charges	0.85%	0.85%	0.85%
Direct transaction costs	0.11%	0.11%	0.05%
Prices			
Highest share price (pence)	215.06	185.92	193.63
Lowest share price (pence)	180.77	146.71	158.70

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	139.67	139.89	139.60
Return before operating charges*	19.07	4.41	5.24
Operating charges	(1.25)	(1.10)	(1.21)
Return after operating charges*	17.82	3.31	4.03
Distributions on income shares	(3.49)	(3.53)	(3.74)
Closing net asset value per share	154.00	139.67	139.89
 * after direct transaction costs of:	 0.16	 0.15	 0.07
Performance			
Return after charges	12.76%	2.37%	2.89%
Other information			
Closing net asset value (£'000s)	9,827	20,434	3,669
Closing number of shares	6,381,369	14,630,439	2,622,663
Operating charges	0.85%	0.85%	0.85%
Direct transaction costs	0.11%	0.11%	0.05%
Prices			
Highest share price (pence)	161.97	143.51	153.42
Lowest share price (pence)	137.20	113.22	126.99

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

K Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	110.18	100.00 ^B
Return before operating charges*	15.16	10.98
Operating charges	(0.92)	(0.80)
Return after operating charges*	14.24	10.18
Distributions on accumulation shares	(2.86)	(1.24)
Retained distributions on accumulation shares	2.86	1.24
Closing net asset value per share	124.42	110.18
 * after direct transaction costs of:	 0.13	 0.12
Performance		
Return after charges	12.92%	10.18%
Other information		
Closing net asset value (£'000s)	148	103
Closing number of shares	118,674	92,989
Operating charges	0.78%	0.78%
Direct transaction costs	0.11%	0.11%
Prices		
Highest share price (pence)	128.87	111.33
Lowest share price (pence)	108.25	96.74

^A K Accumulation shareclass launched on 23 March 2016.

^B The opening net asset value stated is the shareclass launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

	31 July 2017 (pence per share)
L Accumulation Shares^A	
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	11.81
Operating charges	(0.12)
Return after operating charges*	11.69
Distributions on accumulation shares	(2.33)
Retained distributions on accumulation shares	2.33
Closing net asset value per share	111.69
 * after direct transaction costs of:	 0.12
Performance	
Return after charges	11.69%
Other information	
Closing net asset value (£'000s)	178
Closing number of shares	159,700
Operating charges	0.13%
Direct transaction costs	0.11%
Prices	
Highest share price (pence)	115.55
Lowest share price (pence)	97.07

^A L Accumulation share class launched on 30 September 2016.

^B The opening net asset value stated is the shareclass launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

L Income Shares ^A	31 July 2017 (pence per share)
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	11.78
Operating charges	(0.12)
Return after operating charges*	11.66
Distributions on income shares	(2.32)
Closing net asset value per share	109.34
 * after direct transaction costs of:	 0.12
Performance	
Return after charges	11.66%
Other information	
Closing net asset value (£'000s)	363
Closing number of shares	331,600
Operating charges	0.13%
Direct transaction costs	0.11%
Prices	
Highest share price (pence)	115.25
Lowest share price (pence)	97.07

^A L Income share class launched on 30 September 2016.

^B The opening net asset value stated is the shareclass launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

Z Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	119.13	100.00 ^B
Return before operating charges*	16.50	19.23
Operating charges	(0.13)	(0.10)
Return after operating charges*	16.37	19.13
Distributions on accumulation shares	(4.03)	-
Retained distributions on accumulation shares	4.03	-
Closing net asset value per share	135.50	119.13
 * after direct transaction costs of:	 0.14	 0.12
Performance		
Return after charges	13.74%	19.13%
Other information		
Closing net asset value (£'000s)	1	1
Closing number of shares	780	860
Operating charges	0.10%	0.10%
Direct transaction costs	0.11%	0.11%
Prices		
Highest share price (pence)	140.18	120.36
Lowest share price (pence)	117.04	94.62

^A Z Accumulation shareclass launched on 3 February 2016.

^B The opening net asset value stated is the shareclass launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
94.40% (2016: 97.47%)			
Equities 94.40% (2016: 97.47%)			
Basic Materials 7.18% (2016: 8.40%)			
Chemicals 3.07% (2016: 4.31%)			
Croda International	182,100	6,740	3.07
Mining 4.11% (2016: 4.09%)			
BHP Billiton	380,600	5,244	2.39
Rio Tinto	107,500	3,784	1.72
		9,028	4.11
Total Basic Materials		15,768	7.18
Consumer Goods 15.23% (2016: 13.02%)			
Automobiles & Parts nil (2016: 1.94%)			
Beverages 3.19% (2016: nil)			
Diageo	286,000	7,003	3.19
Food Producers 2.11% (2016: 1.22%)			
Associated British Foods	156,500	4,639	2.11
Personal Goods 4.69% (2016: 4.03%)			
Unilever	238,700	10,315	4.69
Tobacco 5.24% (2016: 5.83%)			
British American Tobacco	169,700	7,999	3.64
Imperial Brands	112,500	3,510	1.60
		11,509	5.24
Total Consumer Goods		33,466	15.23
Consumer Services 13.79% (2016: 11.78%)			
Food & Drug Retailers nil (2016: 1.14%)			
General Retailers 4.00% (2016: 3.08%)			
Dignity	182,746	4,654	2.12
Inchcape	514,036	4,128	1.88
		8,782	4.00
Media 3.73% (2016: 2.24%)			
Euromoney Institutional Investor	423,100	4,696	2.14
Pearson	530,600	3,489	1.59
		8,185	3.73

Aberdeen UK Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Travel & Leisure 6.06% (2016: 5.32%)			
Compass	554,400	8,965	4.08
Whitbread	113,300	4,360	1.98
		13,325	6.06
Total Consumer Services		30,292	13.79
Financials 13.20% (2016: 14.04%)			
Banks 3.15% (2016: 5.98%)			
Standard Chartered	817,300	6,920	3.15
Equity Investment Instruments 1.89% (2016: 1.55%)			
Dunedin Smaller Companies Investment Trust†	1,768,000	4,164	1.89
Financial Services 3.83% (2016: 2.51%)			
Provident Financial	184,400	3,802	1.73
Schroders (non voting)	186,800	4,607	2.10
		8,409	3.83
Life Insurance 4.33% (2016: 4.00%)			
Prudential	514,200	9,502	4.33
Total Financials		28,995	13.20
Health Care 7.46% (2016: 6.54%)			
Pharmaceuticals & Biotechnology 7.46% (2016: 6.54%)			
Abcam	25,144	258	0.12
AstraZeneca	126,900	5,799	2.64
BTG [∞]	707,200	4,660	2.12
GlaxoSmithKline	374,800	5,676	2.58
		16,393	7.46
Total Health Care		16,393	7.46
Industrials 26.51% (2016: 25.14%)			
Aerospace & Defense 4.95% (2016: 5.79%)			
Rolls-Royce	713,100	6,333	2.88
Ultra Electronics	216,942	4,549	2.07
		10,882	4.95
General Industrials 2.01% (2016: 1.66%)			
RPC	493,400	4,421	2.01
Industrial Engineering 6.43% (2016: 6.47%)			
Rotork	1,921,400	4,448	2.02
Spirax-Sarco Engineering	97,300	5,410	2.47
Weir	232,400	4,262	1.94
		14,120	6.43

Aberdeen UK Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Industrial Transportation 1.95% (2016: nil)			
BBA Aviation	1,431,500	4,290	1.95
Support Services 11.17% (2016: 11.22%)			
Aggreko	312,300	2,650	1.21
Bunzl	188,000	4,301	1.96
Capita ^{oo}	430,900	2,837	1.29
Essentra ^{oo}	616,800	3,303	1.50
Experian	415,400	6,261	2.84
Intertek	121,000	5,204	2.37
		24,556	11.17
Total Industrials		58,269	26.51
Oil & Gas 3.41% (2016: 6.53%)			
Oil & Gas Producers 2.07% (2016: 3.71%)			
Royal Dutch Shell 'B'	211,200	4,545	2.07
Oil Equipment, Services & Distribution 1.34% (2016: 2.82%)			
John Wood Group ^{oo}	482,600	2,946	1.34
Total Oil & Gas		7,491	3.41
Technology 5.25% (2016: 5.63%)			
Software & Computer Services 5.25% (2016: 5.63%)			
Aveva	223,000	4,424	2.01
Sage	1,054,200	7,106	3.24
		11,530	5.25
Total Technology		11,530	5.25
Telecommunications 2.37% (2016: 4.43%)			
Mobile Telecommunications 2.37% (2016: 4.43%)			
Inmarsat	672,000	5,211	2.37
Total Telecommunications		5,211	2.37
Utilities nil (2016: 1.96%)			
Gas, Water & Multi-utilities nil (2016: 1.96%)			
Total Equities		207,415	94.40
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		207,415	94.40

Aberdeen UK Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Other transferable securities and money market instruments nil (2016: nil)			
Equities nil (2016: nil)			
Financials nil (2016: nil)			
Equity Investment Instruments nil (2016: nil)			
Epic Brand Investments ^Ω	1,894,500	-	-
HIE Ventures ^Ω	6,075	-	-
		-	-
Real Estate Investment & Services nil (2016: nil)			
Newfound ^Ω	4,492,239	-	-
Open Ended Investment Funds 2.65% (2016: 2.22%)			
Aberdeen UK Smaller Companies Equity Fund Z-Acc [†]	1,357,934	5,832	2.65
Total Open Ended Investment Funds		5,832	2.65
Total investments		213,247	97.05
Other net assets		6,475	2.95
Total net assets		219,722	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

^Ω A portion of this security is on loan at the year end.

^Ω Unapproved/unquoted security.

Comparative figures are as at 31 July 2016.

Aberdeen UK Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	10,470	4.91	4.77

Collateral issuers	Market value of collateral received		Type	Quality	Custodian
	£'000				
Germany (Federal Republic of)	433		Government Bond	Investment grade	BNP Paribas
TOTAL	308		Equity	Main market listing	BNP Paribas
Level 3 Communications	301		Equity	Main market listing	BNP Paribas
BHP Billiton	292		Equity	Main market listing	BNP Paribas
Diageo	290		Equity	Main market listing	BNP Paribas
GlaxoSmithKline	288		Equity	Main market listing	BNP Paribas
Credit Agricole	273		Equity	Main market listing	BNP Paribas
Barratt Developments	254		Equity	Main market listing	BNP Paribas
Vodafone	246		Equity	Main market listing	BNP Paribas
Barclays Bank	231		Equity	Main market listing	BNP Paribas
Other Equity	8,861		Equity	Main market listing	BNP Paribas
Other Government Bond	2		Government Bond	Investment grade	BNP Paribas
Total collateral received	11,779				

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	11,779	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
AUD	18
DKK	1
EUR	4,007
GBP	5,287
JPY	794
SEK	92
USD	1,580
Total collateral received	11,779

Aberdeen UK Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	3,727	France	Tri-party
Bank of Nova Scotia	3,569	Canada	Tri-party
Morgan Stanley	1,704	United Kingdom	Tri-party
Abbey National	1,470	United Kingdom	Tri-party
Total market value of securities lending	10,470		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	29	125.00
Direct operational costs (securities lending agent costs)	(6)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(6)	(25.00)
Net return	23	100.00

Aberdeen UK Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	1		21,318		(3,392)
Revenue	2	7,128		8,013	
Expenses	3	(2,881)		(2,911)	
Net revenue before taxation		4,247		5,102	
Taxation	4	(18)		(19)	
Net revenue after taxation			4,229		5,083
Total return before distributions			25,547		1,691
Distributions	5		(4,240)		(5,112)
Change in net assets attributable to shareholders from investment activities			21,307		(3,421)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		225,554		262,121
Amounts receivable on issue of shares	2,612		5,315	
Amounts payable on cancellation of shares	(33,016)		(42,103)	
		(30,404)		(36,788)
Change in net assets attributable to shareholders from investment activities		21,307		(3,421)
Retained distributions on accumulation shares		3,236		3,633
Unclaimed distributions > 6 years		29		9
Closing net assets attributable to shareholders		219,722		225,554

Aberdeen UK Equity Fund

Balance sheet As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		213,247	224,862
Current assets:			
Debtors	6	274	303
Cash and bank balances		7,309	1,787
Total assets		220,830	226,952
Liabilities:			
Creditors:			
Other creditors	7	526	568
Distribution payable		582	830
Total liabilities		1,108	1,398
Net assets attributable to shareholders		219,722	225,554

Aberdeen UK Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains/(losses)	21,054	(3,392)
Class actions	264	-
Net capital gains/(losses)	21,318	(3,392)

2. Revenue

	2017 £'000	2016 £'000
UK dividends	6,589	7,103
Overseas dividends	136	339
Revenue from collective investment schemes	138	125
Underwriting commission	4	12
Stock dividends	237	396
Stock lending commission	23	27
Bank interest	1	8
Other revenue	-	3
Total revenue	7,128	8,013

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	2,659	2,689
Operating, administrative and servicing fees	222	222
Total expenses	2,881	2,911

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	18	19
Current tax charge	18	19
Total taxation	18	19

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen UK Equity Fund

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	4,247	5,102
Corporation tax at 20% (2016 - 20%)	849	1,020
Effects of:		
UK dividends	(1,393)	(1,505)
Non-taxable overseas dividends	(27)	(89)
Excess management expenses	571	574
Irrecoverable overseas withholding tax	18	19
Total taxation	18	19

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £16,765,000 (2016 - £16,194,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	1,188	1,481
Final	2,846	3,334
	4,034	4,815
Add: Revenue deducted on cancellation of shares	222	330
Deduct: Revenue received on issue of shares	(16)	(33)
Distributions for the year	4,240	5,112
Total distributions	4,240	5,112

Details of the distribution per share are set out in the distribution tables on page 910.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	4,229	5,083
Add:		
Undistributed revenue brought forward	10	4
Movement between share classes due to conversion	1	35
Deduct:		
Undistributed revenue carried forward	-	(10)
Distributions	4,240	5,112

Aberdeen UK Equity Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	220	239
Amounts receivable for issue of shares	43	5
Overseas withholding tax reclaimable	11	29
Merger debtor	-	30
Total debtors	274	303

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	245	244
Amounts payable for cancellation of shares	194	324
Purchases awaiting settlement	87	-
Total other creditors	526	568

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 900. £377,000 was due to the ACD (2016 - £544,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £9,996,000 (2016 - £6,799,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 21% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'K': 0.675%

Class 'L': 0.00%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 886. The distribution per share class is given in the distribution tables on page 910. All share classes have the same rights on winding up.

Aberdeen UK Equity Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	54,589,673	25,629,409	40,808,907	14,630,439
Creations during the year	332,076	104,495	425,100	337,615
Cancellations during the year	(5,030,424)	(1,815,455)	(4,404,290)	(8,837,500)
Shares converted during the year	(252,663)	(155,266)	138,069	250,815
Closing shares in issue	49,638,662	23,763,183	36,967,786	6,381,369

	K Accumulation shares	L Accumulation shares	L Income shares	Z Accumulation shares
Opening number of shares	92,989	-	-	860
Creations during the year	-	164,800	345,800	-
Cancellations during the year	(16,700)	(5,100)	(14,200)	(80)
Shares converted during the year	42,385	-	-	-
Closing shares in issue	118,674	159,700	331,600	780

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Aberdeen UK Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Abbey National	1,103	1,374	Equity
Abbey National	367	433	Government Bond
Bank of Nova Scotia	3,569	3,967	Equity
Morgan Stanley	1,704	1,873	Equity
NATIXIS	3,725	4,130	Equity
NATIXIS	2	2	Government Bond
Total	10,470	11,779	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	29	6	23

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
ABN AMRO	287	319	Equity
ABN AMRO	2,139	2,252	Government Bond
BNP Paribas	146	154	Government Bond
BNP Paribas	3,305	3,667	Equity
BNP Paribas	219	230	Government Bond
BNP Paribas Securities Services	396	434	Equity
BNP Paribas Securities Services	697	735	Government Bond
NATIXIS	7,986	8,844	Equity
NATIXIS	1,816	1,911	Government Bond
Total	16,991	18,546	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	34	7	27

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Aberdeen UK Equity Fund

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £10,662,000 (2016 - £11,243,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					-
Other creditors	-	526	-	-	526
Distribution payable	-	582	-	-	582
Total financial liabilities	-	1,108	-	-	1,108
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	568	-	-	568
Distribution payable	-	830	-	-	830
Total financial liabilities	-	1,398	-	-	1,398

Aberdeen UK Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Collective Investment Schemes	-	-	474	1,205
Equities	39,151	39,520	71,842	68,105
Trades in the year before transactions costs	39,151	39,520	72,316	69,310
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	20	26	(26)	(33)
Total commissions	20	26	(26)	(33)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	190	190	-	-
Total taxes	190	190	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	210	216	(26)	(33)
Total net trades in the year after transaction costs	39,361	39,736	72,290	69,277

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.05	0.07	0.04	0.05
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	0.49	0.48	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.03
Taxes	0.09	0.09
Other expenses	-	-
Total costs	0.11	0.12

Aberdeen UK Equity Fund

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £106,000 in the year (2016 - £3,652,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.10% (2016 - nil). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	207,415	-	219,856	-
Level 2	5,832	-	5,006	-
Level 3	-	-	-	-
Total	213,247	-	224,862	-

Aberdeen UK Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.73171	-	0.73171	0.82266
Group 2	-	0.73171	0.73171	0.82266
A Income shares				
Group 1	0.59354	-	0.59354	0.68000
Group 2	-	0.59354	0.59354	0.68000
I Accumulation shares				
Group 1	1.48788	-	1.48788	1.50157
Group 2	0.34731	1.14057	1.48788	1.50157
I Income shares				
Group 1	1.12941	-	1.12941	1.17000
Group 2	0.21923	0.91018	1.12941	1.17000
K Accumulation shares				
Group 1	0.93157	-	0.93157	-
Group 2	0.93157	-	0.93157	-
L Accumulation shares				
Group 1	0.26136	-	0.26136	-
Group 2	0.26136	-	0.26136	-
L Income shares				
Group 1	0.26136	-	0.26136	-
Group 2	0.12472	0.13664	0.26136	-
Z Accumulation shares				
Group 1	1.45577	-	1.45577	-
Group 2	1.45577	-	1.45577	-

Aberdeen UK Equity Fund

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	2.21263	-	2.21263	2.29899
Group 2	0.86132	1.35131	2.21263	2.29899
A Income shares				
Group 1	1.78741	-	1.78741	1.89000
Group 2	0.62488	1.16253	1.78741	1.89000
I Accumulation shares				
Group 1	3.13737	-	3.13737	3.05738
Group 2	1.02716	2.11021	3.13737	3.05738
I Income shares				
Group 1	2.36284	-	2.36284	2.36000
Group 2	1.57367	0.78917	2.36284	2.36000
K Accumulation shares				
Group 1	1.92674	-	1.92674	1.23986
Group 2	1.92674	-	1.92674	1.23986
L Accumulation shares				
Group 1	2.06504	-	2.06504	-
Group 2	1.63623	0.42881	2.06504	-
L Income shares				
Group 1	2.05969	-	2.05969	-
Group 2	1.79776	0.26193	2.05969	-
Z Accumulation shares				
Group 1	2.57067	-	2.57067	-
Group 2	2.57067	-	2.57067	-

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen UK Equity Income Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to achieve an attractive level of income combined with capital growth from a portfolio primarily consisting of UK Equity and Equity-Related Securities. This Fund may invest in companies listed or incorporated anywhere in the world, as long as the companies' principal activities are in, or their main economic exposure is to, the UK. This Fund may also invest in Equity and Equity-Related Securities of non-UK companies. The Fund may also hold ancillary liquid assets and debt and debt-related securities.

Performance review

For the year ended 31 July 2017, the value of Aberdeen UK Equity Income Fund – A Accumulation Shares increased by 10.73% compared to an increase of 14.90% in the benchmark, the FTSE All Share Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK equities rose in the year under review, with the market benchmark setting new records despite the turmoil gripping the political arena since Britain's shock decision to leave the European Union. Initially, sentiment was lifted by hopes of a rosier global economic backdrop resulting from Donald Trump's pro-business platform that had helped him secure an unexpected win at the US presidential election. Also boosting stock prices were a rebound in the oil price and a resilient domestic economy, with UK unemployment at its lowest in over a decade, while business confidence pointed to further expansion.

However, these gains were capped by Prime Minister Theresa May's snap-election gamble that ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness, driving consumer prices above the Bank of England's 2% target and eroding household spending power as wage growth remained modest.

Portfolio review

At the stock level, detracting from relative performance was an overweight to Provident Financial, whose shares were hurt by operational issues associated with a new working model in its home-credit business. Also costing the fund was an underweight exposure to HSBC, as its shares strengthened on the back of hints of further interest rate rises by central banks. Last, Pearson's shares suffered following a profit warning and dividend cut, due largely to weaker-than-expected demand for textbooks in US universities. More recently, it had announced a more cautious dividend policy.

Mitigating the underperformance was BHP Billiton, as its shares rose on hopes that the rise in commodity prices, underpinned by rosier economic data from China, would translate directly into better earnings. Also benefiting the fund were our lack of exposure to both BT Group and Shire. In particular, BT Group suffered after it issued a profit warning, alongside the discovery of improper accounting practices in its Italian business; whereas Shire's shares were weaker due a slight downgrade in full-year sales expectations, concerns about looming competition in the haemophilia space, as well as the surprise departure of its CFO.

In key portfolio activity, we already mentioned in the interim review the exit from Casino, Cobham, and Engie in favour of BBA Aviation, Capita, Essentra, Hansteen, Imperial Tobacco and Rotork. Since then, we have also initiated holdings in healthcare property group Assura, given its attractive low-risk strategy, robust balance sheet and compelling dividend yield; consumer giant Nestle, because of our growing conviction about its risk-reward prospects and management's strategy to improve returns; and high quality, conservatively run Nordea Bank, which provides an attractive yield and offers income diversification.

Outlook

Looking ahead, the UK's economic outlook appears cautious, especially in light of the unexpected election outcome and how this will eventually pan out in the Brexit negotiations that lie ahead. Already, there are signs that imported inflation, a direct result of sterling's weakness, combined with anaemic wage growth, are starting to weigh on the economy and could undermine its post-referendum resilience.

We continue to believe that the portfolio is comprised of businesses that, while not immune to the external environment, are able to weather the difficulties that lie ahead. We have not significantly changed our positioning and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and robust balance sheets that also trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen UK Equity Income Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	1.62	0.87	0.80	0.12
31 July 2016	1.62	0.87	0.80	0.12
31 July 2015	1.61	0.86	-	0.11

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen UK Equity Income Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,081.81	1,051.76	1,048.10
Return before operating charges*	125.55	46.05	20.70
Operating charges	(18.63)	(16.00)	(17.04)
Return after operating charges*	106.92	30.05	3.66
Distributions on accumulation shares	(45.07)	(41.83)	(42.66)
Retained distributions on accumulation shares	45.07	41.83	42.66
Closing net asset value per share	1,188.73	1,081.81	1,051.76
 * after direct transaction costs of:	 0.64	 1.00	 0.72
Performance			
Return after charges	9.88%	2.86%	0.35%
Other information			
Closing net asset value (£'000s)	66,961	67,384	84,874
Closing number of shares	5,632,976	6,228,829	8,069,720
Operating charges	1.62%	1.62%	1.61%
Direct transaction costs	0.06%	0.10%	0.07%
Prices			
Highest share price (pence)	1,254.14	1,091.58	1,125.91
Lowest share price (pence)	1,062.49	879.28	954.15

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Income Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	358.66	363.27	377.08
Return before operating charges*	41.18	15.17	7.46
Operating charges	(6.13)	(5.48)	(6.07)
Return after operating charges*	35.05	9.69	1.39
Distributions on income shares	(14.80)	(14.30)	(15.20)
Closing net asset value per share	378.91	358.66	363.27
 * after direct transaction costs of:	 0.21	 0.34	 0.26
Performance			
Return after charges	9.77%	2.67%	0.37%
Other information			
Closing net asset value (£'000s)	71,648	72,724	93,174
Closing number of shares	18,908,698	20,276,719	25,649,034
Operating charges	1.62%	1.62%	1.61%
Direct transaction costs	0.06%	0.10%	0.07%
Prices			
Highest share price (pence)	409.73	370.71	398.57
Lowest share price (pence)	352.25	298.62	343.41

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Income Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,170.85	1,129.69	1,117.06
Return before operating charges*	136.27	50.41	22.40
Operating charges	(10.87)	(9.25)	(9.77)
Return after operating charges*	125.40	41.16	12.63
Distributions on accumulation shares	(48.96)	(45.22)	(45.70)
Retained distributions on accumulation shares	48.96	45.22	45.70
Closing net asset value per share	1,296.25	1,170.85	1,129.69
 * after direct transaction costs of:	 0.69	 1.08	 0.77
Performance			
Return after charges	10.71%	3.64%	1.13%
Other information			
Closing net asset value (£'000s)	18,346	18,288	10,672
Closing number of shares	1,415,297	1,561,992	944,691
Operating charges	0.87%	0.87%	0.86%
Direct transaction costs	0.06%	0.10%	0.07%
Prices			
Highest share price (pence)	1,365.92	1,181.35	1,207.81
Lowest share price (pence)	1,152.88	948.23	1,018.74

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Income Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	390.25	392.28	404.04
Return before operating charges*	44.96	16.69	8.11
Operating charges	(3.60)	(3.18)	(3.50)
Return after operating charges*	41.36	13.51	4.61
Distributions on income shares	(16.17)	(15.54)	(16.37)
Closing net asset value per share	415.44	390.25	392.28
 * after direct transaction costs of:	 0.23	 0.37	 0.28
Performance			
Return after charges	10.60%	3.44%	1.14%
Other information			
Closing net asset value (£'000s)	16,529	16,894	8,810
Closing number of shares	3,978,616	4,328,974	2,245,905
Operating charges	0.87%	0.87%	0.86%
Direct transaction costs	0.06%	0.10%	0.07%
Prices			
Highest share price (pence)	448.65	403.32	429.86
Lowest share price (pence)	384.26	323.78	368.63

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Income Fund

K Income Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	108.46	100.00 ^B
Return before operating charges*	12.73	11.09
Operating charges	(0.89)	(0.83)
Return after operating charges*	11.84	10.26
Distributions on income shares	(5.34)	(1.80)
Closing net asset value per share	114.96	108.46
 * after direct transaction costs of:	 0.06	 0.11
Performance		
Return after charges	10.92%	10.26%
Other information		
Closing net asset value (£'000s)	1	33
Closing number of shares	1,259	30,705
Operating charges	0.80%	0.80%
Direct transaction costs	0.06%	0.10%
Prices		
Highest share price (pence)	124.18	111.23
Lowest share price (pence)	106.80	96.59

^AK Income share class launched on 23 March 2016.

^BThe opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Income Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	1,275.83	1,221.56	1,199.10
Return before operating charges*	148.52	55.66	23.80
Operating charges	(1.62)	(1.39)	(1.34)
Return after operating charges*	146.90	54.27	22.46
Distributions on accumulation shares	(53.62)	(49.50)	(49.21)
Retained distributions on accumulation shares	53.62	49.50	49.21
Closing net asset value per share	1,422.73	1,275.83	1,221.56
 * after direct transaction costs of:	 0.75	 1.17	 0.83
Performance			
Return after charges	11.51%	4.44%	1.87%
Other information			
Closing net asset value (£'000s)	185	487	680
Closing number of shares	13,032	38,132	55,632
Operating charges	0.12%	0.12%	0.11%
Direct transaction costs	0.06%	0.10%	0.07%
Prices			
Highest share price (pence)	1,497.38	1,286.88	1,304.39
Lowest share price (pence)	1,259.17	1,029.42	1,095.42

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Equity Income Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
98.75% (2016: 100.46%)			
Equities 98.75% (2016: 100.46%)			
Basic Materials 3.92% (2016: 6.20%)			
Chemicals 1.73% (2016: 2.97%)			
Croda International	81,103	3,002	1.73
Mining 2.19% (2016: 3.23%)			
BHP Billiton	276,100	3,804	2.19
Total Basic Materials		6,806	3.92
Consumer Goods 17.41% (2016: 13.51%)			
Automobiles & Parts nil (2016: 1.45%)			
Beverages 2.24% (2016: nil)			
Diageo	158,700	3,886	2.24
Food Producers 3.03% (2016: 0.96%)			
Associated British Foods	63,000	1,867	1.08
Nestle	52,900	3,396	1.95
		5,263	3.03
Personal Goods 4.70% (2016: 3.83%)			
Unilever	189,000	8,168	4.70
Tobacco 7.44% (2016: 7.27%)			
British American Tobacco™	158,000	7,446	4.29
Imperial Brands	123,000	3,838	2.21
Scandinavian Tobacco	134,000	1,629	0.94
		12,913	7.44
Total Consumer Goods		30,230	17.41
Consumer Services 6.70% (2016: 8.36%)			
Food & Drug Retailers nil (2016: 1.15%)			
General Retailers 1.41% (2016: 1.36%)			
Inchcape	305,500	2,453	1.41
Media 2.05% (2016: 2.72%)			
Pearson	542,000	3,564	2.05
Travel & Leisure 3.24% (2016: 3.13%)			
Compass	347,115	5,613	3.24
Total Consumer Services		11,630	6.70

Aberdeen UK Equity Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Financials 24.62% (2016: 21.77%)			
Banks 6.10% (2016: 6.90%)			
HSBC	478,000	3,618	2.08
Nordea Bank	343,500	3,279	1.89
Standard Chartered	435,900	3,691	2.13
		10,588	6.10
Equity Investment Instruments 2.98% (2016: 2.26%)			
Dunedin Smaller Companies Investment Trust [†]	2,199,000	5,179	2.98
Financial Services 7.15% (2016: 6.62%)			
Close Brothers	182,400	2,809	1.62
Provident Financial	224,000	4,619	2.66
Schroders (non voting)	203,000	5,007	2.87
		12,435	7.15
Life Insurance 3.64% (2016: 3.16%)			
Prudential	341,700	6,315	3.64
Real Estate Investment Trusts 4.75% (2016: 2.83%)			
Assura (REIT)	3,362,270	2,155	1.24
Hansteen (REIT)	1,595,500	2,026	1.17
Unibail-Rodamco (REIT)	21,500	4,064	2.34
		8,245	4.75
Total Financials		42,762	24.62
Health Care 12.66% (2016: 12.76%)			
Pharmaceuticals & Biotechnology 12.66% (2016: 12.76%)			
AstraZeneca	126,000	5,757	3.31
GlaxoSmithKline	475,000	7,193	4.15
Novo Nordisk 'B'	117,100	3,777	2.17
Roche	27,300	5,254	3.03
		21,981	12.66
Total Health Care		21,981	12.66
Industrials 14.76% (2016: 12.82%)			
Aerospace & Defense 3.84% (2016: 3.86%)			
Rolls-Royce [∞]	387,000	3,437	1.98
Ultra Electronics	154,409	3,238	1.86
		6,675	3.84
Industrial Engineering 3.85% (2016: 3.22%)			
Rotork [∞]	1,570,700	3,636	2.09
Weir	166,400	3,052	1.76
		6,688	3.85

Aberdeen UK Equity Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Industrial Transportation 2.51% (2016: 1.66%)			
BBA Aviation	1,452,000	4,352	2.51
Support Services 4.56% (2016: 4.08%)			
Capita ^{oo}	271,000	1,784	1.03
Essentra ^{oo}	515,000	2,758	1.59
Experian	224,000	3,375	1.94
		7,917	4.56
Total Industrials		25,632	14.76
Oil & Gas 6.57% (2016: 9.10%)			
Oil & Gas Producers 5.20% (2016: 6.97%)			
BP	790,600	3,524	2.03
Royal Dutch Shell 'B'	255,500	5,499	3.17
		9,023	5.20
Oil Equipment, Services & Distribution 1.37% (2016: 2.13%)			
John Wood Group ^{oo}	391,000	2,387	1.37
Total Oil & Gas		11,410	6.57
Technology 4.41% (2016: 4.59%)			
Software & Computer Services 4.41% (2016: 4.59%)			
Aveva	177,766	3,527	2.03
Sage	614,000	4,138	2.38
		7,665	4.41
Total Technology		7,665	4.41
Telecommunications 6.52% (2016: 5.43%)			
Fixed Line Telecommunications 0.44% (2016: nil)			
Manx Telecom	434,000	764	0.44
Mobile Telecommunications 6.08% (2016: 5.43%)			
Inmarsat	545,800	4,233	2.44
Vodafone	2,848,800	6,324	3.64
		10,557	6.08
Total Telecommunications		11,321	6.52
Utilities 1.18% (2016: 5.92%)			
Gas, Water & Multi-utilities 1.18% (2016: 5.92%)			
National Grid	219,083	2,052	1.18
Total Utilities		2,052	1.18

Aberdeen UK Equity Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Total Equities		171,489	98.75
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
		171,489	98.75
Open Ended Investment Funds 0.54% (2016: 0.70%)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	940	940	0.54
Total Open Ended Investment Funds		940	0.54
Derivatives (0.03%) (2016: (0.03%))			
Options (0.03%) (2016: (0.03%))			
		Unrealised Gains/(Losses) £'000	Total Net Assets %
Options	Type	Expiry	Notional
Imperial Brands	PUT	15/09/17	(15)
Unrealised losses on option contracts			(48)
Unrealised losses on derivatives			
		(48)	(0.03)
Total investments*		172,381	99.26
Other net assets		1,289	0.74
Total net assets		173,670	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[°] A portion of this security is on loan at the year end.

* Including derivative liabilities.

Comparative figures are as at 31 July 2016.

Aberdeen UK Equity Income Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	10,455	6.06	6.02

Collateral issuers	Market value of collateral received		Type	Quality	Custodian
	£'000				
Intesa Sanpaolo	571		Equity	Main market listing	BNP Paribas
Nokia	477		Equity	Main market listing	BNP Paribas
Credit Agricole	477		Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	477		Equity	Main market listing	BNP Paribas
TOTAL	477		Equity	Main market listing	BNP Paribas
Anheuser-Busch InBev	456		Equity	Main market listing	BNP Paribas
Vodafone	450		Equity	Main market listing	BNP Paribas
SAP	405		Equity	Main market listing	BNP Paribas
Tokyo Electron	353		Equity	Main market listing	BNP Paribas
Tesco	334		Equity	Main market listing	BNP Paribas
Other Equity	7,108		Equity	Main market listing	BNP Paribas
Other Government Bond	5	Government Bond		Investment grade	BNP Paribas
Total collateral received	11,590				

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	11,590	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
AUD	261
EUR	5,517
GBP	1,867
JPY	2,539
SEK	211
USD	1,195
Total collateral received	11,590

Aberdeen UK Equity Income Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	8,584	France	Tri-party
JPM Chase	1,860	United States	Tri-party
Bank of Nova Scotia	11	Canada	Tri-party
Total market value of securities lending	10,455		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	27	125.00
Direct operational costs (securities lending agent costs)	(5)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(5)	(25.00)
Net return	22	100.00

Aberdeen UK Equity Income Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains/(losses)	1	12,474	(1,640)
Revenue	2	7,359	7,714
Expenses	3	(2,618)	(2,608)
Net revenue before taxation		4,741	5,106
Taxation	4	(159)	(96)
Net revenue after taxation		4,582	5,010
Total return before distributions		17,056	3,370
Distributions	5	(6,973)	(7,364)
Change in net assets attributable to shareholders from investment activities		10,083	(3,994)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	175,810	198,210
Amounts receivable on issue of shares	2,722	12,380
Amounts payable on cancellation of shares	(18,288)	(34,205)
	(15,566)	(21,825)
Change in net assets attributable to shareholders from investment activities	10,083	(3,994)
Retained distributions on accumulation shares	3,303	3,416
Unclaimed distributions > 6 years	40	3
Closing net assets attributable to shareholders	173,670	175,810

Aberdeen UK Equity Income Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		172,429	177,855
Current assets:			
Debtors	6	1,664	482
Cash and bank balances	7	2,242	453
Total assets		176,335	178,790
Liabilities:			
Investment liabilities		48	56
Creditors:			
Other creditors	8	419	743
Distribution payable		2,198	2,181
Total liabilities		2,665	2,980
Net assets attributable to shareholders		173,670	175,810

Aberdeen UK Equity Income Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains/(losses)	12,172	(1,694)
Derivative contracts	4	54
Other currency gains	4	-
Class actions	294	-
Net capital gains/(losses)	12,474	(1,640)

2. Revenue

	2017 £'000	2016 £'000
UK dividends	6,012	6,285
UK REITs PID Income	59	28
UK REITs non PID Income	39	26
Overseas dividends	636	567
Revenue from collective investment schemes	2	32
Underwriting commission	-	9
Stock dividends	379	390
Stock lending commission	22	20
Bank interest	-	4
Option premium	210	353
Total revenue	7,359	7,714

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	2,404	2,398
Operating, administrative and servicing fees	214	209
	2,618	2,607
<i>Other expenses:</i>		
Interest payable and similar charges	-	1
	-	1
Total expenses	2,618	2,608

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

Aberdeen UK Equity Income Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas tax reclaims	-	(35)
Overseas withholding tax	159	131
Current tax charge	159	96
Total taxation	159	96

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	4,741	5,106
Corporation tax at 20% (2016 - 20%)	948	1,021
Effects of:		
UK dividends	(1,286)	(1,345)
Non-taxable overseas dividends	(127)	(113)
Excess management expenses	465	437
Irrecoverable overseas withholding tax	159	96
Total taxation	159	96

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £17,253,000 (2016 - £16,788,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	2,523	2,861
Final	4,276	4,227
	6,799	7,088
Add: Revenue deducted on cancellation of shares	208	444
Deduct: Revenue received on issue of shares	(34)	(168)
Distributions for the year	6,973	7,364
Total distributions	6,973	7,364

Details of the distribution per share are set out in the distribution tables on page 937.

Aberdeen UK Equity Income Fund

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	4,582	5,010
Add:		
Undistributed revenue brought forward	4	2
Authorised Corporate Director's periodic charge paid from capital	2,404	2,398
Deduct:		
Tax relief on capital expenses	(17)	(42)
Undistributed revenue carried forward	-	(4)
Distributions	6,973	7,364

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	417	376
Amounts receivable for issue of shares	24	7
Overseas withholding tax reclaimable	17	97
Sales awaiting settlement	1,192	-
Merger debtor	13	-
Tax reclaimable	1	2
Total debtors	1,664	482

7. Cash and bank balances

	2017	2016
	£'000	£'000
Amounts held at futures clearing houses and brokers	150	232
Cash and bank balances	2,092	221
Total cash and bank balances	2,242	453

8. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	223	236
Amounts payable for cancellation of shares	196	507
Total other creditors	419	743

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 926. £378,000 was due to the ACD (2016 - £702,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £6,119,000 (2016 - £3,982,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Aberdeen UK Equity Income Fund

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'K': 0.675%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 914. The distribution per share class is given in the distribution tables on page 937. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	6,228,829	20,276,719	1,561,992	4,328,974
Creations during the year	11,112	372,012	47,678	129,000
Cancellations during the year	(573,020)	(1,666,903)	(222,509)	(554,306)
Shares converted during the year	(33,945)	(73,130)	28,136	74,948
Closing shares in issue	5,632,976	18,908,698	1,415,297	3,978,616

	K Income shares	Z Accumulation shares
Opening number of shares	30,705	38,132
Creations during the year	400	7,700
Cancellations during the year	(35,500)	(32,800)
Shares converted during the year	5,654	-
Closing shares in issue	1,259	13,032

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen UK Equity Income Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2017			
Bank of Nova Scotia	11	12	Equity
JPM Chase	1,860	2,065	Equity
NATIXIS	8,580	9,508	Equity
NATIXIS	4	5	Government Bond
Total	10,455	11,590	

		Gross income £'000	Direct and indirect expenses £'000	Net income £'000
Recipient	Relationship			
BNP Paribas	Securities Lending Agent	27	5	22

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2016			
ABN AMRO	636	707	Equity
ABN AMRO	4,751	5,000	Government Bond
BNP Paribas	4,911	5,450	Equity
BNP Paribas	542	571	Government Bond
Deutsche Bank	2,313	2,564	Equity
Deutsche Bank	201	212	Government Bond
NATIXIS	5,874	6,505	Equity
NATIXIS	1,336	1,406	Government Bond
Total	20,564	22,415	

		Gross income £'000	Direct and indirect expenses £'000	Net income £'000
Recipient	Relationship			
BNP Paribas	Securities Lending Agent	25	5	20

Aberdeen UK Equity Income Fund

12. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Danish Krone	16	5,406	5,422
Euro	4	4,064	4,068
Pound Sterling	1,265	150,982	152,247
Swedish Krona	-	3,279	3,279
Swiss Franc	4	8,650	8,654
Net assets	1,289	172,381	173,670

In the prior year, the income and capital value of the Fund's investments were mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements.

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £2,142,000 (2016 - nil).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £8,621,000 (2016 - £8,893,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen UK Equity Income Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	48	-	-	48
					-
<i>Non-derivatives</i>					
Other creditors	-	419	-	-	419
Distribution payable	-	2,198	-	-	2,198
Total financial liabilities	-	2,665	-	-	2,665
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	56	-	-	56
	-	-	-	-	-
<i>Non-derivatives</i>	-	-	-	-	-
Other creditors	-	743	-	-	743
Distribution payable	-	2,181	-	-	2,181
Total financial liabilities	-	2,980	-	-	2,980

Aberdeen UK Equity Income Fund

13. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Collective Investment Schemes	2,864	1,594	3,159	3,017
Equities	27,281	28,765	44,919	47,836
Trades in the year before transactions costs	30,145	30,359	48,078	50,853
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	15	16	(19)	(23)
Total commissions	15	16	(19)	(23)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	63	134	-	-
Total taxes	63	134	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	1	1	-	-
Total other expenses	1	1	-	-
Total transaction costs	79	151	(19)	(23)
Total net trades in the year after transaction costs	30,224	30,510	48,059	50,830
	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.05	0.06	0.04	0.05
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	0.23	0.47	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation.

Aberdeen UK Equity Income Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.02
Taxes	0.03	0.08
Other expenses	-	-
Total costs	0.05	0.10

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £256,000 in the year (2016 - £1,076,000).

There were transaction costs in respect of derivatives were £1,000 for the year (2016 - £2,000). The transaction costs in respect of derivatives expressed as a percentage of net asset value is nil (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.10% (2016 - nil). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	171,489	48	176,620	44
Level 2	940	-	1,235	12
Level 3	-	-	-	-
Total	172,429	48	177,855	56

Aberdeen UK Equity Income Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	16.15310	-	16.15310	16.12682
Group 2	4.85932	11.29378	16.15310	16.12682
A Income shares				
Group 1	5.35527	-	5.35527	5.57000
Group 2	1.70565	3.64962	5.35527	5.57000
I Accumulation shares				
Group 1	17.49654	-	17.49654	17.45158
Group 2	5.86761	11.62893	17.49654	17.45158
I Income shares				
Group 1	5.83160	-	5.83160	6.06000
Group 2	2.23850	3.59310	5.83160	6.06000
K Income shares				
Group 1	2.45350	-	2.45350	-
Group 2	1.18351	1.26999	2.45350	-
Z Accumulation shares				
Group 1	19.16783	-	19.16783	18.93493
Group 2	5.45484	13.71299	19.16783	18.93493

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	28.91647	-	28.91647	25.70635
Group 2	14.85988	14.05659	28.91647	25.70635
A Income shares				
Group 1	9.44705	-	9.44705	8.73000
Group 2	3.25326	6.19379	9.44705	8.73000
I Accumulation shares				
Group 1	31.46201	-	31.46201	27.76786
Group 2	13.17037	18.29164	31.46201	27.76786
I Income shares				
Group 1	10.33405	-	10.33405	9.48000
Group 2	4.85547	5.47858	10.33405	9.48000
K Income shares				
Group 1	2.88895	-	2.88895	1.80000
Group 2	1.41956	1.46939	2.88895	1.80000
Z Accumulation shares				
Group 1	34.45026	-	34.45026	30.56759
Group 2	30.84783	3.60243	34.45026	30.56759

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen UK Mid-Cap Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund's objective is to maximise total return from capital investment predominantly in the companies of the FTSE 250 Index (excluding investment trusts), though other UK listed equities may be held where the ACD deems this appropriate.

Note: The term 'total return' means a combination of income and capital growth and no positive return is implied.

Performance review

For the year ended 31 July 2017, the value of Aberdeen UK Mid-Cap Equity Fund – A Accumulation Shares increased by 20.04% compared to an increase of 17.21% in the benchmark, the FTSE 250 ex Investment Trusts Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK mid-cap equities rose in the year under review, with the market benchmark setting new records despite the turmoil gripping the political arena since Britain's shock decision to leave the European Union. Initially, sentiment was lifted by hopes of a rosier global economic backdrop resulting from Donald Trump's pro-business platform that had helped him secure an unexpected win at the US presidential election. Also boosting stock prices were a rebound in the oil price and a resilient domestic economy, with UK unemployment at its lowest in over a decade, while business confidence pointed to further expansion.

However, these gains were capped by Prime Minister Theresa May's snap-election gamble that ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness, driving consumer prices above the Bank of England's 2% target and eroding household spending power as wage growth remained modest.

Portfolio review

At the stock level, contributing to relative returns was Burford Capital, as its shares were buoyed by good full-year results that demonstrated continuing portfolio growth, robust unrealised gains and increasingly diverse sources of capital. Also benefiting the Fund was Melrose Industries as its Nortek acquisition continued to buoy its share price. Last, a robust trading update from Fenner drove its share price higher, helped in particular, by its medical business, which was comfortably ahead of previous expectations.

Conversely, detracting from performance was Provident Financial, as its shares were hurt by operational issues associated with a new working model in the company's home-credit business. Also costing the fund was Devro International, with its share price dampened by delays in bringing its new US plant up to the required operational level and slower-than-expected demand in some emerging markets. Finally, Mothercare also detracted as the UK-based retailer suffered further declines in its overseas business but is making encouraging progress with returning its UK operations to profitability.

In key portfolio activity, we already mentioned in the interim review the initiation of holdings in Auto Trader, Cairn Homes, Smart Metering Systems, and participating in Melrose's rights issue. Since then, we have exited Berensden after a recommended bid to buy the company, and Enquest because of the risks from oil-price leverage and reallocated capital to more attractive opportunities elsewhere. This included adding to the recent introductions mentioned earlier, as well as initiating a holding in primary-healthcare property group Assura, given its sound competitive positioning, solid reputation, good brand resonance, and underpinned by attractive long-term industry fundamentals.

Outlook

Looking ahead, the UK's economic outlook appears cautious, especially in light of the unexpected election outcome and how this will eventually pan out in the Brexit negotiations that lie ahead. Already, there are signs that imported inflation, a direct result of sterling's weakness, combined with anaemic wage growth, are starting to weigh on the economy and could undermine its post-referendum resilience.

We continue to believe that the portfolio is comprised of businesses that, while not immune to the external environment, are able to weather the difficulties that lie ahead. We have not significantly changed our positioning and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and robust balance sheets that also trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen UK Mid-Cap Equity Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	1.61	0.86	0.79	0.11
31 July 2016	1.61	0.86	0.79	0.11
31 July 2015	1.60	0.85	-	0.10

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- A full list of risks applicable to this fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen UK Mid-Cap Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	186.48	185.45	168.98
Return before operating charges*	38.63	3.86	19.27
Operating charges	(3.30)	(2.83)	(2.80)
Return after operating charges*	35.33	1.03	16.47
Distributions on accumulation shares	(1.43)	(1.91)	(2.24)
Retained distributions on accumulation shares	1.43	1.91	2.24
Closing net asset value per share	221.81	186.48	185.45
* after direct transaction costs of:	0.11	0.18	0.17
Performance			
Return after charges	18.95%	0.56%	9.75%
Other information			
Closing net asset value (£'000s)	22,846	20,598	25,855
Closing number of shares	10,299,881	11,045,353	13,941,665
Operating charges	1.61%	1.61%	1.60%
Direct transaction costs	0.05%	0.10%	0.09%
Prices			
Highest share price (pence)	228.07	188.58	195.93
Lowest share price (pence)	182.62	155.69	152.81

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Mid-Cap Equity Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	160.19	161.02	148.54
Return before operating charges*	33.14	3.27	16.90
Operating charges	(2.82)	(2.45)	(2.46)
Return after operating charges*	30.32	0.82	14.44
Distributions on income shares	(1.23)	(1.65)	(1.96)
Closing net asset value per share	189.28	160.19	161.02
 * after direct transaction costs of:	 0.09	 0.16	 0.15
Performance			
Return after charges	18.93%	0.51%	9.72%
Other information			
Closing net asset value (£'000s)	5,350	5,384	6,527
Closing number of shares	2,826,344	3,360,681	4,053,302
Operating charges	1.61%	1.61%	1.60%
Direct transaction costs	0.05%	0.10%	0.09%
Prices			
Highest share price (pence)	195.63	163.16	171.62
Lowest share price (pence)	156.87	134.69	134.33

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Mid-Cap Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	149.70	147.77	133.64
Return before operating charges*	31.12	3.13	15.31
Operating charges	(1.42)	(1.20)	(1.18)
Return after operating charges*	29.70	1.93	14.13
Distributions on accumulation shares	(2.40)	(2.57)	(2.81)
Retained distributions on accumulation shares	2.40	2.57	2.81
Closing net asset value per share	179.40	149.70	147.77
 * after direct transaction costs of:	 0.09	 0.15	 0.13
Performance			
Return after charges	19.84%	1.31%	10.57%
Other information			
Closing net asset value (£'000s)	7,354	6,510	6,505
Closing number of shares	4,099,326	4,348,980	4,402,273
Operating charges	0.86%	0.86%	0.85%
Direct transaction costs	0.05%	0.10%	0.09%
Prices			
Highest share price (pence)	184.24	151.38	155.94
Lowest share price (pence)	146.61	124.56	121.04

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Mid-Cap Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	139.00	139.72	128.88
Return before operating charges*	28.79	2.84	14.68
Operating charges	(1.31)	(1.14)	(1.14)
Return after operating charges*	27.48	1.70	13.54
Distributions on income shares	(2.22)	(2.42)	(2.70)
Closing net asset value per share	164.26	139.00	139.72
 * after direct transaction costs of:	 0.08	 0.14	 0.13
Performance			
Return after charges	19.77%	1.22%	10.51%
Other information			
Closing net asset value (£'000s)	1,332	1,254	998
Closing number of shares	811,099	902,041	714,317
Operating charges	0.86%	0.86%	0.85%
Direct transaction costs	0.05%	0.10%	0.09%
Prices			
Highest share price (pence)	170.18	142.04	149.28
Lowest share price (pence)	136.11	116.88	116.71

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Mid-Cap Equity Fund

K Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	106.38	100.00 ^B
Return before operating charges*	22.14	7.18
Operating charges	(0.93)	(0.80)
Return after operating charges*	21.21	6.38
Distributions on accumulation shares	(1.74)	(0.98)
Retained distributions on accumulation shares	1.74	0.98
Closing net asset value per share	127.59	106.38
 * after direct transaction costs of:	 0.06	 0.10
Performance		
Return after charges	19.94%	6.38%
Other information		
Closing net asset value (£'000s)	8	13
Closing number of shares	5,958	12,658
Operating charges	0.79%	0.79%
Direct transaction costs	0.05%	0.10%
Prices		
Highest share price (pence)	131.01	107.57
Lowest share price (pence)	104.18	94.24

^A K Accumulation share class launched on 23 March 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen UK Mid-Cap Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	216.04	211.66	189.99
Return before operating charges*	45.06	4.60	21.87
Operating charges	(0.26)	(0.22)	(0.20)
Return after operating charges*	44.80	4.38	21.67
Distributions on accumulation shares	(5.26)	(5.20)	(5.52)
Retained distributions on accumulation shares	5.26	5.20	5.52
Closing net asset value per share	260.84	216.04	211.66
 * after direct transaction costs of:	 0.13	 0.21	 0.19
Performance			
Return after charges	20.74%	2.07%	11.41%
Other information			
Closing net asset value (£'000s)	12,117	27,453	26,167
Closing number of shares	4,645,576	12,707,476	12,362,976
Operating charges	0.11%	0.11%	0.10%
Direct transaction costs	0.05%	0.10%	0.09%
Prices			
Highest share price (pence)	267.55	218.44	223.09
Lowest share price (pence)	211.58	179.13	172.35

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen UK Mid-Cap Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
98.69% (2016: 99.81%)			
Equities 98.69% (2016: 99.81%)			
Basic Materials 6.68% (2016: 7.24%)			
Chemicals 6.68% (2016: 7.24%)			
Croda International	25,500	944	1.93
Elementis	321,000	951	1.94
Victrex	70,000	1,380	2.81
		3,275	6.68
Total Basic Materials		3,275	6.68
Consumer Goods 7.89% (2016: 6.44%)			
Beverages 2.17% (2016: 1.91%)			
A.G. Barr	177,000	1,062	2.17
Food Producers 1.53% (2016: 2.32%)			
Devro	348,000	752	1.53
Household Goods & Home Construction 2.38% (2016: nil)			
Cairn Homes	833,000	1,165	2.38
Personal Goods 1.81% (2016: 2.21%)			
PZ Cussons ^{oo}	245,000	889	1.81
Total Consumer Goods		3,868	7.89
Consumer Services 19.52% (2016: 16.63%)			
General Retailers 8.18% (2016: 7.85%)			
Dignity	40,300	1,026	2.09
Inchcape	143,037	1,149	2.35
Just Eat	204,000	1,266	2.59
Mothercare	555,436	565	1.15
		4,006	8.18
Media 7.63% (2016: 5.03%)			
Auto Trader	226,000	865	1.76
Euromoney Institutional Investor	129,000	1,432	2.92
Rightmove	34,200	1,439	2.95
		3,736	7.63
Travel & Leisure 3.71% (2016: 3.75%)			
Fuller Smith & Turner	92,000	936	1.91
Millennium & Copthorne Hotels	193,000	884	1.80
		1,820	3.71
Total Consumer Services		9,562	19.52

Aberdeen UK Mid-Cap Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Financials 16.58% (2016: 14.35%)			
Equity Investment Instruments 2.46% (2016: 1.31%)			
Burford Capital	111,000	1,207	2.46
Financial Services 6.66% (2016: 8.26%)			
Close Brothers	61,000	939	1.92
Provident Financial	61,000	1,258	2.56
Rathbone Brothers	40,000	1,070	2.18
		3,267	6.66
Nonlife Insurance 2.13% (2016: 2.01%)			
Hiscox	80,500	1,045	2.13
Real Estate Investment & Services 2.16% (2016: 1.40%)			
UNITE	157,700	1,058	2.16
Real Estate Investment Trusts 3.17% (2016: 1.37%)			
Assura (REIT)	752,800	483	0.98
Workspace (REIT)	116,800	1,068	2.19
		1,551	3.17
Total Financials		8,128	16.58
Health Care 9.39% (2016: 8.80%)			
Pharmaceuticals & Biotechnology 9.39% (2016: 8.80%)			
Abcam	115,000	1,181	2.41
BTG [∞]	205,000	1,351	2.76
Dechra Pharmaceuticals	66,000	1,172	2.39
Genus	52,000	899	1.83
		4,603	9.39
Total Health Care		4,603	9.39
Industrials 31.79% (2016: 36.85%)			
Aerospace & Defense 5.07% (2016: 5.73%)			
Meggitt	228,000	1,147	2.34
Ultra Electronics	63,742	1,337	2.73
		2,484	5.07
Electronic & Electrical Equipment 4.43% (2016: 4.98%)			
Oxford Instruments	125,000	1,311	2.67
Spectris	35,000	861	1.76
		2,172	4.43
General Industrials 2.45% (2016: 3.98%)			
RPC	134,000	1,201	2.45

Aberdeen UK Mid-Cap Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Industrial Engineering 9.22% (2016: 9.80%)			
Fenner	163,500	564	1.15
Melrose Industries	409,000	951	1.94
Rotork	635,900	1,472	3.00
Spirax-Sarco Engineering	27,500	1,528	3.13
		4,515	9.22
Industrial Transportation 4.41% (2016: 5.63%)			
BBA Aviation	384,000	1,151	2.35
James Fisher & Sons	64,210	1,008	2.06
		2,159	4.41
Support Services 6.21% (2016: 6.73%)			
Aggreko	85,000	721	1.47
Berendsen	17,300	221	0.45
Essentra™	212,000	1,135	2.32
Smart Metering Systems™	158,000	966	1.97
		3,043	6.21
Total Industrials		15,574	31.79
Oil & Gas 1.72% (2016: 4.07%)			
Oil & Gas Producers nil (2016: 0.84%)			
Oil Equipment, Services & Distribution 1.72% (2016: 3.23%)			
John Wood Group™	138,000	842	1.72
Total Oil & Gas		842	1.72
Technology 2.81% (2016: 3.37%)			
Software & Computer Services 2.81% (2016: 3.37%)			
Aveva	69,500	1,379	2.81
Total Technology		1,379	2.81
Telecommunications 2.31% (2016: 2.06%)			
Mobile Telecommunications 2.31% (2016: 2.06%)			
Inmarsat	146,000	1,132	2.31
Total Telecommunications		1,132	2.31
Total Equities		48,363	98.69
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		48,363	98.69

Aberdeen UK Mid-Cap Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Open Ended Investment Funds 1.01% (2016: nil)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	495	495	1.01
Total Open Ended Investment Funds		495	1.01
Total investments		48,858	99.70
Other net assets		149	0.30
Total net assets		49,007	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen UK Mid-Cap Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	3,982	8.15	8.13

Collateral issuers	Market value of collateral received		Type	Quality	Custodian
	£'000				
National Grid	129		Equity	Main market listing	BNP Paribas
Imperial Brands	127		Equity	Main market listing	BNP Paribas
JPM Chase	119		Equity	Main market listing	BNP Paribas
Deere & Co	118		Equity	Main market listing	BNP Paribas
HSBC	95		Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	87		Equity	Main market listing	BNP Paribas
BHP Billiton	84		Equity	Main market listing	BNP Paribas
British Sky Broadcasting	82		Equity	Main market listing	BNP Paribas
Smith & Nephew	80		Equity	Main market listing	BNP Paribas
Royal Dutch Shell	76		Equity	Main market listing	BNP Paribas
Other Equity	3,344		Equity	Main market listing	BNP Paribas
Other Government Bond	77	Government Bond		Investment grade	BNP Paribas
Total collateral received	4,418				

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	4,418	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
AUD	101
CHF	61
DKK	9
EUR	947
GBP	2,128
JPY	706
SEK	20
USD	446
Total collateral received	4,418

Aberdeen UK Mid-Cap Equity Fund

	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Counterparties per type of SFT			
Securities lending			
Bank of Nova Scotia	1,267	Canada	Tri-party
Societe Generale	1,092	France	Tri-party
NATIXIS	808	France	Tri-party
JPM Chase	721	United States	Tri-party
Citigroup	94	United States	Tri-party
Total market value of securities lending	3,982		
Maturity Tenor of Collateral and SFTs (remaining period to maturity)			
Securities lending			
The lending and collateral transactions are on an open basis and can be recalled on demand.			
The Fund does not engage in any re-use of collateral.			
Return and cost per type of SFT	£'000	%	
For the year ended 31 July 2017			
Securities lending			
Gross return	6	125.00	
Direct operational costs (securities lending agent costs)	(1)	(25.00)	
Indirect operational costs (Investment Adviser operational costs)	-	-	
Total costs	(1)	(25.00)	
Net return	5	100.00	

Aberdeen UK Mid-Cap Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains/(losses)	1	9,659	(649)
Revenue	2	1,298	1,616
Expenses	3	(529)	(532)
Net revenue before taxation		769	1,084
Taxation	4	-	-
Net revenue after taxation		769	1,084
Total return before distributions		10,428	435
Distributions	5	(770)	(1,090)
Change in net assets attributable to shareholders from investment activities		9,658	(655)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	61,212	66,052
Amounts receivable on issue of shares	1,324	2,160
Amounts payable on cancellation of shares	(23,854)	(7,340)
	(22,530)	(5,180)
Dilution adjustment	39	-
Change in net assets attributable to shareholders from investment activities	9,658	(655)
Retained distributions on accumulation shares	627	995
Unclaimed distributions > 6 years	1	-
Closing net assets attributable to shareholders	49,007	61,212

Aberdeen UK Mid-Cap Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		48,858	61,095
Current assets:			
Debtors	6	64	63
Cash and bank balances		205	264
Total assets		49,127	61,422
Liabilities:			
Creditors:			
Other creditors	7	81	158
Distribution payable		39	52
Total liabilities		120	210
Net assets attributable to shareholders		49,007	61,212

Aberdeen UK Mid-Cap Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains/(losses)	9,664	(649)
Other currency losses	(5)	-
Net capital gains/(losses)	9,659	(649)

2. Revenue

	2017 £'000	2016 £'000
UK dividends	1,184	1,516
UK REITs PID Income	38	21
UK REITs non PID Income	11	-
Overseas dividends	36	59
Underwriting commission	24	13
Stock lending commission	5	6
Bank interest	-	1
Total revenue	1,298	1,616

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	466	466
Operating, administrative and servicing fees	63	66
Total expenses	529	532

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
Current tax charge	-	-
Total taxation	-	-

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen UK Mid-Cap Equity Fund

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	769	1,084
Corporation tax at 20% (2016 - 20%)	154	217
Effects of:		
UK dividends	(239)	(303)
Non-taxable overseas dividends	(7)	(12)
Other non-taxable income	-	(1)
Excess management expenses	92	99
Total taxation	-	-

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £5,164,000 (2016 - £5,072,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	309	425
Final	371	648
	680	1,073
Add: Revenue deducted on cancellation of shares	96	31
Deduct: Revenue received on issue of shares	(6)	(14)
Distributions for the year	770	1,090
Total distributions	770	1,090

Details of the distribution per share are set out in the distribution tables on page 962.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	769	1,084
Add:		
Undistributed revenue brought forward	1	1
Movement between share classes due to conversion	-	6
Deduct:		
Undistributed revenue carried forward	(1)	(1)
Distributions	770	1,091

Aberdeen UK Mid-Cap Equity Fund

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	38	51
Amounts receivable for issue of shares	5	12
Sales awaiting settlement	19	-
Tax reclaimable	2	-
Total debtors	64	63

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	46	43
Amounts payable for cancellation of shares	35	115
Total other creditors	81	158

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 952. £72,000 was due to the ACD (2016 - £140,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £495,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'K': 0.675%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 940. The distribution per share class is given in the distribution tables on page 962. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	11,045,353	3,360,681	4,348,980	902,041
Creations during the year	148,801	26,800	305,200	58,444
Cancellations during the year	(800,901)	(556,300)	(668,254)	(157,700)
Shares converted during the year	(93,372)	(4,837)	113,400	8,314
Closing shares in issue	10,299,881	2,826,344	4,099,326	811,099

Aberdeen UK Mid-Cap Equity Fund

	K Accumulation shares	Z Accumulation shares
Opening number of shares	12,658	12,707,476
Creations during the year	5,200	164,400
Cancellations during the year	(11,900)	(8,226,300)
Closing shares in issue	5,958	4,645,576

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Aberdeen UK Mid-Cap Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
Bank of Nova Scotia	1,267	1,410	Equity
Citigroup	74	85	Equity
Citigroup	20	22	Government Bond
JPM Chase	721	801	Equity
NATIXIS	808	897	Equity
Societe Generale	1,040	1,148	Equity
Societe Generale	52	55	Government Bond
Total	3,982	4,418	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	6	1	5

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	89	98	Equity
Total	89	98	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	7	1	6

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

Aberdeen UK Mid-Cap Equity Fund

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £2,330,000 (2016 - £3,055,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	81	-	-	81
Distribution payable	-	39	-	-	39
Total financial liabilities	-	120	-	-	120
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	158	-	-	158
Distribution payable	-	52	-	-	52
Total financial liabilities	-	210	-	-	210

Aberdeen UK Mid-Cap Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Collective Investment Schemes	1,242	-	747	-
Equities	11,758	15,631	34,224	16,959
Trades in the year before transactions costs	13,000	15,631	34,971	16,959
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	5	12	(15)	(13)
Total commissions	5	12	(15)	(13)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	50	70	-	-
Total taxes	50	70	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	55	82	(15)	(13)
Total net trades in the year after transaction costs	13,055	15,713	34,956	16,946

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.04	0.08	0.04	0.08
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	0.43	0.45	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.03	0.04
Taxes	0.09	0.12
Other expenses	-	-
Total costs	0.12	0.16

Aberdeen UK Mid-Cap Equity Fund

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - net sales of £2,825,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.29% (2016 - 0.03%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	48,363	-	61,095	-
Level 2	495	-	-	-
Level 3	-	-	-	-
Total	48,858	-	61,095	-

Aberdeen UK Mid-Cap Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.28596	-	0.28596	0.57590
Group 2	-	0.28596	0.28596	0.57590
A Income shares				
Group 1	0.24565	-	0.24565	0.50000
Group 2	-	0.24565	0.24565	0.50000
I Accumulation shares				
Group 1	0.82486	-	0.82486	1.00481
Group 2	0.21999	0.60487	0.82486	1.00481
I Income shares				
Group 1	0.76589	-	0.76589	0.95000
Group 2	0.05023	0.71566	0.76589	0.95000
K Accumulation shares				
Group 1	0.57024	-	0.57024	-
Group 2	0.57024	-	0.57024	-
Z Accumulation shares				
Group 1	2.03354	-	2.03354	2.20324
Group 2	0.75180	1.28174	2.03354	2.20324

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.14173	-	1.14173	1.32917
Group 2	0.34894	0.79279	1.14173	1.32917
A Income shares				
Group 1	0.97936	-	0.97936	1.15000
Group 2	0.38530	0.59406	0.97936	1.15000
I Accumulation shares				
Group 1	1.57083	-	1.57083	1.56657
Group 2	0.75001	0.82082	1.57083	1.56657
I Income shares				
Group 1	1.45098	-	1.45098	1.47000
Group 2	0.41581	1.03517	1.45098	1.47000
K Accumulation shares				
Group 1	1.17296	-	1.17296	0.97997
Group 2	1.15296	0.02000	1.17296	0.97997
Z Accumulation shares				
Group 1	3.22379	-	3.22379	3.00065
Group 2	1.84835	1.37544	3.22379	3.00065

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen UK Smaller Companies Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The investment objective of Aberdeen UK Smaller Companies Equity Fund is to provide capital growth, whilst not excluding the occurrence of income, from investment in smaller UK companies being companies which are not included within the 200 largest UK companies at the time of purchase, in terms of market capitalisation.

Performance review

For the year ended 31 July 2017, the value of Aberdeen UK Smaller Companies Equity Fund – A Accumulation Shares increased by 25.81% compared to an increase of 23.44% in the benchmark, the FTSE Small Cap ex Investment Trusts Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

UK small-cap equities rose in the year under review, with the market benchmark setting new records despite the turmoil gripping the political arena since Britain's shock decision to leave the European Union. Initially, sentiment was lifted by hopes of a rosier global economic backdrop resulting from Donald Trump's pro-business platform that had helped him secure an unexpected win at the US presidential election. Also boosting stock prices were a rebound in the oil price and a resilient domestic economy, with UK unemployment at its lowest in over a decade, while business confidence pointed to further expansion.

However, these gains were capped by Prime Minister Theresa May's snap-election gamble that ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness, driving consumer prices above the Bank of England's 2% target and eroding household spending power as wage growth remained modest.

Portfolio review

At the stock level, contributing to relative returns was Burford Capital, as its shares were buoyed by good full-year results that demonstrated continuing portfolio growth, robust unrealised gains and increasingly diverse sources of capital. Also benefiting the Fund was a lack of exposure to Lonmin, as its shares weakened on the back of the sale of excess processing capacity along with its growth assets to ensure its survival. Last, Morgan Sindall delivered impressive results across all business units, dispelling fears that the Brexit vote would weigh on demand for its services.

Conversely, detracting from performance was a lack of exposure to Melrose Industries as its Nortek acquisition continued to buoy its share price. Also costing the Fund was Wilmington, which had a period of weak performance following a mixed trading update. Finally, Devro International's share price was dampened by delays in bringing its new US plant up to the required operational level and slower-than-expected demand in some emerging markets.

In key portfolio activity, we already mentioned in the interim review that we participated in Chesnara's share placement. Since then, we have divested Exova following a bid for the company, deciding to reinvest the proceeds in more attractive opportunities elsewhere. This included building on positions in holdings where valuations have fallen to attractive levels and the introduction of carpet manufacturer Victoria, recognising its potential for growth due to its robust business model, coupled with the ongoing industry consolidation.

Outlook

Looking ahead, the UK's economic outlook appears cautious, especially in light of the unexpected election outcome and how this will eventually pan out in the Brexit negotiations that lie ahead. Already, there are signs that imported inflation, a direct result of sterling's weakness, combined with anaemic wage growth, are starting to weigh on the economy and could undermine its post-referendum resilience.

We continue to believe that the portfolio is comprised of businesses that, while not immune to the external environment, are able to weather the difficulties that lie ahead. We have not significantly changed our positioning and maintain our rigorous focus on seeking good quality companies with diversified earnings streams, superior business models and robust balance sheets that also trade at reasonable valuations.

Pan European Equity Team

August 2017

Aberdeen UK Smaller Companies Equity Fund

Ongoing charges

	A Shares %	I Shares %	K Shares %	Z Shares %
31 July 2017	1.60	0.85	0.78	0.10
31 July 2016	1.60	0.85	0.78	0.10
31 July 2015	1.61	0.86	-	0.11

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Smaller companies: Shares of smaller companies may be more difficult to buy and sell than those of larger companies. This means that the Investment Manager may not be able to buy and sell at the best time or may suffer losses. This could reduce your returns.
- Specialist sector: The Fund invests in a specialist sector and it will not perform in line with funds that have a broader investment policy.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberndeen-asset.co.uk.

Aberdeen UK Smaller Companies Equity Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	288.14	303.44	264.42
Return before operating charges*	79.52	(10.77)	43.44
Operating charges	(5.09)	(4.53)	(4.42)
Return after operating charges*	74.43	(15.30)	39.02
Distributions on accumulation shares	(3.08)	(4.12)	(3.61)
Retained distributions on accumulation shares	3.08	4.12	3.61
Closing net asset value per share	362.57	288.14	303.44
* after direct transaction costs of:	0.09	0.36	0.14
Performance			
Return after charges	25.83%	(5.04%)	14.76%
Other information			
Closing net asset value (£'000s)	105,934	218,884	256,077
Closing number of shares	29,217,880	75,965,018	84,392,326
Operating charges	1.60%	1.60%	1.61%
Direct transaction costs	0.03%	0.13%	0.10%
Prices			
Highest share price (pence)	362.49	306.01	309.36
Lowest share price (pence)	284.72	258.78	241.76

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Smaller Companies Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	149.45	156.22	135.12
Return before operating charges*	41.45	(5.53)	22.34
Operating charges	(1.42)	(1.24)	(1.24)
Return after operating charges*	40.03	(6.77)	21.10
Distributions on accumulation shares	(2.87)	(3.22)	(2.91)
Retained distributions on accumulation shares	2.87	3.22	2.91
Closing net asset value per share	189.48	149.45	156.22
* after direct transaction costs of:	0.05	0.19	0.27
Performance			
Return after charges	26.78%	(4.33%)	15.62%
Other information			
Closing net asset value (£'000s)	18,088	14,704	12,737
Closing number of shares	9,546,438	9,838,745	8,153,273
Operating charges	0.85%	0.85%	0.86%
Direct transaction costs	0.03%	0.13%	0.10%
Prices			
Highest share price (pence)	189.44	157.58	159.08
Lowest share price (pence)	147.68	133.77	123.73

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen UK Smaller Companies Equity Fund

K Accumulation Shares ^A	31 July 2017 (pence per share)	31 July 2016 (pence per share)
Change in net assets per share		
Opening net asset value per share	102.53	100.00 ^B
Return before operating charges*	28.45	3.31
Operating charges	(0.90)	(0.78)
Return after operating charges*	27.55	2.53
Distributions on accumulation shares	(2.05)	(1.34)
Retained distributions on accumulation shares	2.05	1.34
Closing net asset value per share	130.08	102.53
 * after direct transaction costs of:	 0.03	 0.13
Performance		
Return after charges	26.87%	2.53%
Other information		
Closing net asset value (£'000s)	10	6
Closing number of shares	7,600	6,000
Operating charges	0.78%	0.78%
Direct transaction costs	0.03%	0.13%
Prices		
Highest share price (pence)	130.06	103.50
Lowest share price (pence)	101.32	93.69

^A K Accumulation share class launched on 23 March 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen UK Smaller Companies Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	336.12	348.70	299.34
Return before operating charges*	93.61	(12.25)	49.70
Operating charges	(0.37)	(0.33)	(0.34)
Return after operating charges*	93.24	(12.58)	49.36
Distributions on accumulation shares	(9.31)	(9.70)	(8.81)
Retained distributions on accumulation shares	9.31	9.70	8.81
Closing net asset value per share	429.36	336.12	348.70
* after direct transaction costs of:	0.11	0.42	0.31
Performance			
Return after charges	27.74%	(3.61%)	16.49%
Other information			
Closing net asset value (£'000s)	25,767	57,336	66,506
Closing number of shares	6,001,269	17,058,090	19,072,190
Operating charges	0.10%	0.10%	0.11%
Direct transaction costs	0.03%	0.13%	0.10%
Prices			
Highest share price (pence)	429.26	351.82	354.67
Lowest share price (pence)	332.16	299.78	274.56

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
High and Low prices are based on official published daily NAVs.

Aberdeen UK Smaller Companies Equity Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
97.36% (2016: 98.37%)			
Equities 97.36% (2016: 98.37%)			
Basic Materials 4.65% (2016: 5.40%)			
Chemicals 4.65% (2016: 5.40%)			
Elementis	949,000	2,813	1.88
Victrex [™]	210,800	4,155	2.77
		6,968	4.65
Total Basic Materials		6,968	4.65
Consumer Goods 9.84% (2016: 7.58%)			
Beverages 3.96% (2016: 3.38%)			
A.G. Barr [™]	523,000	3,138	2.10
Stock Spirits	1,705,264	2,788	1.86
		5,926	3.96
Food Producers 1.84% (2016: 2.89%)			
Devro	1,276,000	2,756	1.84
Household Goods & Home Construction 4.04% (2016: 1.31%)			
Cairn Homes	2,648,000	3,706	2.47
Victoria	431,937	2,354	1.57
		6,060	4.04
Total Consumer Goods		14,742	9.84
Consumer Services 14.23% (2016: 13.58%)			
General Retailers 4.66% (2016: 3.97%)			
Dignity	177,000	4,509	3.01
Mothercare	2,435,718	2,478	1.65
		6,987	4.66
Media 6.94% (2016: 7.24%)			
Euromoney Institutional Investor	440,959	4,895	3.28
Huntsworth	2,316,000	1,714	1.14
Wilmington	1,595,000	3,778	2.52
		10,387	6.94
Travel & Leisure 2.63% (2016: 2.37%)			
Fuller Smith & Turner	341,000	3,471	2.32
Patisserie	128,021	466	0.31
		3,937	2.63
Total Consumer Services		21,311	14.23

Aberdeen UK Smaller Companies Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Financials 18.16% (2016: 15.00%)			
Equity Investment Instruments 2.76% (2016: 1.88%)			
Burford Capital	380,000	4,131	2.76
Financial Services 2.85% (2016: 2.31%)			
Rathbone Brothers	159,400	4,262	2.85
Life Insurance 2.45% (2016: 1.69%)			
Chesnara	960,019	3,672	2.45
Real Estate Investment & Services 4.86% (2016: 4.61%)			
Helical Bar	535,000	1,846	1.23
Savills	331,400	3,029	2.03
U & I	1,277,000	2,404	1.60
		7,279	4.86
Real Estate Investment Trusts 5.24% (2016: 4.51%)			
Assura (REIT)	5,342,877	3,425	2.29
Hansteen (REIT)	3,496,000	4,439	2.95
		7,864	5.24
Total Financials		27,208	18.16
Health Care 7.65% (2016: 8.03%)			
Pharmaceuticals & Biotechnology 7.65% (2016: 8.03%)			
Abcam	312,400	3,208	2.14
Dechra Pharmaceuticals	277,000	4,917	3.29
Genus	192,600	3,330	2.22
		11,455	7.65
Total Health Care		11,455	7.65
Industrials 37.40% (2016: 42.90%)			
Aerospace & Defense 3.07% (2016: 2.72%)			
Ultra Electronics ^{co}	219,470	4,602	3.07
Construction & Materials 4.50% (2016: 3.70%)			
Keller	258,000	2,270	1.52
Morgan Sindall	326,000	4,467	2.98
		6,737	4.50
Electronic & Electrical Equipment 9.12% (2016: 9.88%)			
Oxford Instruments	414,600	4,349	2.90
TT Electronics	626,000	1,329	0.89
Xaar	801,700	3,389	2.26
XP Power	174,500	4,607	3.07
		13,674	9.12

Aberdeen UK Smaller Companies Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
General Industrials 2.74% (2016: 4.08%)			
RPC	457,406	4,098	2.74
Industrial Engineering 2.68% (2016: 1.88%)			
Fenner	1,165,000	4,016	2.68
Industrial Transportation 4.63% (2016: 6.09%)			
BBA Aviation	1,239,500	3,714	2.48
James Fisher & Sons	205,200	3,222	2.15
		6,936	4.63
Support Services 10.66% (2016: 14.55%)			
Acal	1,415,000	4,447	2.97
Berendsen	103,683	1,322	0.88
Interserve	868,000	1,960	1.31
Robert Walters	795,010	3,774	2.52
Smart Metering Systems™	732,000	4,477	2.98
		15,980	10.66
Total Industrials		56,043	37.40
Oil & Gas 1.07% (2016: 0.80%)			
Oil & Gas Producers 1.07% (2016: 0.80%)			
EnQuest™	4,766,400	1,597	1.07
Total Oil & Gas		1,597	1.07
Technology 2.81% (2016: 2.99%)			
Software & Computer Services 2.81% (2016: 2.99%)			
Aveva	212,037	4,207	2.81
Total Technology		4,207	2.81
Telecommunications 1.55% (2016: 2.09%)			
Fixed Line Telecommunications 1.55% (2016: 2.09%)			
Manx Telecom	1,321,300	2,325	1.55
Total Telecommunications		2,325	1.55
Total Equities		145,856	97.36
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		145,856	97.36

Aberdeen UK Smaller Companies Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Other transferable securities and money market instruments nil (2016: nil)			
Equities nil (2016: nil)			
Financials nil (2016: nil)			
Equity Investment Instruments nil (2016: nil)			
HIE Ventures ^Q	18,769	-	-
Open Ended Investment Funds 1.35% (2016: nil)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	2,018	2,018	1.35
Total Open Ended Investment Funds		2,018	1.35
Total investments		147,874	98.71
Other net assets		1,925	1.29
Total net assets		149,799	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[™] A portion of this security is on loan at the year end.

^Q Unapproved/unquoted security.

Comparative figures are as at 31 July 2016.

Aberdeen UK Smaller Companies Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	4,847	3.28	3.24

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Banco Bilbao Vizcaya Argentaria	235	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	229	Equity	Main market listing	BNP Paribas
Nokia	199	Equity	Main market listing	BNP Paribas
Credit Agricole	199	Equity	Main market listing	BNP Paribas
TOTAL	198	Equity	Main market listing	BNP Paribas
Anheuser-Busch InBev	190	Equity	Main market listing	BNP Paribas
Vodafone	179	Equity	Main market listing	BNP Paribas
SAP	169	Equity	Main market listing	BNP Paribas
Danone	150	Equity	Main market listing	BNP Paribas
Tokyo Electron	147	Equity	Main market listing	BNP Paribas
Other Equity	3,406	Equity	Main market listing	BNP Paribas
Other Government Bond	75	Government Bond	Investment grade	BNP Paribas
Total collateral received	5,376			

Proportion held in segregated accounts		
Collateral held per custodian	Market value of collateral held £'000	%
BNP Paribas	5,376	100.00

One custodian is used to hold the collateral.

Market value of collateral received	
Collateral analysed by currency	£'000
AUD	84
DKK	62
EUR	2,699
GBP	898
JPY	990
SEK	88
USD	555
Total collateral received	5,376

Aberdeen UK Smaller Companies Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	3,572	France	Tri-party
Merrill Lynch	675	United States	Tri-party
JPM Chase	600	United States	Tri-party
Total market value of securities lending	4,847		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	20	125.00
Direct operational costs (securities lending agent costs)	(4)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(4)	(25.00)
Net return	16	100.00

Aberdeen UK Smaller Companies Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains/(losses)	1		64,284		(21,535)
Revenue	2	7,542		9,038	
Expenses	3	(3,591)		(3,770)	
Net revenue before taxation		3,951		5,268	
Taxation	4	-		-	
Net revenue after taxation			3,951		5,268
Total return before distributions			68,235		(16,267)
Distributions	5		(3,951)		(5,277)
Change in net assets attributable to shareholders from investment activities			64,284		(21,544)

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		290,930		335,320
Amounts receivable on issue of shares	4,461		4,688	
Amounts payable on cancellation of shares	(177,516)		(32,766)	
Amount payable on in specie transfers ^A	(34,867)		-	
		(207,922)		(28,078)
Dilution adjustment		102		49
Change in net assets attributable to shareholders from investment activities		64,284		(21,544)
Retained distributions on accumulation shares		2,405		5,183
Closing net assets attributable to shareholders		149,799		290,930

^A Relating to in specie transfer to HSBC Global Custody Nominee (UK) Limited 844003 on 7 June 2017.

Aberdeen UK Smaller Companies Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		147,874	286,201
Current assets:			
Debtors	6	433	331
Cash and bank balances		1,766	4,866
Total assets		150,073	291,398
Liabilities:			
Creditors:			
Other creditors	7	274	468
Total liabilities		274	468
Net assets attributable to shareholders		149,799	290,930

Aberdeen UK Smaller Companies Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains/(losses)

	2017 £'000	2016 £'000
The net capital gains/(losses) on investments during the year comprise:		
Non-derivative securities gains/(losses)	64,303	(21,562)
Other currency (losses)/gains	(19)	27
Net capital gains/(losses)	64,284	(21,535)

2. Revenue

	2017 £'000	2016 £'000
UK dividends	6,130	7,637
UK REITs PID Income	321	235
UK REITs non PID Income	283	196
Overseas dividends	738	880
Revenue from collective investment schemes	1	-
Underwriting commission	23	75
Stock dividends	29	-
Stock lending commission	16	4
Bank interest	1	11
Total revenue	7,542	9,038

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	3,308	3,472
Operating, administrative and servicing fees	283	298
Total expenses	3,591	3,770

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
Current tax charge	-	-
Total taxation	-	-

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen UK Smaller Companies Equity Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	3,951	5,268
Corporation tax at 20% (2016 - 20%)	790	1,054
Effects of:		
UK dividends	(1,288)	(1,567)
Non-taxable overseas dividends	(148)	(176)
Excess management expenses	646	689
Total taxation	-	-

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £5,888,000 (2016 - £5,242,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Interim	1,190	1,624
Final	1,215	3,559
	2,405	5,183
Add: Revenue deducted on cancellation of shares	1,571	120
Deduct: Revenue received on issue of shares	(25)	(26)
Distributions for the year	3,951	5,277
Total distributions	3,951	5,277

Details of the distribution per share are set out in the distribution tables on page 984.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	3,951	5,268
Add:		
Movement between share classes due to conversion	-	9
Distributions	3,951	5,277

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	120	276
Amounts receivable for issue of shares	313	55
Total debtors	433	331

Aberdeen UK Smaller Companies Equity Fund

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	154	303
Amounts payable for cancellation of shares	120	165
Total other creditors	274	468

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 975. £51,000 was due from the ACD (2016 - £388,000 was due to the ACD) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £2,018,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 29% of the Fund's shares in issue.

Windsor Life Assurance Co Ltd held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 23% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 0.75%

Class 'K': 0.675%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 965. The distribution per share class is given in the distribution tables on page 984. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	I Accumulation shares	K Accumulation shares	Z Accumulation shares
Opening number of shares	75,965,018	9,838,745	6,000	17,058,090
Creations during the year	327,500	1,883,200	1,900	58,800
Cancellations during the year	(47,013,931)	(2,292,100)	(300)	(11,115,621)
Shares converted during the year	(60,707)	116,593	-	-
Closing shares in issue	29,217,880	9,546,438	7,600	6,001,269

Aberdeen UK Smaller Companies Equity Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
JPM Chase	600	666	Equity
Merrill Lynch	606	679	Equity
Merrill Lynch	69	73	Government Bond
NATIXIS	3,570	3,956	Equity
NATIXIS	2	2	Government Bond
Total	4,847	5,376	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	20	4	16

Aberdeen UK Smaller Companies Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
ING Bank	72	79	Equity
JPM Chase	111	123	Equity
Total	183	202	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	5	1	4

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

The income and capital value of the Fund's investments are mainly denominated in sterling, the Fund's functional currency; therefore, the financial statements are not subject to any significant risk of currency movements. This is consistent with the exposure during the prior year.

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £7,394,000 (2016 - £14,310,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	274	-	-	274
Total financial liabilities	-	274	-	-	274

Aberdeen UK Smaller Companies Equity Fund

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	468	-	-	468
Total financial liabilities	-	468	-	-	468

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Collective Investment Schemes	11,914	-	9,896	-
Equities	32,424	66,457	66,122	71,970
Trades in the year before transactions costs	44,338	66,457	76,018	71,970
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	18	45	(43)	(63)
Total commissions	18	45	(43)	(63)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	122	268	-	-
Total taxes	122	268	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	140	313	(43)	(63)
Total net trades in the year after transaction costs	44,478	66,770	75,975	71,907

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.06	0.07	0.07	0.09
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	0.38	0.40	-	-
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

Aberdeen UK Smaller Companies Equity Fund

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.04
Taxes	0.04	0.09
Other expenses	-	-
Total costs	0.06	0.13

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were in specie transfers in the year of £171,161,000 (2016 - nil). There were no corporate actions in the year (2016 - net sales of £12,011,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.79% (2016 - 0.08%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	145,856	-	286,201	-
Level 2	2,018	-	-	-
Level 3	-	-	-	-
Total	147,874	-	286,201	-

Aberdeen UK Smaller Companies Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.72709	-	0.72709	1.05280
Group 2	0.02964	0.69745	0.72709	1.05280
I Accumulation shares				
Group 1	0.97294	-	0.97294	1.10506
Group 2	0.23909	0.73385	0.97294	1.10506
K Accumulation shares				
Group 1	0.70480	-	0.70480	-
Group 2	-	0.70480	0.70480	-
Z Accumulation shares				
Group 1	3.53058	-	3.53058	3.72387
Group 2	1.82410	1.70648	3.53058	3.72387

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	2.35161	-	2.35161	3.07094
Group 2	0.78030	1.57131	2.35161	3.07094
I Accumulation shares				
Group 1	1.89877	-	1.89877	2.11276
Group 2	0.68169	1.21708	1.89877	2.11276
K Accumulation shares				
Group 1	1.34618	-	1.34618	1.33850
Group 2	1.34618	-	1.34618	1.33850
Z Accumulation shares				
Group 1	5.78021	-	5.78021	5.97160
Group 2	3.99482	1.78539	5.78021	5.97160

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen World Equity Fund

For the year ended 31 July 2017

Investment objective and policy

The investment objective of Aberdeen World Equity Fund is to provide long term total return from an internationally diversified portfolio of equities.

Note: The term 'total return' means a combination of income and capital growth and no positive return is implied.

Performance review

For the year ended 31 July 2017, the value of Aberdeen World Equity Fund – A Income Shares increased by 14.67% compared to an increase of 17.60% in the benchmark, the MSCI World Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

During the year under review, global equities rose. Europe and Asia Pacific led the growth in markets, underpinned by improved economic data. Emerging markets had a volatile year as the election of Donald Trump as US president triggered a sharp sell-off on concerns over protectionist policies.

On the economic front, most major ones expanded steadily, helped by accommodative policies. The Federal Reserve raised its target range for federal funds rate thrice in the last year en route monetary policy normalisation. Conversely, the European Central Bank held interest rates unchanged due to an absence of inflationary pressure, and the extension of its bond-buying programme till end-2017 also helped underpin the market. Bank of England also maintained interest rates to sustain growth and employment, while Bank of Japan kept its negative interest rate and pushed back the target date for reaching its inflation goal. Among emerging markets, the Brazilian central bank cut its benchmark interest rate to 9.25%, while Mexico held its benchmark rates unchanged.

Market sentiment was also shaped by unexpected political outcomes. The election of Donald Trump as US president raised hopes for a raft of pro-business reforms but these did not materialise eventually. The failure to repeal and replace Obamacare, on which major fiscal reforms were hinged, was particularly striking. In the UK, Prime Minister Theresa May's snap-election gamble ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government

with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness. In Europe, there was an apparent rejection of populism which brought relief to markets. Both France and the Netherlands voted in favour of centrists, electing Emmanuel Macron as president of France and Mark Rutte as prime minister of the Netherlands.

Elsewhere, oil prices remained range-bound between US\$40 and US\$50 a barrel, as attempts by OPEC and other producers to alleviate the oversupply proved futile amid record US shale output.

Portfolio review

At the stock level, Samsung Electronics was a key contributor to Fund performance. Samsung Electronics' share price proved resilient amid the broader political scandal that ultimately led to the arrest of heir apparent JY Lee. The underlying business continues to perform well, supported by its semiconductor operations and excitement around the launch of its latest mobile phone, the Galaxy S8. Samsung's memory and semiconductor divisions benefited from a surge in the capex cycle, driven by robust handphone demand. The company also announced a share buyback programme.

Also benefiting the Fund was Taiwan Semiconductor Manufacturing Company's good run, built on expectations of robust demand for the new iPhone in the second half of this year and further gains in its market share in 7-nanometre processor chips. M&T Bank also contributed positively as it rode the extended post-election rally in the broader US financial sector. The lender also increased its prime lending rate and raised expectations for a boost in interest income.

Conversely, CVS Health Corp detracted from performance, as markets expected its profit margins to be affected by an increase in competition. Perrigo also cost the fund following a series downgraded earnings forecasts and write downs relating to their European Omega business. Japan Tobacco's shares came under pressure as they faced strong competition in their home market with regards to their reduced risk products.

In portfolio movements, we introduced Sysmex, a Japanese market-leading diagnostic supplier, following a pullback in share price. The business has attractive long-term opportunities for growth. On the flipside, we sold Canadian National Railway, which has performed well but faces an increasingly-challenging operating environment.

Outlook

The period ended with global equity markets at, or close to record highs and volatility indicators at historic lows, proving to be resilient in the face of occasional shocks. The large number of uncertainties highlighted again by the Bank of International Settlements does give grounds for caution. The misallocation of capital highlighted in their report as a result of loose monetary policy is something we have spoken about previously, with an increasing share of the productive base comprised by the output of what they refer to as zombie companies. This is a result of markets not clearing, and one reason behind the low productivity growth witnessed in the global economy. However, with the rhetoric from a monetary perspective in the

Aberdeen World Equity Fund

developed world now pointing towards normalisation, central banks will have to walk a tightrope in the face of ever increasing debt levels. Given these risks, we continue to be disciplined in our investment process. The process, with the focus on the strength of the underlying businesses which make up the portfolio and the degree of diversification, is the means by which we seek to manage clients' capital over the longer term in the face of these uncertainties. With our longer term, more contrarian approach, we also seek to take advantage of opportunities as these uncertainties are potentially felt within markets.

Global Equity Team

August 2017

Aberdeen World Equity Fund

Ongoing charges

	A Shares %	I Shares %	L Shares %	Z Shares %
31 July 2017	1.64	1.14	0.82	0.14
31 July 2016	1.64	1.14	-	0.14
31 July 2015	1.65	1.15	-	0.15

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen World Equity Fund

Comparative tables

	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
A Accumulation Shares			
Change in net assets per share			
Opening net asset value per share	209.82	182.49	186.51
Return before operating charges*	34.13	30.24	(0.86)
Operating charges	(3.73)	(2.91)	(3.16)
Return after operating charges*	30.40	27.33	(4.02)
Distributions on accumulation shares	(0.73)	(1.64)	(2.45)
Retained distributions on accumulation shares	0.73	1.64	2.45
Closing net asset value per share	240.22	209.82	182.49
 * after direct transaction costs of:	 0.09	 0.13	 0.10
Performance			
Return after charges	14.49%	14.98%	(2.16%)
Other information			
Closing net asset value (£'000s)	161,133	159,504	185,878
Closing number of shares	67,076,032	76,019,348	101,857,035
Operating charges	1.64%	1.64%	1.65%
Direct transaction costs	0.04%	0.07%	0.05%
Prices			
Highest share price (pence)	246.14	212.14	204.29
Lowest share price (pence)	206.95	160.52	179.06

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	179.93	157.78	163.43
Return before operating charges*	29.28	26.08	(0.75)
Operating charges	(3.20)	(2.51)	(2.76)
Return after operating charges*	26.08	23.57	(3.51)
Distributions on income shares	(0.63)	(1.42)	(2.14)
Closing net asset value per share	205.38	179.93	157.78
 * after direct transaction costs of:	 0.07	 0.11	 0.09
Performance			
Return after charges	14.49%	14.94%	(2.15%)
Other information			
Closing net asset value (£'000s)	30,575	28,614	41,653
Closing number of shares	14,886,904	15,902,929	26,398,978
Operating charges	1.64%	1.64%	1.65%
Direct transaction costs	0.04%	0.07%	0.05%
Prices			
Highest share price (pence)	211.08	183.07	178.72
Lowest share price (pence)	177.46	138.51	156.64

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	218.51	189.10	192.30
Return before operating charges*	35.61	31.52	(0.92)
Operating charges	(2.70)	(2.11)	(2.28)
Return after operating charges*	32.91	29.41	(3.20)
Distributions on accumulation shares	(1.95)	(2.64)	(3.53)
Retained distributions on accumulation shares	1.95	2.64	3.53
Closing net asset value per share	251.42	218.51	189.10
 * after direct transaction costs of:	 0.09	 0.14	 0.10
Performance			
Return after charges	15.06%	15.55%	(1.66%)
Other information			
Closing net asset value (£'000s)	201,509	224,052	209,340
Closing number of shares	80,146,843	102,536,357	110,704,017
Operating charges	1.14%	1.14%	1.15%
Direct transaction costs	0.04%	0.07%	0.05%
Prices			
Highest share price (pence)	257.47	220.91	211.37
Lowest share price (pence)	215.53	166.78	185.08

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	126.40	110.81	114.80
Return before operating charges*	20.59	18.36	(0.53)
Operating charges	(1.56)	(1.23)	(1.36)
Return after operating charges*	19.03	17.13	(1.89)
Distributions on income shares	(1.13)	(1.54)	(2.10)
Closing net asset value per share	144.30	126.40	110.81
 * after direct transaction costs of:	 0.05	 0.08	 0.06
Performance			
Return after charges	15.06%	15.46%	(1.65%)
Other information			
Closing net asset value (£'000s)	8,944	9,259	8,392
Closing number of shares	6,198,311	7,325,051	7,572,949
Operating charges	1.14%	1.14%	1.15%
Direct transaction costs	0.04%	0.07%	0.05%
Prices			
Highest share price (pence)	148.66	128.89	125.66
Lowest share price (pence)	124.68	97.29	110.30

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Fund

	31 July 2017 (pence per share)
L Accumulation Shares^A	
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	13.41
Operating charges	(0.76)
Return after operating charges*	12.65
Distributions on accumulation shares	(1.06)
Retained distributions on accumulation shares	1.06
Closing net asset value per share	112.65
 * after direct transaction costs of:	 0.04
Performance	
Return after charges	12.65%
Other information	
Closing net asset value (£'000s)	29
Closing number of shares	26,000
Operating charges	0.82%
Direct transaction costs	0.04%
Prices	
Highest share price (pence)	115.32
Lowest share price (pence)	98.10

^A L Accumulation share class launched on 30 September 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Fund

	31 July 2017 (pence per share)
L Income Shares^A	
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	13.40
Operating charges	(0.77)
Return after operating charges*	12.63
Distributions on income shares	(1.06)
Closing net asset value per share	111.57
 * after direct transaction costs of:	 0.04
Performance	
Return after charges	12.63%
Other information	
Closing net asset value (£'000s)	1,179
Closing number of shares	1,057,000
Operating charges	0.82%
Direct transaction costs	0.04%
Prices	
Highest share price (pence)	115.10
Lowest share price (pence)	98.10

^A L Income share class launched on 30 September 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	241.06	206.54	207.95
Return before operating charges*	39.46	34.80	(1.09)
Operating charges	(0.35)	(0.28)	(0.32)
Return after operating charges*	39.11	34.52	(1.41)
Distributions on accumulation shares	(5.27)	(4.93)	(5.98)
Retained distributions on accumulation shares	5.27	4.93	5.98
Closing net asset value per share	280.17	241.06	206.54
* after direct transaction costs of:	0.09	0.15	0.11
Performance			
Return after charges	16.22%	16.71%	(0.68%)
Other information			
Closing net asset value (£'000s)	1	8,142	7,380
Closing number of shares	421	3,377,621	3,572,921
Operating charges	0.14%	0.14%	0.15%
Direct transaction costs	0.04%	0.07%	0.05%
Prices			
Highest share price (pence)	286.61	243.69	230.19
Lowest share price (pence)	237.78	183.14	200.90

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Fund

Portfolio statement

As at 31 July 2017

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
97.44% (2016: 99.45%)			
Equities 97.44% (2016: 99.45%)			
Asia Pacific 16.33% (2016: 16.99%)			
Hong Kong 5.51% (2016: 5.94%)			
AIA	1,475,800	8,814	2.19
Jardine Matheson	118,300	5,674	1.40
MTR	942,500	4,128	1.02
Swire Pacific 'A'	478,500	3,618	0.90
		22,234	5.51
India 3.01% (2016: 3.02%)			
Housing Development Finance	308,700	6,525	1.62
ITC	1,670,500	5,633	1.39
		12,158	3.01
Singapore 1.04% (2016: 1.01%)			
City Developments	670,500	4,205	1.04
South Korea 2.14% (2016: 2.61%)			
Samsung Electronics (PREF)	6,600	8,634	2.14
Taiwan 3.06% (2016: 3.12%)			
TSMC	2,293,105	12,327	3.06
Thailand 1.57% (2016: 1.29%)			
Kasikornbank (Alien)	1,399,100	6,315	1.57
Total Asia Pacific		65,873	16.33
Europe, Middle East & Africa (ex United Kingdom) 19.62% (2016: 20.89%)			
Germany 3.92% (2016: 3.70%)			
Fresenius Medical Care	108,400	7,750	1.92
Henkel (non voting) (PREF)	75,100	8,046	2.00
		15,796	3.92
Ireland 1.47% (2016: 1.51%)			
Experian	393,900	5,936	1.47
Israel 1.91% (2016: 1.90%)			
Check Point Software Technologies	95,900	7,693	1.91
Netherlands 1.40% (2016: 1.91%)			
Royal Dutch Shell 'B'	262,200	5,643	1.40

Aberdeen World Equity Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
South Africa 0.90% (2016: 0.98%)			
MTN	532,600	3,628	0.90
Sweden 1.46% (2016: 1.68%)			
Atlas Copco 'A'	213,900	5,871	1.46
Switzerland 8.56% (2016: 9.21%)			
Nestle	126,600	8,126	2.01
Novartis	196,600	12,735	3.16
Roche	71,200	13,702	3.39
		34,563	8.56
Total Europe, Middle East & Africa (ex United Kingdom)		79,130	19.62
Japan 10.74% (2016: 10.05%)			
Daito Trust Construction Co	49,800	6,371	1.58
FANUC Corp	37,400	5,793	1.44
Japan Tobacco Inc	349,900	9,204	2.28
Keyence Corp	17,700	6,198	1.54
Shin-Etsu Chemical Co	173,400	12,029	2.97
Sysmex Corp	86,500	3,747	0.93
		43,342	10.74
Total Japan		43,342	10.74
Latin America 6.20% (2016: 5.15%)			
Argentina 1.26% (2016: 1.39%)			
Tenaris (ADR)	212,700	5,087	1.26
Brazil 2.83% (2016: 1.80%)			
Banco Bradesco (ADR)	1,564,800	11,418	2.83
Mexico 2.11% (2016: 1.96%)			
FEMSA (ADR)	111,200	8,506	2.11
Total Latin America		25,011	6.20
North America 33.93% (2016: 36.54%)			
Canada 1.61% (2016: 2.07%)			
Potash Corp of Saskatchewan	481,000	6,503	1.61
United States 32.32% (2016: 34.47%)			
Amdocs	122,300	6,231	1.54
Cognizant Technology Solutions 'A'	119,000	6,257	1.55
Comcast 'A'∞	254,000	7,803	1.93
CVS Health	131,100	7,950	1.97
EOG Resources	178,100	12,859	3.20
Intercontinental Exchange	122,500	6,200	1.54

Aberdeen World Equity Fund

Security	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Johnson & Johnson	59,900	6,030	1.49
M&T Bank	82,300	10,184	2.52
Oracle	331,000	12,536	3.11
PepsiCo	90,550	8,010	1.99
Perrigo [∞]	143,150	8,137	2.02
Philip Morris International	67,000	5,932	1.47
Praxair	77,900	7,692	1.91
Schlumberger	109,900	5,717	1.42
TJX	113,800	6,067	1.50
Visa 'A' [∞]	168,800	12,750	3.16
		130,355	32.32
Total North America		136,858	33.93
United Kingdom 10.62% (2016: 9.83%)			
BHP Billiton	312,900	4,312	1.07
British American Tobacco	152,000	7,165	1.78
Rolls-Royce	697,900	6,197	1.54
Standard Chartered	798,600	6,762	1.68
Vodafone [∞]	4,626,900	10,271	2.54
Whitbread	211,231	8,128	2.01
		42,835	10.62
Total United Kingdom		42,835	10.62
Total Equities		393,049	97.44
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		393,049	97.44
Other transferable securities and money market instruments nil (2016: nil)			
Equities nil (2016: nil)			
United Kingdom nil (2016: nil)			
Sinclair Research	1,500	-	-
Total United Kingdom		-	-
Open Ended Investment Funds 2.39% (2016: nil)			
Aberdeen Liquidity Fund (Lux) Sterling Fund Z-1 [†]	9,652	9,652	2.39
Total Open Ended Investment Funds		9,652	2.39
Total investments		402,701	99.83
Other net assets		669	0.17
Total net assets		403,370	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

[∞] A portion of this security is on loan at the year end.

Comparative figures are as at 31 July 2016.

Aberdeen World Equity Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	28,263	7.02	7.01

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Anheuser-Busch InBev	1,523	Equity	Main market listing	BNP Paribas
Nokia	1,287	Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	1,031	Equity	Main market listing	BNP Paribas
TOTAL	1,031	Equity	Main market listing	BNP Paribas
Credit Agricole	1,031	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	1,026	Equity	Main market listing	BNP Paribas
SAP	877	Equity	Main market listing	BNP Paribas
Tokyo Electron	799	Equity	Main market listing	BNP Paribas
Kering	774	Equity	Main market listing	BNP Paribas
Vodafone	771	Equity	Main market listing	BNP Paribas
Other Equity	21,018	Equity	Main market listing	BNP Paribas
Other Government Bond	111	Government Bond	Investment grade	BNP Paribas
Total collateral received	31,279			

Market value of collateral held		Proportion held in segregated accounts
Collateral held per custodian	£'000	%
BNP Paribas	31,279	100.00

One custodian is used to hold the collateral.

Market value of collateral received	
Collateral analysed by currency	£'000
CHF	34
EUR	17,021
GBP	3,390
JPY	4,767
SEK	497
USD	5,570
Total collateral received	31,279

Aberdeen World Equity Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	18,565	France	Tri-party
BNP Paribas	9,698	France	Tri-party
Total market value of securities lending	28,263		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	44	125.00
Direct operational costs (securities lending agent costs)	(9)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(9)	(25.00)
Net return	35	100.00

Aberdeen World Equity Fund

Statement of total return

For the year ended 31 July 2017

		2017		2016	
	Notes	£'000	£'000	£'000	£'000
Income					
Net capital gains	1		55,586		50,854
Revenue	2	9,680		11,163	
Expenses	3	(5,697)		(5,457)	
Net revenue before taxation		3,983		5,706	
Taxation	4	(1,526)		(871)	
Net revenue after taxation			2,457		4,835
Total return before distributions			58,043		55,689
Distributions	5		(2,474)		(4,867)
Change in net assets attributable to shareholders from investment activities			55,569		50,822

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017		2016	
	£'000	£'000	£'000	£'000
Opening net assets attributable to shareholders		429,571		452,643
Amounts receivable on issue of shares	4,761		12,040	
Amounts payable on cancellation of shares	(88,634)		(90,164)	
		(83,873)		(78,124)
Change in net assets attributable to shareholders from investment activities		55,569		50,822
Retained distributions on accumulation shares		2,099		4,228
Unclaimed distributions > 6 years		4		2
Closing net assets attributable to shareholders		403,370		429,571

Aberdeen World Equity Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		402,701	427,210
Current assets:			
Debtors	6	885	5,561
Cash and bank balances		1,087	2,697
Total assets		404,673	435,468
Liabilities:			
Creditors:			
Other creditors	7	1,146	5,636
Distribution payable		157	261
Total liabilities		1,303	5,897
Net assets attributable to shareholders		403,370	429,571

Aberdeen World Equity Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	55,594	50,593
Other currency (losses)/gains	(100)	261
Class actions	92	-
Net capital gains	55,586	50,854

2. Revenue

	2017 £'000	2016 £'000
UK dividends	1,763	2,368
Overseas dividends	7,875	8,719
Revenue from collective investment schemes	5	-
Stock lending commission	35	59
Bank interest	2	15
Other revenue	-	2
Total revenue	9,680	11,163

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	5,112	4,894
Operating, administrative and servicing fees	585	563
Total expenses	5,697	5,457

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	1,526	871
Current tax charge	1,526	871
Total taxation	1,526	871

Aberdeen World Equity Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	3,983	5,706
Corporation tax at 20% (2016 - 20%)	797	1,141
Effects of:		
UK dividends	(353)	(474)
Non-taxable overseas dividends	(1,496)	(1,663)
Excess management expenses	1,064	1,008
Tax effect of expensed double taxation relief	(12)	(12)
Irrecoverable overseas withholding tax	1,526	871
Total taxation	1,526	871

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £9,248,000 (2016 - £8,184,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
Interim	412	1,300
Final	1,861	3,285
	2,273	4,585
Add: Revenue deducted on cancellation of shares	209	307
Deduct: Revenue received on issue of shares	(8)	(25)
Distributions for the year	2,474	4,867
Total distributions	2,474	4,867

Details of the distribution per share are set out in the distribution tables on page 1011.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	2,457	4,835
Add:		
Undistributed revenue brought forward	15	18
Movement between share classes due to conversion	2	29
Deduct:		
Undistributed revenue carried forward	-	(15)
Distributions	2,474	4,867

Aberdeen World Equity Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	821	872
Overseas withholding tax reclaimable	46	618
Sales awaiting settlement	-	2,100
Merger debtor	14	-
Currency transactions awaiting settlement	-	1,963
Other debtor	4	8
Total debtors	885	5,561

7. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	478	488
Amounts payable for cancellation of shares	668	582
Purchases awaiting settlement	-	2,618
Currency transactions awaiting settlement	-	1,948
Total other creditors	1,146	5,636

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 1000. £1,097,000 was due to the ACD (2016 - £1,019,000) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £9,652,000 (2016 - nil) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

Cofunds Nominee Ltd held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 39% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 1.00%

Class 'L': 0.75%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 988. The distribution per share class is given in the distribution tables on page 1011. All share classes have the same rights on winding up.

Aberdeen World Equity Fund

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	L Accumulation shares
Opening number of shares	76,019,348	15,902,929	102,536,357	7,325,051	-
Creations during the year	1,354,733	56,514	27,600	203,131	26,100
Cancellations during the year	(9,507,754)	(810,608)	(23,158,356)	(1,730,500)	(100)
Shares converted during the year	(790,295)	(261,931)	741,242	400,629	-
Closing shares in issue	67,076,032	14,886,904	80,146,843	6,198,311	26,000

	L Income shares	Z Accumulation shares
Opening number of shares	-	3,377,621
Creations during the year	1,071,200	-
Cancellations during the year	(14,200)	(3,377,200)
Shares converted during the year	-	-
Closing shares in issue	1,057,000	421

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Aberdeen World Equity Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
BNP Paribas	9,602	10,602	Equity
BNP Paribas	96	102	Government Bond
NATIXIS	18,556	20,565	Equity
NATIXIS	9	10	Government Bond
Total	28,263	31,279	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	44	9	35

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
BNP Paribas	384	404	Government Bond
BNP Paribas	11,471	12,685	Equity
BNP Paribas	5,511	5,802	Government Bond
Citigroup	5,285	5,814	Equity
Deutsche Bank	9,622	10,668	Equity
Deutsche Bank	837	881	Government Bond
NATIXIS	11,742	13,003	Equity
NATIXIS	2,670	2,810	Government Bond
Total	47,522	52,067	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	73	14	59

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Aberdeen World Equity Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Canadian Dollar	33	6,503	6,536
Euro	45	15,796	15,841
Hong Kong Dollar	-	16,561	16,561
Indian Rupee	101	12,158	12,259
Japanese Yen	151	43,342	43,493
Korean Won	24	8,634	8,658
Pound Sterling	193	64,066	64,259
Singapore Dollar	-	4,205	4,205
South African Rand	-	3,628	3,628
Swedish Krona	-	5,871	5,871
Swiss Franc	-	34,563	34,563
Taiwan Dollar	13	12,327	12,340
Thai Baht	-	6,315	6,315
US Dollar	109	168,732	168,841
Net assets	669	402,701	403,370

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Canadian Dollar	637	8,905	9,542
Euro	(90)	15,898	15,808
Hong Kong Dollar	-	19,059	19,059
Indian Rupee	192	12,952	13,144
Japanese Yen	170	43,173	43,343
Korean Won	544	11,203	11,747
Pound Sterling	(64)	56,935	56,871
Singapore Dollar	-	4,346	4,346
South African Rand	-	4,228	4,228
Swedish Krona	-	7,199	7,199
Swiss Franc	550	39,560	40,110
Taiwan Dollar	479	13,390	13,869
Thai Baht	-	5,547	5,547
US Dollar	(57)	184,815	184,758
Net assets	2,361	427,210	429,571

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £33,911,000 (2016 - £37,270,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Aberdeen World Equity Fund

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £20,135,000 (2016 - £21,361,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	1,146	-	-	1,146
Distribution payable	-	157	-	-	157
Total financial liabilities	-	1,303	-	-	1,303
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	5,636	-	-	5,636
Distribution payable	-	261	-	-	261
Total financial liabilities	-	5,897	-	-	5,897

Aberdeen World Equity Fund

12. Portfolio transaction costs

	Purchases		Sales	
	2017	2016	2017	2016
	£'000	£'000	£'000	£'000
Trades in the year				
Collective Investment Schemes	27,641	-	17,989	-
Equities	35,621	98,464	125,453	162,174
Trades in the year before transactions costs	63,262	98,464	143,442	162,174
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	32	86	(56)	(97)
Total commissions	32	86	(56)	(97)
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	21	83	(44)	(18)
Total taxes	21	83	(44)	(18)
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	1	(5)	(11)
Total other expenses	-	1	(5)	(11)
Total transaction costs	53	170	(105)	(126)
Total net trades in the year after transaction costs	63,315	98,634	143,337	162,048

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Collective Investment Schemes	-	-	-	-
Equities	0.09	0.09	0.04	0.06
Taxes				
Collective Investment Schemes	-	-	-	-
Equities	0.06	0.08	0.04	0.01
Other expenses				
Collective Investment Schemes	-	-	-	-
Equities	-	-	-	0.01

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.05
Taxes	0.02	0.03
Other expenses	-	-
Total costs	0.04	0.08

Aberdeen World Equity Fund

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £95,000 in the year (2016 - £146,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.07% (2016 - 0.09%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	393,049	-	427,210	-
Level 2	9,652	-	-	-
Level 3	-	-	-	-
Total	402,701	-	427,210	-

Aberdeen World Equity Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	-	-	-	0.32384
Group 2	-	-	-	0.32384
A Income shares				
Group 1	-	-	-	0.28000
Group 2	-	-	-	0.28000
I Accumulation shares				
Group 1	0.43656	-	0.43656	0.76792
Group 2	0.18402	0.25254	0.43656	0.76792
I Income shares				
Group 1	0.25254	-	0.25254	0.45000
Group 2	0.12266	0.12988	0.25254	0.45000
L Accumulation shares				
Group 1	0.19475	-	0.19475	-
Group 2	0.19475	-	0.19475	-
L Income shares				
Group 1	0.19475	-	0.19475	-
Group 2	0.09860	0.09615	0.19475	-
Z Accumulation shares				
Group 1	2.16411	-	2.16411	1.83685
Group 2	2.16411	-	2.16411	1.83685

Aberdeen World Equity Fund

Final dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	0.73241	-	0.73241	1.32103
Group 2	0.18813	0.54428	0.73241	1.32103
A Income shares				
Group 1	0.62809	-	0.62809	1.14000
Group 2	0.09600	0.53209	0.62809	1.14000
I Accumulation shares				
Group 1	1.51276	-	1.51276	1.86815
Group 2	0.48461	1.02815	1.51276	1.86815
I Income shares				
Group 1	0.87347	-	0.87347	1.09000
Group 2	0.41631	0.45716	0.87347	1.09000
L Accumulation shares				
Group 1	0.86750	-	0.86750	-
Group 2	0.86750	-	0.86750	-
L Income shares				
Group 1	0.86586	-	0.86586	-
Group 2	0.84223	0.02363	0.86586	-
Z Accumulation shares				
Group 1	3.10616	-	3.10616	3.09445
Group 2	3.10616	-	3.10616	3.09445

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen World Equity Income Fund

For the year ended 31 July 2017

Investment objective and policy

To provide income and capital appreciation for investors over the long term in companies worldwide.

The investment policy is to invest primarily in equity and equity related securities of companies worldwide which offer attractive yields and sustainable dividends. The Fund may also invest up to 10% of its assets in fixed income securities including non-Investment grade debt. The Fund may also invest in derivatives, including credit default swaps, money market instruments, cash, near cash, deposits and shares in collective investment schemes.

Performance review

For the year ended 31 July 2017, the value of Aberdeen World Equity Income Fund – A Income Shares increased 11.31% compared to an increase of 17.60% in the benchmark, the MSCI World Index benchmark.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

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Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

During the year under review, global equities rose. Europe and Asia Pacific led the growth in markets, underpinned by improved economic data. Emerging markets had a volatile year as the election of Donald Trump as US president triggered a sharp sell-off on concerns over protectionist policies.

On the economic front, most major ones expanded steadily, helped by accommodative policies. The Federal Reserve raised its target range for federal funds rate thrice in the last year en route monetary policy normalisation. Conversely, the European Central Bank held interest rates unchanged due to an absence of inflationary pressure, and the extension of its bond-buying programme till end-2017 also helped underpin the market. Bank of England also maintained interest rates to sustain growth and employment, while Bank of Japan kept its negative interest rate and pushed back the target date for reaching its inflation goal. Among emerging markets, the Brazilian central bank cut its benchmark interest rate to 9.25%, while Mexico held its benchmark rates unchanged.

Market sentiment was also shaped by unexpected political outcomes. The election of Donald Trump as US president raised hopes for a raft of pro-business reforms but these did not materialise eventually. The failure to repeal and replace Obamacare, on which major fiscal reforms were hinged, was particularly striking. In the UK, Prime Minister Theresa May's snap-election gamble ended in a hung parliament, denting Britain's bargaining position just as Brexit negotiations got underway. The Conservative Party was forced to form a government with a slim majority by forging an alliance with Northern Ireland's Democratic Unionist Party. Unsurprisingly, sterling succumbed to fresh bouts of weakness. In Europe, there was an apparent rejection of populism which brought relief to markets. Both France and the Netherlands voted in favour of centrists, electing Emmanuel Macron as president of France and Mark Rutte as prime minister of the Netherlands.

Elsewhere, oil prices remained range-bound between US\$40 and US\$50 a barrel, as attempts by OPEC and other producers to alleviate the oversupply proved futile amid record US shale output.

Portfolio review

Our holdings in Sociedad quimica y minera (SQM) was the top contributor to performance. The Chilean industrial-chemicals and fertilizer distributor benefited from higher lithium prices, which were driven by rapidly-growing demand from automakers. SQM's third-quarter results exceeded expectations, underpinned by healthy sales growth in its iodine and potassium businesses.

Also lifting fund performance was HSBC, as its shares strengthened on the back of hints of further interest rate rises by central banks. Another key contributor was Taiwan Semiconductor Manufacturing Company. Its shares rose on expectations of robust demand for the new iPhone in the second half of this year and further gains in its market share in 7-nanometre processor chips.

Conversely, Japan Tobacco detracted from performance. Its shares came under pressure as competing novel nicotine products continued to take market share from its domestic cigarette sales. Also costing the fund was Singtel, whose shares were weighed down by concerns over rising competition related to spectrum auctions in Singapore and Australia, and a dip in its results. Verizon Communications detracted from performance. Its shares declined on the back of aggressive competition in the US.

In portfolio moves, we introduced Indocement, a solid Indonesian franchise trading at attractive valuations; Brazilian port operator Wilson and Sons, a business led by experienced management and solid fundamentals; and UK-based communications satellite business Inmarsat, which operates in an industry with numerous end-markets and high barriers to entry, and pays an attractive dividend which has grown consistently over the long-term.

On the other hand, we sold Nestle on concerns over a slowdown in growth even as valuations remain high. We also exited French listed retailer Casino on lower growth expectations and Italian multinational energy company Eni in favour of other names in the energy sector.

Aberdeen World Equity Income Fund

Outlook

The period ended with global equity markets at, or close to record highs and volatility indicators at historic lows, proving to be resilient in the face of occasional shocks. The large number of uncertainties highlighted again by the Bank of International Settlements does give grounds for caution. The misallocation of capital highlighted in their report as a result of loose monetary policy is something we have spoken about previously, with an increasing share of the productive base comprised by the output of what they refer to as zombie companies. This is a result of markets not clearing, and one reason behind the low productivity growth witnessed in the global economy. However, with the rhetoric from a monetary perspective in the developed world now pointing towards normalisation, central banks will have to walk a tightrope in the face of ever increasing debt levels. Given these risks, we continue to be disciplined in our investment process. The process, with the focus on the strength of the underlying businesses which make up the portfolio and the degree of diversification, is the means by which we seek to manage clients' capital over the longer term in the face of these uncertainties. With our longer term, more contrarian approach, we also seek to take advantage of opportunities as these uncertainties are potentially felt within markets.

Global Equity Team

August 2017

Aberdeen World Equity Income Fund

Ongoing charges

	A Shares %	I Shares %
31 July 2017	1.65	1.15
31 July 2016	1.65	1.15
31 July 2015	1.65	1.15

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risk of investing in this Fund:
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen World Equity Income Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	125.99	108.41	115.74
Return before operating charges*	16.29	19.32	(5.42)
Operating charges	(2.21)	(1.74)	(1.91)
Return after operating charges*	14.08	17.58	(7.33)
Distributions on accumulation shares	(5.06)	(4.83)	(4.64)
Retained distributions on accumulation shares	5.06	4.83	4.64
Closing net asset value per share	140.07	125.99	108.41
* after direct transaction costs of:	0.05	0.06	0.04
Performance			
Return after charges	11.18%	16.22%	(6.33%)
Other information			
Closing net asset value (£'000s)	4,566	4,585	3,475
Closing number of shares	3,259,856	3,639,426	3,205,756
Operating charges	1.65%	1.65%	1.65%
Direct transaction costs	0.04%	0.06%	0.04%
Prices			
Highest share price (pence)	142.06	128.18	122.84
Lowest share price (pence)	123.47	93.98	106.07

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Income Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	62.22	55.94	62.18
Return before operating charges*	7.97	9.61	(2.77)
Operating charges	(1.09)	(0.88)	(1.01)
Return after operating charges*	6.88	8.73	(3.78)
Distributions on income shares	(2.47)	(2.45)	(2.46)
Closing net asset value per share	66.63	62.22	55.94
 * after direct transaction costs of:	 0.03	 0.03	 0.02
Performance			
Return after charges	11.06%	15.61%	(6.08%)
Other information			
Closing net asset value (£'000s)	30,344	12,330	24,703
Closing number of shares	45,537,796	19,817,166	44,161,388
Operating charges	1.65%	1.65%	1.65%
Direct transaction costs	0.04%	0.06%	0.04%
Prices			
Highest share price (pence)	68.47	64.10	66.01
Lowest share price (pence)	60.52	48.00	55.23

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Income Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	120.97	103.54	109.98
Return before operating charges*	15.66	18.59	(5.17)
Operating charges	(1.48)	(1.16)	(1.27)
Return after operating charges*	14.18	17.43	(6.44)
Distributions on accumulation shares	(4.87)	(4.66)	(4.43)
Retained distributions on accumulation shares	4.87	4.66	4.43
Closing net asset value per share	135.15	120.97	103.54
 * after direct transaction costs of:	 0.05	 0.06	 0.04
Performance			
Return after charges	11.72%	16.83%	(5.86%)
Other information			
Closing net asset value (£'000s)	3,071	4,402	4,393
Closing number of shares	2,272,599	3,638,830	4,242,696
Operating charges	1.15%	1.15%	1.15%
Direct transaction costs	0.04%	0.06%	0.04%
Prices			
Highest share price (pence)	137.00	123.05	116.79
Lowest share price (pence)	118.62	90.01	101.30

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Income Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	64.39	57.60	63.72
Return before operating charges*	8.25	9.97	(2.86)
Operating charges	(0.78)	(0.63)	(0.73)
Return after operating charges*	7.47	9.34	(3.59)
Distributions on income shares	(2.56)	(2.55)	(2.53)
Closing net asset value per share	69.30	64.39	57.60
 * after direct transaction costs of:	 0.03	 0.03	 0.02
Performance			
Return after charges	11.60%	16.22%	(5.63%)
Other information			
Closing net asset value (£'000s)	54,419	61,403	86,836
Closing number of shares	78,522,778	95,354,690	150,744,036
Operating charges	1.15%	1.15%	1.15%
Direct transaction costs	0.04%	0.06%	0.04%
Prices			
Highest share price (pence)	71.08	66.33	67.68
Lowest share price (pence)	62.75	49.58	56.88

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.
 Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.
 High and Low prices are based on official published daily NAVs.

Aberdeen World Equity Income Fund

Portfolio statement

As at 31 July 2017

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market			
99.07% (2016: 99.68%)			
Equities 99.07% (2016: 99.68%)			
Asia Pacific 25.83% (2016: 23.35%)			
Australia 1.25% (2016: 1.62%)			
Coca-Cola Amatil	231,000	1,153	1.25
Hong Kong 2.85% (2016: 2.32%)			
MTR	420,000	1,840	1.99
Swire Pacific 'A'	105,000	794	0.86
		2,634	2.85
Indonesia 3.51% (2016: 1.88%)			
Indocement Tunggal Prakarsa	1,290,700	1,277	1.38
Unilever Indonesia	705,800	1,966	2.13
		3,243	3.51
Malaysia 1.79% (2016: 2.28%)			
British American Tobacco Malaysia	211,800	1,651	1.79
New Zealand 2.09% (2016: 1.23%)			
Auckland International Airport	489,600	1,935	2.09
Singapore 4.41% (2016: 4.59%)			
Singapore Telecommunications	1,836,800	4,075	4.41
Taiwan 6.94% (2016: 7.62%)			
Taiwan Mobile	1,243,900	3,358	3.64
TSMC (ADR)	111,800	3,049	3.30
		6,407	6.94
Thailand 2.99% (2016: 1.81%)			
Siam Commercial Bank (Alien)	573,000	1,914	2.07
Tesco Lotus Retail Growth Freehold & Leasehold Property Fund	2,247,600	850	0.92
		2,764	2.99
Total Asia Pacific		23,862	25.83
Europe, Middle East & Africa (ex United Kingdom) 15.85% (2016: 23.19%)			
France 3.72% (2016: 7.74%)			
Engie	112,200	1,365	1.48
TOTAL	54,000	2,074	2.24
		3,439	3.72
Germany 0.98% (2016: 0.93%)			
Bayer	9,500	909	0.98

Aberdeen World Equity Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
Italy nil (2016: 0.95%)			
Netherlands 2.90% (2016: 2.89%)			
Royal Dutch Shell 'B'	124,500	2,679	2.90
South Africa 1.77% (2016: 2.04%)			
MTN	240,200	1,636	1.77
Sweden 1.80% (2016: 2.09%)			
Atlas Copco 'B'	67,700	1,667	1.80
Switzerland 4.68% (2016: 6.55%)			
Novartis	28,300	1,833	1.98
Roche	12,900	2,483	2.70
		4,316	4.68
Total Europe, Middle East & Africa (ex United Kingdom)		14,646	15.85
Japan 6.71% (2016: 6.29%)			
Daito Trust Construction Co	24,000	3,070	3.32
Japan Tobacco Inc	119,000	3,131	3.39
		6,201	6.71
Total Japan		6,201	6.71
Latin America 16.72% (2016: 13.76%)			
Argentina 1.21% (2016: 1.40%)			
Tenaris (ADR)	46,700	1,117	1.21
Brazil 8.64% (2016: 5.74%)			
Banco Bradesco (ADR)	564,782	4,121	4.46
Telefonica Brasil (ADR)	259,400	2,928	3.17
Wilson Sons (BDR)	109,500	936	1.01
		7,985	8.64
Chile 4.07% (2016: 2.65%)			
Sociedad Quimica y Minera de Chile (ADR) (PREF)	120,700	3,764	4.07
Mexico 2.80% (2016: 3.97%)			
FEMSA (ADR)	12,000	918	0.99
Kimberly-Clark de Mexico	1,095,400	1,666	1.81
		2,584	2.80
Total Latin America		15,450	16.72

Aberdeen World Equity Income Fund

	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Security			
North America 19.92% (2016: 20.53%)			
Canada 4.46% (2016: 5.84%)			
Potash Corp of Saskatchewan	168,000	2,271	2.45
TELUS	67,900	1,854	2.01
		4,125	4.46
United States 15.46% (2016: 14.69%)			
CME	33,900	3,150	3.41
Intel	35,000	942	1.02
Johnson & Johnson	14,100	1,419	1.54
PepsiCo	19,300	1,707	1.85
Philip Morris International	45,900	4,064	4.40
Verizon Communications	81,600	2,996	3.24
		14,278	15.46
Total North America		18,403	19.92
United Kingdom 14.04% (2016: 12.56%)			
BHP Billiton	101,400	1,397	1.51
British American Tobacco ^{oo}	49,400	2,328	2.52
HSBC	419,800	3,179	3.44
Inmarsat	161,300	1,251	1.35
Standard Chartered	226,566	1,918	2.08
Vodafone ^{oo}	1,308,300	2,904	3.14
		12,977	14.04
Total United Kingdom		12,977	14.04
Total Equities		91,539	99.07
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market		91,539	99.07
Total investments		91,539	99.07
Other net assets		861	0.93
Total net assets		92,400	100.00

^{oo} A portion of this security is on loan at the year end.
Comparative figures are as at 31 July 2016.

Aberdeen World Equity Income Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	2,815	3.08	3.05

Market value of collateral received				
Collateral issuers	£'000	Type	Quality	Custodian
Nokia	152	Equity	Main market listing	BNP Paribas
Anheuser-Busch InBev	149	Equity	Main market listing	BNP Paribas
Banco Bilbao Vizcaya Argentaria	129	Equity	Main market listing	BNP Paribas
Credit Agricole	129	Equity	Main market listing	BNP Paribas
Total	129	Equity	Main market listing	BNP Paribas
Intesa Sanpaolo	129	Equity	Main market listing	BNP Paribas
Tokyo Electron	119	Equity	Main market listing	BNP Paribas
SAP	110	Equity	Main market listing	BNP Paribas
Vodafone	97	Equity	Main market listing	BNP Paribas
Tesco	91	Equity	Main market listing	BNP Paribas
Other Equity	1,817	Equity	Main market listing	BNP Paribas
Other Government Bond	67	Government Bond	Investment grade	BNP Paribas
Total collateral received	3,118			

Market value of collateral held		Proportion held in segregated accounts
Collateral held per custodian	£'000	%
BNP Paribas	3,118	100.00

One custodian is used to hold the collateral.

Market value of collateral received	
Collateral analysed by currency	£'000
EUR	1,550
GBP	479
JPY	705
SEK	84
USD	300
Total collateral received	3,118

Aberdeen World Equity Income Fund

Counterparties per type of SFT	Market value of securities lending £'000	Countries of counterparty establishment	Settlement and clearing
Securities lending			
NATIXIS	2,328	France	Tri-party
BNP Paribas	487	France	Tri-party
Total market value of securities lending	2,815		

Maturity Tenor of Collateral and SFTs (remaining period to maturity)
Securities lending
The lending and collateral transactions are on an open basis and can be recalled on demand.
The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	9	125.00
Direct operational costs (securities lending agent costs)	(2)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(2)	(25.00)
Net return	7	100.00

Aberdeen World Equity Income Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital gains	1	6,799	6,708
Revenue	2	3,675	4,031
Expenses	3	(1,104)	(1,071)
Net revenue before taxation		2,571	2,960
Taxation	4	(293)	(85)
Net revenue after taxation		2,278	2,875
Total return before distributions		9,077	9,583
Distributions	5	(3,246)	(3,833)
Change in net assets attributable to shareholders from investment activities		5,831	5,750

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	82,720	119,407
Amounts receivable on issue of shares	20,686	4,838
Amounts payable on cancellation of shares	(17,133)	(47,614)
	3,553	(42,776)
Change in net assets attributable to shareholders from investment activities	5,831	5,750
Retained distributions on accumulation shares	294	336
Unclaimed distributions > 6 years	2	3
Closing net assets attributable to shareholders	92,400	82,720

Aberdeen World Equity Income Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		91,539	82,458
Current assets:			
Debtors	6	871	757
Cash and bank balances		1,065	645
Total assets		93,475	83,860
Liabilities:			
Creditors:			
Other creditors	7	186	257
Distribution payable		889	883
Total liabilities		1,075	1,140
Net assets attributable to shareholders		92,400	82,720

Aberdeen World Equity Income Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital gains

	2017 £'000	2016 £'000
The net capital gains on investments during the year comprise:		
Non-derivative securities gains	6,765	6,807
Other currency (losses)/gains	(31)	6
Transaction costs	-	(105)
Class actions	65	-
Net capital gains	6,799	6,708

2. Revenue

	2017 £'000	2016 £'000
UK dividends	667	726
Overseas dividends	3,000	3,258
Stock lending commission	7	42
Bank interest	1	4
Other revenue	-	1
Total revenue	3,675	4,031

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	975	945
Operating, administrative and servicing fees	129	126
Total expenses	1,104	1,071

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £6,150 (2016 - £6,150).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Overseas withholding tax	293	85
Current tax charge	293	85
Total taxation	293	85

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Aberdeen World Equity Income Fund

Reconciliation of the tax charge for the year:

	2017	2016
	£'000	£'000
Net revenue before taxation	2,571	2,960
Corporation tax at 20% (2016 - 20%)	514	592
Effects of:		
UK dividends	(134)	(145)
Non-taxable overseas dividends	(559)	(618)
Excess management expenses	185	175
Tax effect of expensed double taxation relief	(6)	(4)
Irrecoverable overseas withholding tax	293	85
Total taxation	293	85

Factors that may affect future tax charges

At the year end, after offset against income taxable on receipt, there is a potential deferred tax asset of £2,095,000 (2016 - £1,910,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise these amounts and therefore no deferred tax asset has been recognised. The prior year figure was revised to reflect the prior year accounts as submitted to HMRC.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017	2016
	£'000	£'000
First interim	723	926
Second interim	613	519
Third interim	976	1,189
Final	968	989
	3,280	3,623
Add: Revenue deducted on cancellation of shares	74	240
Deduct: Revenue received on issue of shares	(108)	(30)
Distributions for the year	3,246	3,833
Total distributions	3,246	3,833

Details of the distribution per share are set out in the distribution tables on page 1036.

	2017	2016
	£'000	£'000
Movement between net revenue and distributions		
Net revenue after taxation	2,278	2,875
Add:		
Undistributed revenue brought forward	3	16
Authorised Corporate Director's periodic charge paid from capital	975	945
Deduct:		
Tax relief on capital expenses	(10)	-
Undistributed revenue carried forward	-	(3)
Distributions	3,246	3,833

Aberdeen World Equity Income Fund

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	515	354
Amounts receivable for issue of shares	301	236
Overseas withholding tax reclaimable	53	166
Other debtor	2	1
Total debtors	871	757

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	106	89
Amounts payable for cancellation of shares	80	168
Total other creditors	186	257

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 1025. £128,000 was due to the ACD (2016 - £11,000) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

Rathbone Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 20% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.50%

Class 'I': 1.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 1016. The distribution per share class is given in the distribution tables on page 1036. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares
Opening number of shares	3,639,426	19,817,166	3,638,830	95,354,690
Creations during the year	697,000	27,366,600	341,077	1,642,059
Cancellations during the year	(1,011,400)	(1,554,100)	(1,665,073)	(18,770,586)
Shares converted during the year	(65,170)	(91,870)	(42,235)	296,615
Closing shares in issue	3,259,856	45,537,796	2,272,599	78,522,778

Aberdeen World Equity Income Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices / indices overleaf, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2017			
BNP Paribas	424	473	Equity
BNP Paribas	63	66	Government Bond
NATIXIS	2,327	2,578	Equity
NATIXIS	1	1	Government Bond
Total	2,815	3,118	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	9	2	7

Aberdeen World Equity Income Fund

Counterparty	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
2016			
Citigroup	2,299	2,529	Equity
Total	2,299	2,529	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	53	11	42

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Market Risk

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Australian Dollar	-	1,153	1,153
Brazilian Real	-	935	935
Canadian Dollar	11	4,125	4,136
Euro	3	4,348	4,351
Hong Kong Dollar	-	2,633	2,633
Indonesian Rupiah	-	3,243	3,243
Japanese Yen	52	6,201	6,252
Malaysian Ringgit	-	1,651	1,651
Mexican Nuevo Peso	-	1,666	1,666
New Zealand Dollar	-	1,935	1,935
Pound Sterling	456	15,657	16,113
Singapore Dollar	-	4,075	4,076
South African Rand	-	1,636	1,636
Swedish Krona	-	1,667	1,667
Swiss Franc	-	4,316	4,316
Taiwan Dollar	159	3,359	3,518
Thai Baht	10	2,764	2,774
US Dollar	170	30,175	30,345
Net assets	861	91,539	92,400

Aberdeen World Equity Income Fund

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Australian Dollar	-	1,340	1,340
Canadian Dollar	33	4,828	4,861
Euro	2	7,961	7,963
Hong Kong Dollar	43	1,920	1,963
Indonesian Rupiah	-	1,559	1,559
Japanese Yen	42	5,200	5,242
Malaysian Ringgit	-	1,882	1,882
Mexican Nuevo Peso	-	1,662	1,662
New Zealand Dollar	-	1,021	1,021
Pound Sterling	(338)	12,776	12,438
Singapore Dollar	-	3,797	3,797
South African Rand	-	1,691	1,691
Swedish Krona	-	1,733	1,733
Swiss Franc	110	5,421	5,531
Taiwan Dollar	191	3,264	3,455
Thai Baht	-	1,494	1,494
US Dollar	179	24,909	25,088
Net assets	262	82,458	82,720

At 31 July 2017, if the value of Sterling increased or decreased by 10% against all other currencies, with all other variables remaining constant, then the net assets attributable to the shareholders will increase or decrease by approximately £7,629,000 (2016 - £7,028,000).

Interest rate risk profile of financial assets and financial liabilities

The majority of the Fund's financial assets are equity shares and other investments which neither pay interest nor have a maturity date. Therefore, the Fund's exposure to interest rate risk is considered insignificant. This is consistent with the exposure during the prior year.

In the event of change in interest rates, there would be no material impact upon the assets of the Fund.

Other price risk

The Fund invests principally in equities. The value of equities is not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Adviser seeks to minimise these risks by holding a diversified portfolio of investments spread across all market sectors in line with the Fund's objectives. In addition, the management of the Fund complies with the Financial Conduct Authority's COLL sourcebook, which includes rules limiting the size of investment in any particular holding.

As at 31 July 2017, if the prices of investments held by the Fund increased or decreased by 5%, with all other variables remaining constant, then net assets attributable to the shareholders would increase or decrease by approximately £4,577,000 (2016 - £4,123,000).

There is no material difference between the value of the financial assets and liabilities, as shown in the Balance sheet, and their fair values.

Financial derivatives

The Fund had no exposure to derivatives as at 31 July 2017 (2016 - nil).

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Aberdeen World Equity Income Fund

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Non-derivatives</i>					
Other creditors	-	186	-	-	186
Distribution payable	-	889	-	-	889
Total financial liabilities	-	1,075	-	-	1,075
	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Non-derivatives</i>					
Other creditors	-	257	-	-	257
Distribution payable	-	883	-	-	883
Total financial liabilities	-	1,140	-	-	1,140

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Equities	17,373	9,218	15,079	53,225
Trades in the year before transactions costs	17,373	9,218	15,079	53,225
Commissions				
Equities	10	5	(6)	(24)
Total commissions	10	5	(6)	(24)
Taxes				
Equities	16	10	-	(4)
Total taxes	16	10	-	(4)
Other expenses				
Equities	2	1	(1)	(4)
Total other expenses	2	1	(1)	(4)
Total transaction costs	28	16	(7)	(32)
Total net trades in the year after transaction costs	17,401	9,234	15,072	53,193

Aberdeen World Equity Income Fund

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Equities	0.06	0.05	0.04	0.05
Taxes				
Equities	0.09	0.11	-	0.01
Other expenses				
Equities	0.01	0.01	0.01	0.01

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	0.02	0.03
Taxes	0.02	0.02
Other expenses	-	0.01
Total costs	0.04	0.06

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - net sales of £17,000).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.14% (2016 - 0.29%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation.

This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen World Equity Income Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1	91,539	-	82,458	-
Level 2	-	-	-	-
Level 3	-	-	-	-
Total	91,539	-	82,458	-

Aberdeen World Equity Income Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim dividend distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 October 2016

	Revenue	Equalisation	Distribution paid 31/01/17	Distribution paid 31/01/16
A Accumulation shares				
Group 1	1.14587	-	1.14587	1.02719
Group 2	0.54684	0.59903	1.14587	1.02719
A Income shares				
Group 1	0.56589	-	0.56589	0.53000
Group 2	0.30645	0.25944	0.56589	0.53000
I Accumulation shares				
Group 1	1.09529	-	1.09529	0.97059
Group 2	0.38931	0.70598	1.09529	0.97059
I Income shares				
Group 1	0.58304	-	0.58304	0.54000
Group 2	0.26501	0.31803	0.58304	0.54000

Second Interim dividend distribution

Group 1: Shares purchased prior to 1 November 2016

Group 2: Shares purchased 1 November 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.98382	-	0.98382	0.64607
Group 2	0.34746	0.63636	0.98382	0.64607
A Income shares				
Group 1	0.48175	-	0.48175	0.33000
Group 2	0.02386	0.45789	0.48175	0.33000
I Accumulation shares				
Group 1	0.95031	-	0.95031	0.65354
Group 2	0.49707	0.45324	0.95031	0.65354
I Income shares				
Group 1	0.50162	-	0.50162	0.36000
Group 2	0.29413	0.20749	0.50162	0.36000

Aberdeen World Equity Income Fund

Third Interim dividend distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 30 April 2017

	Revenue	Equalisation	Distribution paid 31/07/17	Distribution paid 31/07/16
A Accumulation shares				
Group 1	1.47061	-	1.47061	1.65522
Group 2	0.59231	0.87830	1.47061	1.65522
A Income shares				
Group 1	0.71476	-	0.71476	0.84000
Group 2	0.33544	0.37932	0.71476	0.84000
I Accumulation shares				
Group 1	1.42898	-	1.42898	1.60855
Group 2	0.78418	0.64480	1.42898	1.60855
I Income shares				
Group 1	0.74867	-	0.74867	0.88000
Group 2	0.40276	0.34591	0.74867	0.88000

Final dividend distribution

Group 1: Shares purchased prior to 1 May 2017

Group 2: Shares purchased 1 May 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.46349	-	1.46349	1.50060
Group 2	0.43340	1.03009	1.46349	1.50060
A Income shares				
Group 1	0.70357	-	0.70357	0.75000
Group 2	0.49803	0.20554	0.70357	0.75000
I Accumulation shares				
Group 1	1.39790	-	1.39790	1.42942
Group 2	0.33540	1.06250	1.39790	1.42942
I Income shares				
Group 1	0.72434	-	0.72434	0.77000
Group 2	0.24860	0.47574	0.72434	0.77000

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen World Government Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund aims to provide a combination of income and capital growth by direct and indirect investment predominantly in Debt and debt-related securities issued by governments, public bodies and supra-national issuers domiciled globally. The Fund may also invest in other transferable securities, money market instruments, deposits, cash, near cash, shares in collective investment schemes (including other funds managed by the Investment Adviser or its affiliates) and derivatives (for efficient portfolio management only). The Fund may invest up to 20% in sub-Investment grade Debt and debt-related securities.

It is not currently intended that derivatives will be used for any purpose other than efficient portfolio management (including hedging). Derivatives may be used for investment purposes in future on giving not less than 60 days' notice to Shareholders. If derivatives are used for investment purposes in this way, it is not intended that such usage would raise the risk profile of the Fund.

Performance review

For the year ended 31 July 2017, the value of Aberdeen World Government Bond Fund – A Accumulation Shares increased by 0.28% compared to an increase of 0.94% in the benchmark, JP Morgan Global Government Bond Unhedged Total Return Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

Fixed income markets experienced pockets of volatility as an improving global economic backdrop was clouded by political risks in the US, Europe and the UK. Global government bond yields generally moved higher with the yield on the 10-year US Treasuries closing the period at 2.29%. The US dollar index (DXY) appreciated sharply in the first half of the period following the election of US President Donald Trump and his campaign promise of pro-growth policies. These moves unwound by the end of the period as the Trump administration struggled to implement healthcare reforms leading participants to question his ability to implement fiscally expansive policies; DXY closed the period 2% lower.

US data continued to improve with the labour market showing signs of tightening. Unemployment fell to a cyclical low of 4.3% although pass through to wage inflation remains lacklustre. The US Federal Reserve hiked interest rates three times (25 basis points in December, March and June) and signalled balance sheet normalisation, which is expected to take place in September.

European politics was a focus for markets in December as fears for rising populism and Euro-scepticism emerged in the region. Uncertainties going into the French Presidential election pushed France and peripheral spreads to their widest levels since 2012. These moves sharply unwound following the election of pro-European Union (EU) candidate Emmanuel Macron. Uncertainties still remain in the region over the upcoming Italian elections, as well as Macron's ability to implement structural reforms in France.

The European Central Bank (ECB) announced in December that it would reduce its monthly asset purchases from €80bn to €60bn in March but extend the programme to December. European economic data continued to improve, with Purchasing Managers' Indices hitting historical highs, prompting speculation the ECB would start to withdraw stimulus. Draghi gave a notable speech at the ECB's June conference in Sintra where he noted that as the economy continues to recover, the parameters of policy needs to be adjusted. Markets interpreted the message as hawkish with government bonds selling off and the euro strengthening sharply.

In the UK, the government triggered Article 50 the formal process for the UK to leave the EU. Prime Minister Theresa May called a snap general election in order to win a larger majority and improve her ability to get Brexit-related policies approved. This optimism was misplaced as the election resulted in a hung parliament requiring assistance from Northern Ireland's Democratic Unionist Party; this leaves her in a more precarious position with regard to Brexit negotiations. The uncertainty surrounding Brexit has caused sterling to depreciate and further weakened after the hung parliament result.

UK data continued to show signs of improvement despite the murky political backdrop. Inflation reached a new high of 2.6% off the back of sterling depreciation, prompting central bankers to weigh up the costs of an inflation overshoot from sterling depreciation and a demand undershoot from premature tightening of policy.

The Bank of Japan (BoJ) announced its new monetary policy package called qualitative quantitative easing with yield curve control. Essentially the BoJ targets purchases at varying maturities to maintain the 10 year Japanese government bond yield close to 0% and will directly intervene if the yield exceeds 0.1%.

Portfolio review

The portfolio outperformed relative to the benchmark. Interest rate strategies made a positive contribution to performance. The Fund's duration short in onshore Chinese government bonds outperformed as rates moved higher over attempts by local authorities to rein in credit growth. Short France and Italian spreads versus Germany also performed well amid political uncertainties in Europe. Allocation to India using the Aberdeen Global Indian Bond Fund also added value. These gains were partially offset by the Fund's long US versus Germany spread position in the first half of the period, which detracted as US yields underperformed following the surprise election of Donald Trump. Active currency management positively contributed led by longs in Russian rouble Czech koruna and Swedish krona. An underweight to Egyptian pound also added value following the central bank's decision to devalue its currency. These gains were partially offset by the fund's short euro versus US dollar position which detracted as reduced political risks, positive economic data and hawkish ECB rhetoric prompted euro outperformance.

Aberdeen World Government Bond Fund

Outlook

Our global markets outlook continues to be bearish on interest rate risk, positive on the US dollar and neutral on credit. Having experienced a synchronised pick-up in growth across regions, we continue to expect a hawkish shift in the policy settings of central banks. As we progress through the economic cycle, central banks are becoming increasingly uncomfortable with the level of monetary easing currently deployed, and so we expect continued hawkish surprises as they head towards the exit door. This will be challenging for risk assets, whose valuations have been supported by low interest rates and growing or stable central bank balance sheets.

Whilst we recognise that risks in Europe have diminished marginally with the election of Emmanuel Macron as French president, we think the structural flaws and internal divergence remain threats in the medium term. We also anticipate further periods of political turbulence, with a focus on Italy and the popularity of the Five Star Movement. China and its attempts to reduce credit growth while maintaining financial stability remains in focus.

Global Macro Team

August 2017

Aberdeen World Government Bond Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.17	0.67	0.17
31 July 2016	1.17	0.67	0.17
31 July 2015	1.16	0.66	0.16

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Exchange Rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- Emerging Markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- Chinese Domestic Securities Market: The Fund may invest directly or indirectly in Chinese domestic securities markets via various channels, which involves additional risks as further described in the Fund's Prospectus.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberndeen-asset.co.uk.

Aberdeen World Government Bond Fund

Comparative tables

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	186.63	144.49	141.92 ^A
Return before operating charges*	2.31	44.12	4.24
Operating charges	(2.22)	(1.98)	(1.66)
Return after operating charges*	0.09	42.14	2.58
Distributions on accumulation shares	(2.48)	-	(0.06)
Retained distributions on accumulation shares	2.48	-	0.05
Closing net asset value per share	186.72	186.63	144.49
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	0.05%	29.16%	1.82%
Other information			
Closing net asset value (£'000s)	1,397	2,775	234
Closing number of shares	748,142	1,486,923	162,007
Operating charges	1.17%	1.17%	1.16%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	199.90	191.00	146.17
Lowest share price (pence)	182.29	143.70	141.47

^AThe opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Government Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	157.01	121.57	119.44 ^A
Return before operating charges*	1.94	36.93	3.57
Operating charges	(1.85)	(1.49)	(1.40)
Return after operating charges*	0.09	35.44	2.17
Distributions on income shares	(2.08)	-	(0.04)
Closing net asset value per share	155.02	157.01	121.57
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	0.06%	29.15%	1.82%
Other information			
Closing net asset value (£'000s)	153	54	978
Closing number of shares	98,551	34,429	804,496
Operating charges	1.17%	1.17%	1.16%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	168.15	160.70	123.02
Lowest share price (pence)	153.37	120.91	119.07

^AThe opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Government Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	129.86	100.09	98.26 ^A
Return before operating charges*	1.70	30.57	2.50
Operating charges	(0.89)	(0.71)	(0.65)
Return after operating charges*	0.81	29.86	1.85
Distributions on accumulation shares	(2.44)	(0.44)	(0.09)
Retained distributions on accumulation shares	2.44	0.35	0.07
Closing net asset value per share	130.67	129.86	100.09
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	0.62%	29.83%	1.88%
Other information			
Closing net asset value (£'000s)	4,666	5,223	31,592
Closing number of shares	3,571,261	4,021,716	31,564,723
Operating charges	0.67%	0.67%	0.66%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	139.17	132.83	101.22
Lowest share price (pence)	127.16	99.55	97.96

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Government Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	128.20	99.11	97.37 ^A
Return before operating charges*	1.67	30.24	2.46
Operating charges	(0.88)	(0.80)	(0.65)
Return after operating charges*	0.79	29.44	1.81
Distributions on income shares	(2.40)	(0.35)	(0.07)
Closing net asset value per share	126.59	128.20	99.11
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	0.62%	29.70%	1.86%
Other information			
Closing net asset value (£'000s)	212	3,026	22
Closing number of shares	167,481	2,360,773	22,038
Operating charges	0.67%	0.67%	0.66%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	137.42	131.24	100.31
Lowest share price (pence)	125.53	98.57	97.07

^AThe opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Government Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	206.60	158.65	155.68 ^A
Return before operating charges*	2.54	48.63	3.27
Operating charges	(0.36)	(0.30)	(0.25)
Return after operating charges*	2.18	48.33	3.02
Distributions on accumulation shares	(4.84)	(1.86)	(0.25)
Retained distributions on accumulation shares	4.84	1.48	0.20
Closing net asset value per share	208.78	206.60	158.65
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	1.06%	30.46%	1.94%
Other information			
Closing net asset value (£'000s)	17,418	44,274	33,056
Closing number of shares	8,342,689	21,429,466	20,836,247
Operating charges	0.17%	0.17%	0.16%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	221.69	211.36	160.41
Lowest share price (pence)	202.53	157.80	155.21

^A The opening net asset value stated is the share class launch price.

Fund launched on 19 June 2015.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Government Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
94.21% (2016: 95.82%)					
Bonds 94.21% (2016: 95.82%)					
Corporate Bonds 2.55% (2016: 1.12%)					
China 2.55% (2016: 1.12%)					
Sinopec Group Overseas Development 2014	4.3750	10/04/24	752,000	609	2.55
Total Corporate Bonds				609	2.55
Government Bonds 91.66% (2016: 94.70%)					
Australia 3.99% (2016: 3.01%)					
Australia (Commonwealth of)	1.7500	21/11/20	1,582,000	951	3.99
Belgium 1.45% (2016: nil)					
Belgium (Kingdom of)	2.2500	22/06/23	343,557	346	1.45
Brazil 7.99% (2016: 3.57%)					
Brazil (Federal Republic of)	-	01/07/18	8,433,000	1,905	7.99
Canada 4.98% (2016: 1.30%)					
Canada (Government of)	1.0000	01/06/27	1,650,000	906	3.80
Canada (Government of)	5.0000	01/06/37	332,000	282	1.18
				1,188	4.98
Denmark nil (2016: nil)					
Denmark (Kingdom of)	3.0000	15/11/21	38	-	-
France 1.55% (2016: 4.00%)					
France (Government of)	-	25/05/22	280,000	251	1.05
France (Government of)	3.2500	25/05/45	100,000	119	0.50
				370	1.55
Germany 2.52% (2016: 1.34%)					
Germany (Federal Republic of)	0.2500	15/02/27	257,000	225	0.95
Germany (Federal Republic of)	2.5000	15/08/46	177,000	204	0.85
Germany (Federal Republic of)	5.5000	04/01/31	120,000	172	0.72
				601	2.52
Indonesia 1.56% (2016: nil)					
Indonesia (Republic of)	8.3750	15/03/24	6,095,000,000	372	1.56
Ireland 0.50% (2016: 0.21%)					
Ireland (Republic of)	1.0000	15/05/26	132,000	120	0.50
Italy 1.16% (2016: 2.47%)					
Italy (Republic of)	1.2500	01/12/26	330,000	277	1.16

Aberdeen World Government Bond Fund

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value £'000	Total Net Assets %
Japan 3.87% (2016: 7.83%)					
Japan (Government of)	2.4000	20/03/37	43,000,000	395	1.65
Japan (Government of)	2.1000	20/06/29	46,600,000	392	1.65
Japan (Government of)	1.5000	20/03/45	16,950,000	136	0.57
				923	3.87
Mexico 1.98% (2016: 1.41%)					
Mexico (Government of)	5.7500	05/03/26	11,964,000	472	1.98
Netherlands 1.74% (2016: nil)					
Netherlands (Kingdom of)	1.7500	15/07/23	419,632	414	1.74
New Zealand nil (2016: 5.75%)					
Norway 2.10% (2016: 1.22%)					
Norway (Kingdom of)	3.7500	25/05/21	4,713,000	500	2.10
Peru 0.36% (2016: 0.14%)					
Peru (Republic of)	6.9500	12/08/31	328,000	86	0.36
Russian Federation 3.93% (2016: 1.42%)					
Russia (Federation of)	7.0500	19/01/28	41,543,000	499	2.09
Russia (Federation of)	7.7000	23/03/33	35,371,000	438	1.84
				937	3.93
Spain 1.69% (2016: 1.58%)					
Spain (Kingdom of)	1.6000	30/04/25	362,000	337	1.41
Spain (Kingdom of)	5.1500	31/10/44	40,000	52	0.22
Spain (Kingdom of)	4.0000	30/04/20	15,000	15	0.06
				404	1.69
Turkey 1.80% (2016: 1.09%)					
Turkey (Republic of)	6.7500	03/04/18	550,000	429	1.80
United Kingdom 2.99% (2016: 4.14%)					
UK Treasury	4.2500	07/12/49	245,000	390	1.63
UK Treasury	2.0000	22/07/20	309,000	324	1.36
				714	2.99
United States 45.50% (2016: 54.22%)					
US Treasury	-	17/08/17	3,028,000	2,295	9.63
US Treasury	1.7500	31/05/22	1,980,000	1,497	6.28
US Treasury	-	19/10/17	1,733,000	1,311	5.50
US Treasury	2.5000	15/02/45	1,557,000	1,091	4.57
US Treasury	2.1250	15/05/25	1,227,000	927	3.89
US Treasury	2.0000	15/08/25	1,219,000	911	3.82
US Treasury	2.3750	15/05/27	431,000	329	1.38
US Treasury	1.3750	30/04/21	399,800	300	1.26

Aberdeen World Government Bond Fund

Security	Coupon (%)	Maturity	Nominal / Quantity	Market Value £'000	Total Net Assets %
US Treasury	5.2500	15/11/28	231,000	225	0.95
US Treasury (INDX)	0.1250	15/04/19	2,472,000	1,961	8.22
				10,847	45.50
Total Government Bonds				21,856	91.66
Total Bonds				22,465	94.21
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				22,465	94.21
Open Ended Investment Funds 4.98% (2016: 3.60%)					
Aberdeen Global - Indian Bond Fund Z-2 [†]			127,675	1,188	4.98
Total Open Ended Investment Funds				1,188	4.98

Derivatives 0.19% (2016: (0.12%))

Forward currency exchange contracts 0.19% (2016: (0.12%))

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays Capital	PLN	GBP	11/08/17	900,000	187,875	1	-
Barclays Capital	USD	GBP	11/08/17	64,000	50,049	(2)	(0.01)
BNP Paribas	AUD	GBP	11/08/17	1,439,000	871,820	(1)	-
BNP Paribas	CAD	GBP	11/08/17	548,000	316,865	15	0.06
BNP Paribas	EUR	USD	11/08/17	546,000	635,697	6	0.03
BNP Paribas	EUR	GBP	11/08/17	82,000	72,073	1	0.01
BNP Paribas	GBP	USD	11/08/17	4,427,783	5,699,000	107	0.45
BNP Paribas	GBP	USD	11/08/17	303,048	394,000	4	0.02
BNP Paribas	USD	GBP	11/08/17	4,747,000	3,703,671	(104)	(0.44)
Citigroup	EUR	CAD	11/08/17	414,042	615,648	(3)	(0.01)
Citigroup	EUR	ILS	11/08/17	128,111	506,000	7	0.03
Citigroup	GBP	USD	11/08/17	1,324,540	1,729,000	13	0.06
Citigroup	GBP	MXN	11/08/17	14,341	350,000	(1)	-
Citigroup	INR	USD	11/08/17	9,793,000	151,594	1	-
Citigroup	USD	IDR	11/08/17	903,120	12,100,000,000	(3)	(0.01)
Citigroup	USD	INR	11/08/17	699,235	45,242,000	(4)	(0.02)
Citigroup	USD	RUB	11/08/17	552,359	31,722,000	20	0.08
Citigroup	USD	GBP	11/08/17	441,000	344,123	(10)	(0.04)
Citigroup	USD	IDR	11/08/17	331,190	4,437,948,000	(1)	(0.01)
Citigroup	USD	BRL	11/08/17	311,392	1,036,000	(15)	(0.06)
Citigroup	USD	KRW	11/08/17	186,085	207,745,000	-	-
Citigroup	USD	RUB	23/08/17	529,119	32,054,000	(1)	-
Goldman Sachs	COP	USD	11/08/17	899,361,000	309,415	(8)	(0.03)
Goldman Sachs	EUR	NZD	11/08/17	71,716	112,000	-	-
Goldman Sachs	EUR	GBP	11/08/17	24,000	21,145	-	-
Goldman Sachs	GBP	JPY	10/08/17	488,000	69,343,336	12	0.05
Goldman Sachs	GBP	AUD	11/08/17	910,227	1,573,000	(42)	(0.18)
Goldman Sachs	GBP	EUR	11/08/17	26,481	30,000	-	-

Aberdeen World Government Bond Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Goldman Sachs	JPY	GBP	10/08/17	88,307,000	620,722	(14)	(0.06)
Goldman Sachs	NGN	USD	11/08/17	115,919,000	337,956	23	0.09
Goldman Sachs	RON	GBP	11/08/17	360,000	68,892	2	0.01
Goldman Sachs	RUB	USD	11/08/17	97,076,000	1,692,561	(62)	(0.26)
Goldman Sachs	SEK	GBP	11/08/17	13,033,000	1,168,343	54	0.23
Goldman Sachs	USD	RUB	11/08/17	800,716	47,215,000	13	0.06
Goldman Sachs	USD	NGN	11/08/17	61,974	21,505,000	(5)	(0.02)
HSBC	CNH	GBP	11/08/17	323,000	36,632	-	-
HSBC	CZK	GBP	11/08/17	31,843,000	1,054,912	38	0.16
HSBC	GBP	EUR	11/08/17	2,912,436	3,330,000	(66)	(0.28)
HSBC	GBP	AUD	11/08/17	875,612	1,438,000	5	0.02
HSBC	GBP	CHF	11/08/17	24,294	30,000	1	-
HSBC	GBP	SEK	11/08/17	24,114	259,000	-	-
HSBC	INR	USD	11/08/17	7,503,000	115,404	1	-
HSBC	KRW	USD	11/08/17	204,519,000	182,807	-	-
HSBC	NZD	GBP	11/08/17	155,000	85,420	3	0.01
HSBC	PLN	JPY	10/08/17	1,159,000	35,126,972	2	0.01
HSBC	USD	CNY	11/08/17	1,256,592	8,673,000	(24)	(0.10)
HSBC	USD	KRW	11/08/17	375,808	420,059,000	1	-
HSBC	USD	BRL	11/08/17	300,447	1,001,000	(15)	(0.06)
HSBC	USD	IDR	11/08/17	292,523	3,916,297,000	(1)	-
HSBC	USD	NGN	11/08/17	64,329	21,679,000	(3)	(0.01)
HSBC	USD	COP	11/08/17	40,212	118,184,000	1	-
JPM Chase	AUD	USD	11/08/17	793,000	635,786	(2)	(0.01)
JPM Chase	EUR	GBP	11/08/17	720,000	635,369	9	0.04
JPM Chase	GBP	CAD	11/08/17	653,327	1,079,000	(1)	-
JPM Chase	GBP	NOK	11/08/17	348,221	3,767,000	(13)	(0.06)
JPM Chase	USD	CNY	11/08/17	1,290,592	8,954,000	(30)	(0.13)
JPM Chase	USD	EUR	11/08/17	139,000	123,225	(5)	(0.02)
JPM Chase	USD	PEN	11/08/17	108,490	356,000	(1)	-
Merrill Lynch	CHF	GBP	11/08/17	919,000	738,258	(16)	(0.07)
Merrill Lynch	GBP	CAD	11/08/17	266,744	444,000	(3)	(0.01)
Merrill Lynch	GBP	USD	11/08/17	170,744	218,000	5	0.02
Merrill Lynch	GBP	EUR	11/08/17	24,655	28,000	-	-
Merrill Lynch	GBP	CZK	11/08/17	24,488	728,000	-	-
Merrill Lynch	GBP	NZD	11/08/17	24,381	43,000	-	-
Merrill Lynch	TRY	GBP	11/08/17	1,249,000	269,192	(1)	(0.01)
Morgan Stanley	CNY	USD	11/08/17	46,525,000	6,704,857	158	0.67
Morgan Stanley	IDR	USD	11/08/17	3,270,861,000	244,058	1	-
Morgan Stanley	ILS	GBP	11/08/17	506,000	111,262	(3)	(0.01)
Morgan Stanley	NOK	GBP	11/08/17	246,000	22,661	1	-
Morgan Stanley	USD	BRL	11/08/17	292,737	923,000	(2)	(0.01)
Morgan Stanley	USD	COP	11/08/17	111,630	324,452,000	3	0.01
Royal Bank of Canada	EUR	CHF	11/08/17	546,000	601,578	15	0.06
Royal Bank of Canada	GBP	EUR	11/08/17	39,000	44,683	(1)	-
State Street	GBP	USD	11/08/17	579,199	739,000	19	0.08
State Street	USD	CAD	11/08/17	309,284	411,000	(15)	(0.06)
State Street	USD	GBP	11/08/17	125,000	96,388	(2)	(0.01)

Aberdeen World Government Bond Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
UBS	EUR	GBP	11/08/17	874,000	765,073	17	0.07
UBS	EUR	SEK	11/08/17	543,964	5,207,000	(2)	(0.01)
UBS	EUR	GBP	11/08/17	33,000	29,286	-	-
UBS	GBP	JPY	10/08/17	23,778	3,480,000	-	-
UBS	GBP	USD	11/08/17	706,000	911,428	15	0.06
UBS	GBP	EUR	11/08/17	46,859	54,000	(1)	(0.01)
UBS	GBP	SEK	11/08/17	24,079	266,000	(1)	-
UBS	GBP	MXN	11/08/17	23,888	557,000	-	-
UBS	IDR	USD	11/08/17	24,200,000,000	1,807,724	5	0.02
UBS	KRW	USD	11/08/17	1,127,283,000	1,007,060	-	-
UBS	RUB	USD	11/08/17	3,752,000	62,109	-	-
UBS	USD	GBP	11/08/17	2,083,000	1,592,318	(13)	(0.05)
UBS	USD	GBP	11/08/17	1,823,090	1,412,000	(30)	(0.12)
UBS	USD	BRL	11/08/17	864,848	2,726,000	(4)	(0.02)
UBS	USD	EUR	11/08/17	62,728	55,000	(2)	(0.01)
Unrealised gains on forward currency exchange contracts						46	0.19
Unrealised gains on derivatives						46	0.19
Total investments*						23,699	99.38
Other net assets						147	0.62
Total net assets						23,846	100.00

[†] Managed by subsidiaries of Aberdeen Asset Management PLC.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen World Government Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital (losses)/gains	1	(454)	15,174
Revenue	2	1,079	733
Expenses	3	(122)	(216)
Net revenue before taxation		957	517
Taxation	4	(17)	(1)
Net revenue after taxation		940	516
Total return before distributions		486	15,690
Distributions	5	(940)	(519)
Change in net assets attributable to shareholders from investment activities		(454)	15,171

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	55,352	65,882
Amounts receivable on issue of shares	5,636	11,830
Amounts payable on cancellation of shares	(37,438)	(37,939)
	(31,802)	(26,109)
Dilution adjustment	11	11
Change in net assets attributable to shareholders from investment activities	(454)	15,171
Retained distributions on accumulation shares	739	397
Closing net assets attributable to shareholders	23,846	55,352

Aberdeen World Government Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		24,232	57,993
Current assets:			
Debtors	6	141	3,287
Cash and bank balances		259	703
Total assets		24,632	61,983
Liabilities:			
Investment liabilities		533	3,026
Creditors:			
Other creditors	7	249	3,561
Distribution payable		4	44
Total liabilities		786	6,631
Net assets attributable to shareholders		23,846	55,352

Aberdeen World Government Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital (losses)/gains

	2017 £'000	2016 £'000
The net capital (losses)/gains on investments during the year comprise:		
Non-derivative securities (losses)/gains	(649)	15,759
Forward currency contracts gains	414	376
Other currency losses	(219)	(971)
Transaction costs	-	10
Net capital (losses)/gains	(454)	15,174

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	926	730
Revenue from collective investment schemes	152	-
Overseas dividends	-	1
Stock lending commission	1	-
Bank interest	-	2
Total revenue	1,079	733

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	49	119
Operating, administrative and servicing fees	73	96
	122	215
<i>Other Expenses:</i>		
Interest payable and similar charges	-	1
	-	1
Total expenses	122	216

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950. (2016 - £7,950).

Aberdeen World Government Bond Fund

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax	3	1
Double tax relief	(2)	-
Overseas withholding tax	16	-
Current tax charge	17	1
Total taxation	17	1

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	957	517
Corporation tax at 20% (2016 - 20%)	191	103
Effects of:		
Tax deductible on interest distributions	(188)	(103)
Corporation tax prior year adjustment	-	1
Double tax relief	(2)	-
Irrecoverable overseas withholding tax	16	-
Current tax charge	17	1

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

Aberdeen World Government Bond Fund

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	446	290
Final	303	213
	749	503
Add: Revenue deducted on cancellation of shares	202	26
Deduct: Revenue received on issue of shares	(11)	(10)
Distributions for the year	940	519
Total distributions	940	519

Details of the distribution per share are set out in the distribution tables on page 1067.

	2017 £'000	2016 £'000
Movement between net revenue and distributions	£'000	£'000
Net revenue after taxation	940	516
Add:		
Undistributed revenue brought forward	-	3
Distributions	940	519

6. Debtors

	2017 £'000	2016 £'000
Accrued revenue	140	283
Amounts receivable for issue of shares	1	984
Overseas withholding tax reclaimable	-	11
Sales awaiting settlement	-	626
Currency transactions awaiting settlement	-	1,383
Total debtors	141	3,287

7. Other creditors

	2017 £'000	2016 £'000
Accrued expenses	8	13
Amounts payable for cancellation of shares	82	116
Purchases awaiting settlement	158	2,032
Corporation tax payable	1	1
Currency transactions awaiting settlement	-	1,399
Total other creditors	249	3,561

Aberdeen World Government Bond Fund

8. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 1051. £84,000 was due to the ACD (2016 - £862,000 was due from the ACD) at the year end.

The Investment Adviser

As at the year end the Fund held investments valued at £1,188,000 (2016 - £1,992,000) that were managed by subsidiaries of Aberdeen Asset Management PLC.

Material shareholders

State Street Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 90% of the Fund's shares in issue.

9. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'Z': 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 1041. The distribution per share class is given in the distribution tables on page 1067. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	Z Accumulation shares
Opening number of shares	1,486,923	34,429	4,021,716	2,360,773	21,429,466
Creations during the year	318,376	332,570	1,035,425	2,237,553	80,541
Cancellations during the year	(1,056,414)	(268,448)	(1,486,943)	(4,430,845)	(13,167,318)
Shares converted during the year	(743)	-	1,063	-	-
Closing shares in issue	748,142	98,551	3,571,261	167,481	8,342,689

Aberdeen World Government Bond Fund

10. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent for the Trustee. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 -105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

2017

There was no stock on loan at 31 July 2017.

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
2017				
BNP Paribas	Securities Lending Agent	1	-	1

2016

There was no stock on loan at 31 July 2016.

Aberdeen World Government Bond Fund

11. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Foreign currency risk

Fluctuations in the foreign exchange rates can adversely affect the value of a portfolio.

The following tables detail the net exposure to the principal foreign currencies that the fund is exposed to including any instruments used to hedge against foreign currencies, if applicable.

Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2017			
Australian Dollar	3	480	483
Brazilian Real	-	528	528
Canadian Dollar	3	(25)	(22)
Chinese Yuan	-	3,291	3,291
Colombian Peso	-	115	115
Czech Koruna	-	1,068	1,068
Euro	(37)	2,817	2,780
Indian Rupee	-	(330)	(330)
Indonesian Rupiah	11	771	782
Japanese Yen	4	788	792
Korean Won	-	477	477
Mexican Nuevo Peso	11	433	444
Nigerian Naira	-	175	175
Norwegian Krone	3	162	165
Peruvian Nuevo Sol	3	2	5
Polish Zloty	-	432	432
Pound Sterling	167	726	893
Romanian New Leu	-	71	71
Russian Ruble	34	810	844
Swedish Krona	-	685	685
Swiss Franc	-	226	226
Turkish Lira	-	268	268
US Dollar	(55)	9,729	9,674
Net assets	147	23,699	23,846

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Currency	Monetary exposure £'000	Non-monetary exposure £'000	Total £'000
2016			
Australian Dollar	6	84	90
Brazilian Real	3	1,901	1,904
Canadian Dollar	4	1,467	1,471
Swiss Franc	-	510	510
Chinese Yuan	-	6,708	6,708
Colombian Peso	-	270	270
Danish Krone	-	-	-
Euro	29	9,463	9,492
Hungarian Forint	-	96	96
Indonesian Rupiah	-	673	673
Israeli New Shekel	-	1,343	1,343
Indian Rupee	-	(509)	(509)
Japanese Yen	(639)	4,662	4,023
Korean Won	-	1,044	1,044
Mexican Nuevo Peso	17	995	1,012
Nigerian Naira	-	369	369
Norwegian Krone	4	374	378
New Zealand Dollar	34	32	66
Peruvian Nuevo Sol	2	-	2
Polish Zloty	-	388	388
Pound Sterling	125	1,052	1,177
Russian Ruble	30	2,048	2,078
Swedish Krona	-	465	465
Turkish Lira	22	72	94
Taiwan Dollar	-	386	386
US Dollar	748	21,074	21,822
Net assets	385	54,967	55,352

Interest rate risk profile of financial assets and financial liabilities

Interest rate risk is an unfavourable change in interest rates that can affect the price of a security, which in turn results in the portfolio experiencing a loss. Interest rate changes not only affect fixed income products but have material impacts on funding arrangements and other asset types.

The following table shows separately the value of the Fund's financial assets and liabilities at fixed interest rates, at variable rates and those that are non-interest bearing including instruments used to hedge against changes in interest rates.

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The interest rate risk profile of the Fund's financial assets and liabilities at the year end consists of:

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2017				
Australian Dollar	-	951	3	954
Brazilian Real	-	1,906	-	1,906
Canadian Dollar	-	1,189	18	1,207
China -Yuan Renminbi	-	-	157	157
Czech Koruna	-	-	38	38
Euro	-	2,531	69	2,600
Indian Rupee	-	-	2	2
Indonesian Rupiah	-	372	17	389
Japanese Yen	-	923	4	927
Mexican Peso	-	472	11	483
New Zealand Dollar	-	-	3	3
Nigeria Naira	-	-	23	23
Norwegian Krone	-	500	4	504
Peruvian Nuevo Sol	-	86	3	89
Polish Zloty	-	-	3	3
Pound Sterling	259	714	183	1,156
Romanian Lei	-	-	2	2
Russian Ruble	-	937	34	971
Swedish Krona	-	-	54	54
US Dollar	-	11,884	1,280	13,164
Total financial assets	259	22,465	1,908	24,632

Currency	Floating rate financial assets £'000	Fixed rate financial assets £'000	Non-interest bearing financial assets £'000	Total £'000
2016				
Australian Dollar	-	1,665	11	1,676
Brazilian Real	-	1,978	4	1,982
Canadian Dollar	-	722	184	906
Danish Krone	-	-	19	19
Euro	1	5,314	833	6,148
Indonesian Rupiah	-	-	11	11
Israeli Shekel	-	-	20	20
Japanese Yen	-	4,333	1,419	5,752
Korean Won	-	-	36	36
Mexican Peso	-	783	54	837
New Taiwan Dollar	-	-	5	5
New Zealand Dollar	-	3,182	34	3,216
Norwegian Krone	-	675	4	679
Peruvian Nuevo Sol	-	80	2	82
Pound Sterling	702	2,290	1,072	4,064
Russian Ruble	-	784	30	814
Swedish Krona	-	-	10	10
Turkish Lira	-	604	22	626
US Dollar	-	30,634	4,466	35,100
Total financial assets	703	53,044	8,236	61,983

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Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
2017				
Australian Dollar	-	-	(3)	(3)
Colombian Peso	-	-	(8)	(8)
Euro	-	-	(55)	(55)
Israeli Shekel	-	-	(3)	(3)
Japanese Yen	-	-	(14)	(14)
Pound Sterling	-	-	(225)	(225)
Russian Ruble	-	-	(62)	(62)
Swiss Franc	-	-	(16)	(16)
Turkish Lira	-	-	(1)	(1)
US Dollar	-	-	(399)	(399)
Total financial liabilities	-	-	(786)	(786)

Currency	Floating rate financial liabilities £'000	Fixed rate financial liabilities £'000	Non-interest bearing financial liabilities £'000	Total £'000
2016				
Canadian Dollar	-	-	(12)	(12)
China -Yuan Renminbi	-	-	(49)	(49)
Colombian Peso	-	-	(8)	(8)
Euro	-	-	(2)	(2)
Hungarian Forint	-	-	(1)	(1)
Japanese Yen	-	-	(751)	(751)
Mexican Peso	-	-	(4)	(4)
Nigeria Naira	-	-	(23)	(23)
Norwegian Krone	-	-	(8)	(8)
Polish Zloty	-	-	(2)	(2)
Pound Sterling	-	-	(4,139)	(4,139)
Russian Ruble	-	-	(29)	(29)
Swedish Krona	-	-	(9)	(9)
Swiss Franc	-	-	(5)	(5)
Turkish Lira	-	-	(13)	(13)
US Dollar	-	-	(1,576)	(1,576)
Total financial liabilities	-	-	(6,631)	(6,631)

The floating rate financial assets and liabilities comprise sterling denominated bank balances and overdrafts that bear interest at rates based on six month LIBOR and index linked bonds.

Sensitivity analysis

The sensitivity analysis of the Fund's financial asset and liability positions is monitored by the Investment Manager using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VAR represents the potential losses from adverse changes in market factors for a specified time period and confidence level.

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

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The VaR measures of the Fund are detailed below.

	2017	2016
Minimum VaR	3.17%	2.32%
Maximum VaR	3.42%	2.90%
Average VaR	3.31%	2.52%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	2.33%	1.80%	-	(0.79%)	3.34%
31 July 2016	-	1.99%	-	1.33%	3.32%

The ACD must calculate the global exposure of any Fund it manages either as: 1) the incremental exposure and leverage generated through the use of derivatives and forward transactions, which may not exceed 100% of the net value of the scheme property. This is known as the Commitment Approach and is a measure of leverage or; 2) The market risk of the scheme property by way of the value at risk (VaR) approach. Although, the sensitivity analysis of the Fund's financial asset and liability positions described above uses VaR analysis, the global exposure calculations for Funds may be calculated on the Commitment Basis. The Prospectus provides further details on which method is used to calculate Global Exposure for each Fund.

Counterparty risk

Credit quality of debt security investment assets

The following table shows the credit quality of the part of the investment portfolio that is invested in debt securities, reflecting the impact of derivative positions.

	Market Value £'000	Percentage of total net assets %
2017		
Investment grade securities (AAA - BBB)	19,693	82.58
Below investment grade (BB and below)	2,334	9.79
Unrated securities	438	1.84
Collective Investment Schemes	1,188	4.98
Derivatives*	46	0.19
Net other assets	147	0.62
Net assets	23,846	100.00

	Market Value £'000	Percentage of total net assets %
2016		
Investment grade securities (AAA - BBB)	51,065	92.25
Below investment grade (BB and below)	1,979	3.57
Collective Investment Schemes	1,992	3.60
Derivatives*	(69)	(0.12)
Net other assets	385	0.70
Net assets	55,352	100.00

* Please refer to the counterparty risk note on page 11 for further details.

Investment grade information used in the above table is based on credit ratings issued by Standard & Poor's or Fitch's ratings.

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Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays Capital	1	1
BNP Paribas	133	133
Citigroup	41	41
Goldman Sachs	104	104
HSBC	52	52
JPM Chase	9	9
Merrill Lynch	5	5
Morgan Stanley	163	163
Royal Bank of Canada	15	15
State Street	19	19
UBS	37	37
Total exposure	579	579

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays Capital	389	389
BNP Paribas	112	112
Citigroup	681	681
Deutsche Bank	26	26
Goldman Sachs	231	231
HSBC	1,240	1,240
JPM Chase	162	162
Royal Bank of Canada	69	69
UBS	47	47
Total exposure	2,957	2,957

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	533	-	-	533
<i>Non-derivatives</i>					
Other creditors	-	249	-	-	249
Distribution payable	-	4	-	-	4
Total financial liabilities	-	786	-	-	786

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	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	3,026	-	-	3,026
<i>Non-derivatives</i>					
Other creditors	-	3,561	-	-	3,561
Distribution payable	-	44	-	-	44
Total financial liabilities	-	6,631	-	-	6,631

12. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	127,713	215,580	157,659	239,593
Collective Investment Schemes	-	1,720	1,068	-
Trades in the year before transactions costs	127,713	217,300	158,727	239,593
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	127,713	217,300	158,727	239,593

Aberdeen World Government Bond Fund

	Purchases		Sales	
	2017	2016	2017	2016
	%	%	%	%
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Taxes				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Collective Investment Schemes	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

	2017	2016
	%	%
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were no corporate actions in the year (2016 - nil).

There were no transaction costs in respect of derivatives in the year (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 0.08% (2016 - 0.06%). The prior year average portfolio dealing spread has been restated to be based on prices at midday rather than at close of business as this is a more accurate method of calculation. This methodology did not change the prior year figure.

13. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Aberdeen World Government Bond Fund

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1 ^A	14,922	-	41,676	-
Level 2	9,310	533	16,317	3,026
Level 3	-	-	-	-
Total	24,232	533	57,993	3,026

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £14,922,000 as at 31 July 2017 (2016 - £31,946,000).

Aberdeen World Government Bond Fund

Distribution table

For the year ended 31 July 2017 (in pence per share)

Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	0.88273	-	0.88273	-
Group 2	0.59447	0.28826	0.88273	-
A Income shares				
Group 1	0.74267	-	0.74267	-
Group 2	0.55593	0.18674	0.74267	-
I Accumulation shares				
Group 1	1.00193	-	1.00193	0.24237
Group 2	0.63525	0.36668	1.00193	0.24237
I Income shares				
Group 1	0.98908	-	0.98908	0.24000
Group 2	0.81565	0.17343	0.98908	0.24000
Z Accumulation shares				
Group 1	2.01438	-	2.01438	0.71685
Group 2	1.26386	0.75052	2.01438	0.71685

Final interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.59626	-	1.59626	-
Group 2	1.02609	0.57017	1.59626	-
A Income shares				
Group 1	1.33668	-	1.33668	-
Group 2	1.26808	0.06860	1.33668	-
I Accumulation shares				
Group 1	1.44290	-	1.44290	0.11133
Group 2	0.71928	0.72362	1.44290	0.11133
I Income shares				
Group 1	1.41350	-	1.41350	0.11000
Group 2	0.85479	0.55871	1.41350	0.11000
Z Accumulation shares				
Group 1	2.82279	-	2.82279	0.76793
Group 2	2.82279	-	2.82279	0.76793

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Aberdeen World Opportunistic Bond Fund

For the year ended 31 July 2017

Investment objective and policy

The Fund's investment objective is long-term total return to be achieved by investing primarily in a diversified portfolio of global investment and sub-investment grade debt and debt related securities issued by companies, governments, government related bodies and supranational institutions.

Additionally, the Fund may invest in other transferable securities and units in collective investments schemes, including those managed by the ACD or companies affiliated with the ACD. The Fund's assets will primarily be either denominated in Sterling or denominated in currencies other than Sterling and hedged back to Sterling. The Fund may use financial derivative instruments for investment purposes or efficient portfolio management including hedging where appropriate.

Note: The term 'total return' means a combination of income and capital growth and no positive return is implied.

Performance review

For the year ended 31 July 2017, the value of Aberdeen World Opportunistic Bond Fund – A Accumulation Shares increased by 1.72% compared to a decrease of 0.57% in the benchmark, the Bloomberg Barclays Global Aggregate Credit (Hedged GBP 100%) Index.

Source: Lipper, Basis: total return, published NAV to NAV, net of annual charges, UK Net income reinvested, GBP.

Please remember that past performance is not a guide to future returns. The price of shares and the revenue from them may fall as well as rise. Investors may not get back the amount originally invested.

Market review

In the rolling twelve months to the end of July investors enjoyed a positive total return for bonds in general and across global corporate bond markets. The Bloomberg Barclays Global Credit Index spread rallied to 95 basis points (bp), 33bp tighter over the period to yield 2.36%.

At the beginning of the review period, corporates outperformed government bonds. Markets shrugged off the UK's Brexit vote and priced in more accommodative central-bank policy. UK credit was supported by the Bank of England, which announced that it would buy corporate bonds. In September, however, markets suffered from renewed uncertainty over monetary policy and concerns about Deutsche Bank and the US\$14 billion civil claim relating to the underwriting of residential mortgage-backed securities.

Towards the end of 2016 credit markets once again outperformed government bonds despite increased political uncertainty in the US and Europe. Yield curves steepened, as Donald Trump's election victory and infrastructure-spending plans led to hopes of higher US growth. The Federal Reserve (Fed) raised interest rates in December, and the dollar strengthened. Markets grew increasingly certain that the European Central Bank would reduce its monthly asset purchases; this was announced in December, though the programme was extended by nine months. Elsewhere, UK economic growth surprised positively, while the High Court ruled that the government would need parliament's approval to leave the European Union.

The Fed raised the federal funds rate in three 25bps increments in December 2016, and March and June 2017, to a range of 1.00% to 1.25% by the end of the review period. Following its meeting in mid-June, the Fed noted that "the labour market has continued to strengthen and economic activity has been rising moderately so far this year" and commented that it expects to begin a balance sheet normalization program sometime this year if the economy "evolves broadly as anticipated." US economic growth was relatively uneven over the reporting period. GDP increased at annualised rates of 1.4%, 3.5%, 2.1% and 1.4% for the second, third and fourth quarters of 2016 and the first quarter of 2017, respectively. US payrolls grew by a monthly average of 173,000 over the 12-month period, and the unemployment rate declined 0.5 percentage point to 4.4%. The labour force participation rate was virtually unchanged at 62.8%. Additionally, average hourly earnings rose 2.5% over the review period—outpacing the core inflation rate of 1.7%, but slightly trailing the 2.6% rise from June 2015 to June 2016.

Credit markets rallied towards the end of the reporting period. This was as a result of market technicals taking a boost from the result of the French presidential election. The spread tightening trend continued throughout July in US dollar, sterling and euro corporate markets. Euro markets were the relative outperformer driven by tightening in subordinated financials and non-financial hybrids. Solid results from the banking sector in the first two quarters of the year, together with the absence of any contagion from failing banks to the sector as a whole, also contributed to the positive backdrop.

Portfolio review

The Fund performed well over the period, outperforming the Barclays Global Aggregate Credit Index. The Funds credit position benefited from the continued rally in corporate bonds over the period, with strong returns attributable to both asset allocation and security selection.

Financial bonds, both bank and insurance bonds performed very well with significant spread tightening over the period. In general banks continue to build on capital levels, with some banks announcing recently they have reached long term capital targets, such as Barclays in Europe, others in the US have now received permission from the Fed to distribute excess capital to shareholders through increased dividend and share buybacks. Financial positioning remains our biggest sector overweight position in the Fund (+8.8%), despite recent reductions within the Fund, reflecting the continued favourable backdrop for the sector (low volatility, improving asset quality, low regulation in the US) which we expect to support profitability and fundamental credit quality.

Within the industrial sector, energy performance was strong over the period, driven by a recovery in commodity prices (Brent up +24.0%). Helped by OPEC's November 2016 meeting which resulted in production cuts and more recently with inventory drawdowns and further OPEC compliance discussions assisting prices and supporting energy sector bond valuations (fund active exposure +1.3%). We maintain our current view that oil prices will remain range-bound within \$45-\$55/bbl and see signs that further production may push prices to the lower end of the range over the next few months. As a result, we are maintaining our defensive positioning in energy,

Aberdeen World Opportunistic Bond Fund

favouring the less volatile pipelines over producers and service companies. A slight underweight in basic industrials was a modest drag on fund performance driven by copper and iron ore producers benefiting from underlying commodities moving higher over the period.

Elsewhere the telecommunications sector performed well over the period, second quarter telecom results were broadly in line with expectations. Most European telecom markets are now seeing a more stable pricing environment in consumer operations although price deflation remains an issue in the corporate communications market. US technology, media and telecommunications fundamentals remain mixed, strong results from all four domestic wireless carriers was prompted by aggressive promotional activity which helped grow revenues compared to a year ago. We remain cautious on many Media operators who are exposed to fewer cable subscribers (cord cutting). The fund overweight (+0.7%) is concentrated in advertising agencies and higher quality/diversified operators such as 21st Century Fox and Disney.

The Fund was seasonally quiet on the primary side over the period. Notable trades were in a European specialist real estate company focused on investing in and managing turnaround opportunities in Germany with a strong credit profile and conservative financial policy. We expect ratings upgrade over the next 12 months. We further added in the senior European banking space in one of our preferred Dutch banks, with a strong domestic franchise in the Dutch retail and commercial markets as well as good niche franchise in private banking. The bank has had a strong balance sheet as well as proved to be an excellent loan book asset quality since its acquisition by the Dutch government in 2010. The new issue is priced at attractive levels versus other secondary bonds and European banking peers.

Outlook

Having experienced a synchronised pick-up in growth across regions, we continue to expect a hawkish shift in the policy settings of central banks. As we progress in the economic cycle, it is natural to see central banks become increasingly uncomfortable with the level of monetary easing currently deployed, and so we continue to expect continued hawkish surprises as they head towards the exit door. While we recognise that risks in Europe have diminished marginally with the election of Emmanuel Macron as French president, we think the structural flaws and internal divergence remain threats in the medium term. We anticipate further periods of political turbulence, with particular focus on Italy and the popularity of the Five Star Movement. China and its attempts to reduce credit growth while maintaining financial stability also remain in focus.

As at the end of July US dollar, euro and sterling denominated and new issuance continues to be absorbed into the market. A prolonged period of rising yields may threaten the asset class but economic data and corporate earnings both remain relatively supportive for the time being. We continue to have a modest credit risk overweight relative to the corporate bond market, with a risk reducing bias.

Global Credit Team

August 2017

Aberdeen World Opportunistic Bond Fund

Ongoing charges

	A Shares %	I Shares %	Z Shares %
31 July 2017	1.13	0.63	0.13
31 July 2016	1.13	0.63	0.13
31 July 2015	1.13	0.63	0.13

The Ongoing Charges Figure is based on an estimate of the future charges. It excludes the costs of buying or selling assets for the Fund (unless these assets are shares of another fund). Where the Fund invests in collective investments which are operated or managed by the ACD or an associate of the ACD, no additional annual management charge will be incurred by the Fund on such an investment. It is inclusive of the Aberdeen annual management charge, other operating expenses and any synthetic element to incorporate the ongoing charges of any underlying fund investments.

Risk and reward profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
←						→
1	2	3	4	5	6	7

Risk and reward indicator table as at 31 July 2017.

- This Fund is ranked at 3 because funds of this type have experienced low to medium rises and falls in value in the past.
- Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The value of investments and the income from them can go down as well as up and investors may get back less than the amount invested. The indicator does not take into account the following risks of investing in this Fund:
- Bonds: Bond valuations are affected by changes in interest rates, inflation and the creditworthiness of the bond issuer. There is a risk that a bond issuer may not be able to repay the money they borrowed nor make their required interest payments. This risk increases for bonds with lower credit ratings. Where a bond market has a low number of buyers and/or a high number of sellers, it may be harder to sell particular bonds at an anticipated price and/or in a timely manner.
- Derivatives: This Fund can use derivatives in order to meet its investment objective. The use of derivatives may result in greater fluctuations in the value of the Fund, and may increase the magnitude of any losses.
- Exchange rates: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investments and the income from them may rise or fall in line with exchange rates.
- Emerging markets: Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries and this may mean your money is at greater risk.
- A full list of risks applicable to this Fund can be found in the Prospectus.
- The latest risk and reward profile can be found on the Key Investor Information Document (KIID) for this Fund which is available on the website at aberdeen-asset.co.uk.

Aberdeen World Opportunistic Bond Fund

Comparative table

A Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	111.18	106.13	106.47
Return before operating charges*	2.93	7.04	1.73
Operating charges	(1.25)	(1.20)	(1.21)
Return after operating charges*	1.68	5.84	0.52
Distributions on accumulation shares	(3.53)	(3.96)	(4.33)
Retained distributions on accumulation shares	3.53	3.17	3.47
Closing net asset value per share	112.86	111.18	106.13
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	1.51%	5.50%	0.49%
Other information			
Closing net asset value (£'000s)	143	141	148
Closing number of shares	126,768	126,668	139,284
Operating charges	1.13%	1.13%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	113.29	111.24	109.06
Lowest share price (pence)	108.02	102.72	104.84

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Opportunistic Bond Fund

A Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	99.64	97.98	101.57
Return before operating charges*	2.55	5.66	0.85
Operating charges	(1.11)	(1.10)	(1.16)
Return after operating charges*	1.44	4.56	(0.31)
Distributions on income shares	(3.13)	(2.90)	(3.28)
Closing net asset value per share	97.95	99.64	97.98
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	1.45%	4.65%	(0.31%)
Other information			
Closing net asset value (£'000s)	2	4	7
Closing number of shares	1,569	4,569	7,486
Operating charges	1.13%	1.13%	1.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	100.56	101.03	103.02
Lowest share price (pence)	96.26	93.31	98.44

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Opportunistic Bond Fund

I Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	112.79	107.13	107.17
Return before operating charges*	2.99	7.13	1.47
Operating charges	(0.71)	(0.67)	(0.68)
Return after operating charges*	2.28	6.46	0.79
Distributions on accumulation shares	(3.59)	(4.00)	(4.15)
Retained distributions on accumulation shares	3.59	3.20	3.32
Closing net asset value per share	115.07	112.79	107.13
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	2.02%	6.03%	0.74%
Other information			
Closing net asset value (£'000s)	389	597	1,845
Closing number of shares	338,459	529,359	1,722,502
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	115.50	112.84	109.99
Lowest share price (pence)	109.75	103.97	105.65

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs. Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Opportunistic Bond Fund

I Income Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	101.24	99.07	102.23
Return before operating charges*	2.62	5.73	0.62
Operating charges	(0.63)	(0.62)	(0.64)
Return after operating charges*	1.99	5.11	(0.02)
Distributions on income shares	(3.20)	(2.94)	(3.14)
Closing net asset value per share	100.03	101.24	99.07
* after direct transaction costs of:			
	-	-	-
Performance			
Return after charges	1.97%	5.16%	(0.02%)
Other information			
Closing net asset value (£'000s)	109	148	459
Closing number of shares	108,482	145,782	463,001
Operating charges	0.63%	0.63%	0.63%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	102.24	102.66	103.72
Lowest share price (pence)	98.06	94.61	99.50

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Opportunistic Bond Fund

Z Accumulation Shares	31 July 2017 (pence per share)	31 July 2016 (pence per share)	31 July 2015 (pence per share)
Change in net assets per share			
Opening net asset value per share	106.65	100.79	100.35
Return before operating charges*	2.78	6.74	1.34
Operating charges	(0.14)	(0.13)	(0.13)
Return after operating charges*	2.64	6.61	1.21
Distributions on accumulation shares	(3.37)	(3.78)	(3.87)
Retained distributions on accumulation shares	3.37	3.03	3.10
Closing net asset value per share	109.29	106.65	100.79
 * after direct transaction costs of:	 -	 -	 -
Performance			
Return after charges	2.48%	6.56%	1.21%
Other information			
Closing net asset value (£'000s)	4,488	116,400	122,515
Closing number of shares	4,106,643	109,140,151	121,556,629
Operating charges	0.13%	0.13%	0.13%
Direct transaction costs	-	-	-
Prices			
Highest share price (pence)	109.69	106.70	103.34
Lowest share price (pence)	103.93	98.09	99.10

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV. Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class. High and Low prices are based on official published daily NAVs. Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Opportunistic Bond Fund

Z Gross Accumulation Shares ^A	31 July 2017 (pence per share)
Change in net assets per share	
Opening net asset value per share	100.00 ^B
Return before operating charges*	2.34
Operating charges	(0.13)
Return after operating charges*	2.21
Distributions on accumulation shares	(3.15)
Retained distributions on accumulation shares	3.15
Closing net asset value per share	102.21
 * after direct transaction costs of:	 -
Performance	
Return after charges	2.21%
Other information	
Closing net asset value (£'000s)	126,300
Closing number of shares	123,564,400
Operating charges	0.13%
Direct transaction costs	-
Prices	
Highest share price (pence)	102.59
Lowest share price (pence)	97.26

^A Z Gross Accumulation share class launched on 1 August 2016.

^B The opening net asset value stated is the share class launch price.

The return after charges figures are based on the accounting NAV, as the financial statements are produced at a valuation point that is different from the published daily NAV.

Operating charges are expenses associated with the maintenance and administration of the Fund on a day-to-day basis that are actually borne by the share class.

High and Low prices are based on official published daily NAVs.

Comparative figures differ from previous published accounts as the distributions above are quoted gross, previously the net distribution rates were disclosed.

Aberdeen World Opportunistic Bond Fund

Portfolio statement

As at 31 July 2017

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market					
92.22% (2016: 90.84%)					
Bonds 92.22% (2016: 90.84%)					
Asset Backed Bonds/Mortgage Backed Bonds 1.11% (2016: 3.37%)					
United Kingdom 0.48% (2016: nil)					
Paragon Mortgages No 8	FRN	15/04/44	732,985	634	0.48
United States 0.63% (2016: 3.37%)					
First Horizon Alternative Mortgage Securities Trust					
2005-FA2	FRN	25/04/35	325,622	209	0.16
GreenPoint Mortgage Loan Trust 2004-1	FRN	25/10/34	393,977	269	0.21
WaMu Mortgage Pass-Through Certificates Series					
2006-AR12 Trust	FRN	25/10/36	492,284	342	0.26
				820	0.63
Total Asset Backed Bonds/Mortgage Backed Bonds				1,454	1.11
Corporate Bonds 87.90% (2016: 78.61%)					
Australia 3.66% (2016: 5.52%)					
APT Pipelines	4.2000	23/03/25	720,000	566	0.43
APT Pipelines (EMTN)	2.0000	22/03/27	770,000	701	0.53
Australia & New Zealand Banking ^{oo}	4.5000	19/03/24	890,000	707	0.54
BHP Billiton Finance	VAR	22/04/76	905,000	892	0.69
QBE Insurance	2.4000	01/05/18	905,000	687	0.52
Suncorp Metway	2.3500	27/04/20	800,000	607	0.46
Telstra	3.1250	07/04/25	850,000	648	0.49
				4,808	3.66
Belgium 0.96% (2016: 1.68%)					
Anheuser-Busch InBev (EMTN)	2.7500	17/03/36	330,000	318	0.24
Anheuser-Busch InBev Finance	3.6500	01/02/26	729,000	572	0.44
Anheuser-Busch InBev Finance	4.9000	01/02/46	436,000	371	0.28
				1,261	0.96
Brazil 0.25% (2016: 0.39%)					
QGOG Atlantic/Alaskan Rigs	5.2500	30/07/18	432,120	323	0.25
Canada 2.34% (2016: 2.23%)					
Canadian Natural Resources	3.9000	01/02/25	760,000	588	0.45
Canadian Pacific Railway	4.8000	01/08/45	360,000	310	0.24
Cenovus Energy	5.4000	15/06/47	830,000	602	0.46
Cenovus Energy	4.2500	15/04/27	403,000	299	0.23
Glencore Canada Financial (EMTN)	7.3750	27/05/20	1,100,000	1,274	0.96
				3,073	2.34

Aberdeen World Opportunistic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
China 1.36% (2016: 1.58%)					
CNOOC Curtis Funding No 1	4.5000	03/10/23	700,000	570	0.43
CNPC General Capital	2.7500	14/05/19	900,000	688	0.53
Industrial & Commercial Bank of China/New York	2.4520	20/10/21	700,000	524	0.40
				1,782	1.36
Denmark nil (2016: 0.23%)					
France 5.01% (2016: 7.39%)					
AXA	VAR	PERP	300,000	235	0.18
AXA (EMTN)	VAR	PERP	300,000	297	0.23
Banque Federative du Credit Mutuel (EMTN)	2.0000	12/04/19	842,000	639	0.48
BNP Paribas	3.8000	10/01/24	580,000	457	0.35
BPCE (MTN)	2.7500	02/12/21	649,000	498	0.38
CNP Assurances	VAR	30/09/41	500,000	593	0.45
Credit Agricole Assurances	VAR	PERP	400,000	390	0.30
Credit Agricole (EMTN)	2.3750	01/07/21	674,000	512	0.39
RCI Banque (EMTN)	1.3750	17/11/20	380,000	353	0.27
Societe Generale	VAR	PERP	1,200,000	1,259	0.95
TDF Infrastructure	2.5000	07/04/26	500,000	465	0.35
Teleperformance	1.5000	03/04/24	300,000	271	0.21
TOTAL (EMTN)	VAR	PERP	680,000	619	0.47
				6,588	5.01
Germany 5.94% (2016: 3.56%)					
ADO Properties	1.5000	26/07/24	400,000	356	0.27
Allianz	VAR	06/07/47	1,000,000	962	0.73
ATF Netherlands (EMTN)	1.8750	19/01/26	800,000	701	0.53
Deutsche Telekom International Finance	2.8200	19/01/22	1,020,000	782	0.60
Deutsche Telekom International Finance (EMTN)	1.5000	03/04/28	475,000	425	0.32
Eurogrid (EMTN)	1.6250	03/11/23	600,000	564	0.43
Grand City Properties (EMTN)	1.3750	03/08/26	300,000	261	0.20
Muenchener Rueckversicherungs-Gesellschaft in Muenchen	VAR	21/06/28	1,300,000	1,372	1.05
PrestigeBidCo	6.2500	15/12/23	166,000	161	0.12
Safari Verwaltungs	8.2500	15/02/21	221,140	206	0.16
Volkswagen International Finance	VAR	PERP	700,000	608	0.46
Volkswagen International Finance	1.1250	02/10/23	500,000	447	0.34
Vonovia Finance	VAR	PERP	1,000,000	963	0.73
				7,808	5.94
Hong Kong 0.53% (2016: 1.65%)					
Hutchison Whampoa Europe Finance 13	VAR	PERP	757,000	692	0.53
India 2.14% (2016: 3.66%)					
HDFC Bank (EMTN)	3.0000	06/03/18	608,000	463	0.35
ICICI Bank Dubai (EMTN)	3.5000	18/03/20	700,000	540	0.41
Indian Railway Finance	3.9170	26/02/19	710,000	551	0.42

Aberdeen World Opportunistic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
NTPC (EMTN)	5.6250	14/07/21	660,000	551	0.42
ONGC Videsh	2.7500	15/07/21	740,000	705	0.54
				2,810	2.14
Ireland nil (2016: 0.18%)					
Israel nil (2016: 0.49%)					
Italy 1.75% (2016: 1.17%)					
Enel	VAR	24/09/73	1,069,000	978	0.75
FCA Bank Ireland (EMTN)	1.0000	15/11/21	699,000	632	0.48
Italgas (EMTN)	1.6250	19/01/27	460,000	420	0.32
Italgas (EMTN)	0.5000	19/01/22	300,000	269	0.20
				2,299	1.75
Japan nil (2016: 0.51%)					
Kazakhstan 0.50% (2016: nil)					
Nostrum Oil & Gas Finance	8.0000	25/07/22	860,000	656	0.50
Mexico 0.78% (2016: 0.60%)					
America Movil	VAR	06/09/73	300,000	281	0.21
America Movil	VAR	06/09/73	150,000	165	0.13
Petroleos Mexicanos	5.5000	21/01/21	707,000	574	0.44
				1,020	0.78
Netherlands 3.84% (2016: 2.60%)					
ABN AMRO Bank [∞]	VAR	PERP	700,000	676	0.51
ABN AMRO Bank (EMTN)	VAR	18/01/28	800,000	774	0.59
ABN AMRO Bank (EMTN)	1.0000	30/06/20	400,000	401	0.31
Cooperatieve Rabobank	VAR	PERP	600,000	526	0.40
ING Groep	3.9500	29/03/27	564,000	448	0.34
Koninklijke	VAR	PERP	1,350,000	1,277	0.97
LGE HoldCo VI	7.1250	15/05/24	400,000	404	0.31
TenneT	VAR	PERP	594,000	542	0.41
				5,048	3.84
New Zealand 0.19% (2016: nil)					
Chorus (EMTN)	1.1250	18/10/23	278,000	249	0.19
Russian Federation 0.24% (2016: 0.26%)					
Lukoil International Finance	4.5630	24/04/23	400,000	312	0.24
Spain 0.97% (2016: 0.94%)					
FCC Aqualia	1.4130	08/06/22	885,000	795	0.61
Metrovacesa (EMTN)	2.3750	23/05/22	500,000	477	0.36
				1,272	0.97

Aberdeen World Opportunistic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Sweden 2.29% (2016: 0.52%)					
Nordea Bank (EMTN)	0.3000	30/06/22	1,100,000	985	0.74
Rikshem (EMTN)	1.2500	28/06/24	650,000	575	0.44
Svenska Handelsbanken (MTN)	2.4500	30/03/21	788,000	602	0.46
Volvo Treasury	VAR	10/06/75	880,000	849	0.65
				3,011	2.29
Switzerland 0.61% (2016: 2.56%)					
Credit Suisse Sydney (MTN)	3.5000	29/04/20	1,300,000	801	0.61
Thailand 0.48% (2016: 0.54%)					
Thai Oil	3.6250	23/01/23	800,000	626	0.48
Turkey 0.44% (2016: nil)					
Turkiye Garanti Bankasi	5.8750	16/03/23	730,000	577	0.44
United Arab Emirates 0.40% (2016: 0.60%)					
National Bank of Abu Dhabi (EMTN)	3.0000	30/03/22	700,000	532	0.40
United Kingdom 13.06% (2016: 9.77%)					
Anglo American Capital	3.7500	10/04/22	777,000	603	0.46
Aviva (EMTN)	VAR	05/07/43	530,000	578	0.44
Barclays	3.6840	10/01/23	647,000	504	0.38
Barclays Bank [∞]	7.6250	21/11/22	490,000	431	0.33
Barclays Bank (EMTN)	1.8750	08/12/23	773,000	725	0.55
CPUK Finance	4.2500	28/02/47	311,000	315	0.24
CYBG	VAR	09/02/26	532,000	546	0.42
CYBG	VAR	22/06/25	300,000	303	0.23
DS Smith (EMTN)	2.8750	26/07/29	220,000	218	0.17
Experian Finance (EMTN)	1.3750	25/06/26	1,480,000	1,313	0.99
HBOS Capital Funding	VAR	PERP	540,000	572	0.44
HSBC	VAR	13/03/23	1,469,000	1,141	0.87
HSBC (EMTN)	VAR	18/10/22	150,000	152	0.12
Jaguar Land Rover Automotive [∞]	5.0000	15/02/22	930,000	1,027	0.78
Lloyds Bank (MTN)	3.2500	01/04/20	500,000	306	0.23
Lloyds Banking	3.7500	11/01/27	359,000	277	0.21
Paragon	VAR	09/09/26	353,000	379	0.29
Reckitt Benckiser Treasury Services	2.7500	26/06/24	564,000	426	0.32
Royal Bank of Scotland (EMTN)	6.6250	17/09/18	1,450,000	1,538	1.16
Royal Bank of Scotland (EMTN)	2.5000	22/03/23	450,000	429	0.33
Saga	3.3750	12/05/24	386,000	379	0.29
Santander UK	5.0000	07/11/23	950,000	780	0.59
Smiths (EMTN)	2.0000	23/02/27	230,000	211	0.16
SSE	VAR	PERP	450,000	464	0.35
SSE	VAR	PERP	240,000	218	0.17
Stagecoach	4.0000	29/09/25	420,000	458	0.35
Standard Chartered	2.1000	19/08/19	619,000	469	0.36

Aberdeen World Opportunistic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Standard Life (EMTN)	VAR	04/12/42	461,000	517	0.39
Tesco Property Finance 3	5.7440	13/04/40	292,905	324	0.25
Western Power Distribution	3.6250	06/11/23	560,000	609	0.46
Whitbread	3.3750	16/10/25	220,000	234	0.18
WPP Finance Deutschland (EMTN)	1.6250	23/03/30	840,000	729	0.55
				17,175	13.06
United States 40.16% (2016: 29.98%)					
AbbVie	2.1250	17/11/28	1,030,000	958	0.73
AbbVie	4.4500	14/05/46	606,000	479	0.36
AIG Global Funding	2.1500	02/07/20	372,000	283	0.22
American International	6.2500	01/05/36	730,000	698	0.53
American International	4.1250	15/02/24	268,000	216	0.16
Amgen	2.2500	19/08/23	1,089,000	809	0.62
Amgen	4.4000	01/05/45	245,000	195	0.15
Anadarko Petroleum	6.6000	15/03/46	400,000	374	0.28
Apple	3.4500	09/02/45	890,000	634	0.48
AT&T	5.2500	01/03/37	1,296,000	1,029	0.78
AT&T	3.1500	04/09/36	630,000	564	0.43
AutoNation	4.5000	01/10/25	600,000	482	0.37
Bank of America	5.8750	07/02/42	350,000	337	0.26
Bank of America (MTN)	3.2480	21/10/27	700,000	517	0.39
Bank of America (MTN)	2.5030	21/10/22	401,000	301	0.23
Brighthouse Financial	4.7000	22/06/47	700,000	526	0.40
Broadcom Cayman Finance	3.0000	15/01/22	720,000	554	0.42
Broadcom Cayman Finance	3.8750	15/01/27	420,000	327	0.25
Buckeye	3.9500	01/12/26	726,000	550	0.42
Burlington Northern Santa Fe	4.7000	01/09/45	629,000	539	0.41
Capital One Financial	2.5000	12/05/20	897,000	686	0.52
Cardinal Health	4.3680	15/06/47	327,000	258	0.20
Cardinal Health	3.0790	15/06/24	281,000	216	0.16
Citigroup	VAR	24/07/23	1,710,000	1,300	0.98
Citigroup	3.3900	18/11/21	1,260,000	787	0.60
Comcast	6.9500	15/08/37	720,000	771	0.59
Crown Castle International	2.2500	01/09/21	517,000	388	0.29
CSC	10.8750	15/10/25	515,000	487	0.37
CSC	10.8750	15/10/25	336,000	318	0.24
CVS Health	3.5000	20/07/22	591,000	469	0.36
Delta Air Lines	3.6250	15/03/22	496,000	388	0.29
Dominion Resources	VAR	01/07/19	1,111,000	858	0.65
Duke Energy	2.6500	01/09/26	451,000	331	0.25
eBay	2.7500	30/01/23	1,415,000	1,068	0.81
Energy Transfer Partners	5.2000	01/02/22	900,000	741	0.56
Energy Transfer Partners	4.2000	15/04/27	575,000	438	0.33
Exelon	3.4970	01/06/22	609,000	478	0.36
FedEx	4.5500	01/04/46	772,000	621	0.47
Ford Motor Credit	5.7500	01/02/21	1,360,000	1,137	0.86
Ford Motor Credit	1.8970	12/08/19	412,000	311	0.24
General Electric	0.8750	17/05/25	910,000	810	0.62

Aberdeen World Opportunistic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
General Electric	4.5000	11/03/44	790,000	664	0.51
General Motors Financial	4.0000	06/10/26	1,074,000	813	0.62
General Motors Financial	2.6500	13/04/20	991,000	759	0.58
Georgia-Pacific	5.4000	01/11/20	1,320,000	1,101	0.84
Goldman Sachs	3.0000	26/04/22	1,262,000	970	0.74
Goldman Sachs	3.7500	22/05/25	789,000	615	0.47
Halliburton	5.0000	15/11/45	390,000	321	0.24
Harley-Davidson	4.6250	28/07/45	641,000	508	0.39
Harley-Davidson	3.5000	28/07/25	510,000	399	0.30
Hartford Financial Services	6.6250	30/03/40	310,000	318	0.24
HSBC Finance	6.6760	15/01/21	1,301,000	1,119	0.85
Intel	4.1000	11/05/47	840,000	662	0.50
International Paper	5.1500	15/05/46	316,000	269	0.20
JPMorgan Chase	VAR	01/05/28	1,429,000	1,091	0.83
JPMorgan Chase	3.1250	23/01/25	1,325,000	1,006	0.77
JPMorgan Chase	VAR	PERP	760,000	588	0.45
Kinder Morgan	5.5500	01/06/45	330,000	267	0.20
Kinder Morgan	5.0500	15/02/46	313,000	240	0.18
Kraft Heinz Foods	3.5000	15/07/22	757,000	596	0.45
Kraft Heinz Foods	6.7500	15/03/32	297,000	286	0.22
Kroger	3.8750	15/10/46	365,000	245	0.19
Lowe's	4.0500	03/05/47	704,000	545	0.41
Marathon Oil	5.2000	01/06/45	260,000	196	0.15
Marathon Petroleum	4.7500	15/09/44	550,000	406	0.31
Microsoft	2.8750	06/02/24	477,000	370	0.28
Mondelez International	2.3750	06/03/35	100,000	86	0.07
Morgan Stanley	3.7000	23/10/24	710,000	557	0.42
Morgan Stanley	6.3750	24/07/42	394,000	396	0.30
Morgan Stanley (MTN)	2.6250	17/11/21	838,000	638	0.49
MPLX	4.8750	01/06/25	390,000	317	0.24
MPLX	5.2000	01/03/47	171,000	134	0.10
Mylan	5.2500	15/06/46	598,000	496	0.38
Mylan	2.2500	22/11/24	470,000	443	0.34
Mylan	1.2500	23/11/20	130,000	120	0.09
Oracle	4.0000	15/07/46	809,000	623	0.47
Penske Truck Leasing	3.3750	01/02/22	974,000	764	0.58
Perrigo Finance	3.5000	15/12/21	488,000	383	0.29
PetSmart	7.1250	15/03/23	370,000	254	0.19
PetSmart	8.8750	01/06/25	95,000	68	0.05
Pfizer	4.1250	15/12/46	549,000	443	0.34
Quest Diagnostics	4.7000	30/03/45	580,000	460	0.35
Sabine Pass Liquefaction	4.2000	15/03/28	760,000	586	0.45
Sabine Pass Liquefaction	6.2500	15/03/22	500,000	430	0.33
Sabine Pass Liquefaction	5.0000	15/03/27	219,000	178	0.14
Sherwin-Williams	4.5000	01/06/47	275,000	220	0.17
Sherwin-Williams	3.1250	01/06/24	96,000	74	0.06
Shire Acquisitions Investments Ireland	2.4000	23/09/21	777,000	588	0.45
Southern Power	4.9500	15/12/46	708,000	562	0.43
Texas Instruments	2.6250	15/05/24	393,000	298	0.23

Aberdeen World Opportunistic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Thermo Fisher Scientific	1.4000	23/01/26	450,000	401	0.31
UnitedHealth	4.2500	15/04/47	322,000	262	0.20
Verizon Communications	5.0120	21/08/54	732,000	540	0.41
Virginia Electric & Power	4.0000	15/11/46	373,000	291	0.22
Wal-Mart Stores	4.7500	02/10/43	830,000	740	0.56
Walt Disney (MTN)	7.5500	15/07/93	615,000	560	0.43
Walt Disney (MTN)	3.0000	30/07/46	263,000	172	0.13
Wells Fargo	3.0690	24/01/23	1,678,000	1,296	0.99
Wells Fargo (EMTN)	1.3750	30/06/22	920,000	919	0.70
Williams Partners	5.1000	15/09/45	418,000	328	0.25
21st Century Fox America	6.4000	15/12/35	600,000	577	0.44
				52,791	40.16
Total Corporate Bonds				115,514	87.90
Corporate Convertible Bonds nil (2016: 0.27%)					
Spain nil (2016: 0.27%)					
Government Bonds 3.14% (2016: 7.87%)					
Germany nil (2016: 2.93%)					
India 0.43% (2016: 0.61%)					
Export-Import Bank of India (EMTN)	2.7500	01/04/20	740,000	563	0.43
South Korea 0.68% (2016: nil)					
Korea Water Resources	2.7500	23/05/22	1,184,000	899	0.68
Sweden 0.93% (2016: 1.03%)					
Svensk Exportkredit (EMTN)	VAR	14/11/23	1,600,000	1,211	0.93
Turkey 0.47% (2016: nil)					
Turkey (Republic of)	6.7500	03/04/18	800,000	624	0.47
United Kingdom 0.63% (2016: 1.69%)					
UK Treasury	4.2500	07/12/46	540,000	829	0.63
United States nil (2016: 1.61%)					
Total Government Bonds				4,126	3.14
Municipal Bonds 0.07% (2016: 0.72%)					
United States 0.07% (2016: 0.72%)					
Chicago Illinois Transit Authority	6.8990	01/12/40	100,000	98	0.07
Total Municipal Bonds				98	0.07
Total Bonds				121,192	92.22
Total Transferable securities and money market instruments admitted to an official exchange listing or dealt on another regulated market				121,192	92.22

Aberdeen World Opportunistic Bond Fund

Security	Coupon (%)	Maturity	Nominal/ Quantity	Market Value £'000	Total Net Assets %
Other transferable securities and money market instruments 3.04% (2016: 4.13%)					
Bonds 3.04% (2016: 4.13%)					
Asset Backed Bonds/Mortgage Backed Bonds 1.23% (2016: 1.68%)					
United States 1.23% (2016: 1.68%)					
Bear Stearns ARM Trust 2007-4	VAR	25/06/47	552,949	400	0.30
STARM Mortgage Loan Trust 2007-2	FRN	25/04/37	606,188	387	0.29
WaMu Mortgage Pass-Through Certificates Series 2006-AR18 Trust	FRN	25/01/37	732,302	507	0.39
WaMu Mortgage Pass-Through Certificates Series 2007-HY7 Trust	FRN	25/07/37	462,413	324	0.25
				1,618	1.23
Total Asset Backed Bonds/Mortgage Backed Bonds				1,618	1.23
Corporate Bonds 1.31% (2016: 1.72%)					
Australia 0.14% (2016: 0.16%)					
Suncorp-Metway (EMTN)	2.1000	03/05/19	243,000	184	0.14
Netherlands 0.72% (2016: 0.71%)					
ABN AMRO Bank (MTN)	3.2500	09/04/20	1,550,000	949	0.72
South Africa 0.19% (2016: 0.20%)					
Sappi Papier	7.5000	15/06/32	325,000	248	0.19
Sweden 0.26% (2016: 0.65%)					
Skandinaviska Enskilda Banken	2.6250	17/11/20	444,000	342	0.26
Total Corporate Bonds				1,723	1.31
Government Bonds 0.50% (2016: 0.73%)					
South Korea 0.50% (2016: 0.73%)					
Export-Import Bank of Korea (MTN)	4.2500	21/05/20	1,050,000	657	0.50
Total Government Bonds				657	0.50
Total Bonds				3,998	3.04
Total Other transferable securities and money market instruments				3,998	3.04
Derivatives 0.38% (2016: 2.30%)					
Future contracts (0.04%) (2016: 0.19%)					
Future	Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %	
CBT US Long Bond	20/09/17	20	-	-	
CBT US Ultra Bond	20/09/17	(12)	27	0.02	
CBT US 10 Year Note	20/09/17	(15)	2	-	
CBT US 10 Year Ultra	20/09/17	27	(6)	-	
CBT US 2 Year Note	29/09/17	39	(2)		

Aberdeen World Opportunistic Bond Fund

Future	Maturity	Notional	Unrealised Gains/(Losses) £'000	Total Net Assets %
CBT US 5 Year Note	29/09/17	(20)	(2)	-
EUX Euro Bobl	07/09/17	9	(3)	-
EUX Euro Buxl 30 Year Bond	07/09/17	4	1	-
EUX Euro Schatz	07/09/17	31	(2)	-
ICE Long Gilt	27/09/17	(4)	1	-
MSE Canada 10 Year Bond	20/09/17	16	(71)	(0.06)
SFE Australia 3 Year Bond	15/09/17	(7)	2	-
SGX 10 Year Mini JGB	11/09/17	9	(3)	-
Unrealised losses on future contracts			(56)	(0.04)

Forward currency exchange contracts 0.42% (2016: 2.26%)

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
Barclays Capital	EUR	GBP	08/08/17	824,000	732,555	4	-
Barclays Capital	GBP	EUR	08/08/17	118,040	132,000	-	-
BNP Paribas	EUR	GBP	02/08/17	290,460	260,208	-	-
BNP Paribas	EUR	GBP	08/08/17	428,000	381,590	1	-
BNP Paribas	GBP	EUR	08/08/17	14,763,513	16,818,000	(279)	(0.21)
BNP Paribas	GBP	EUR	08/08/17	259,825	290,000	-	-
BNP Paribas	GBP	EUR	08/08/17	104,022	118,000	(2)	-
BNP Paribas	GBP	USD	08/08/17	130,559	168,000	3	-
BNP Paribas	USD	GBP	08/08/17	120,000	92,045	(1)	-
Citigroup	EUR	GBP	08/08/17	194,000	170,814	3	-
Citigroup	GBP	USD	08/08/17	20,190,181	26,201,000	322	0.25
Citigroup	GBP	USD	08/08/17	248,080	321,000	5	-
Citigroup	GBP	USD	08/08/17	236,354	308,000	3	-
Citigroup	GBP	USD	08/08/17	209,099	275,000	1	-
Citigroup	USD	GBP	08/08/17	429,000	328,485	(3)	-
Citigroup	USD	GBP	08/08/17	134,000	104,045	(2)	-
Goldman Sachs	GBP	EUR	08/08/17	356,654	399,000	-	-
Goldman Sachs	GBP	USD	08/08/17	20,171,994	26,201,000	302	0.23
HSBC	GBP	CAD	08/08/17	697,442	1,177,000	(16)	(0.01)
HSBC	GBP	USD	08/08/17	20,177,083	26,202,000	307	0.23
HSBC	USD	GBP	08/08/17	849,000	653,558	(10)	(0.01)
JPM Chase	GBP	EUR	08/08/17	387,492	432,000	1	-
JPM Chase	GBP	EUR	08/08/17	370,740	423,000	(8)	(0.01)
JPM Chase	GBP	USD	08/08/17	20,167,957	26,201,000	298	0.23
JPM Chase	USD	GBP	08/08/17	151,000	117,479	(3)	-
Merrill Lynch	EUR	GBP	08/08/17	133,000	117,776	1	-
Morgan Stanley	GBP	AUD	08/08/17	2,625,282	4,458,000	(74)	(0.06)
Royal Bank of Canada	USD	GBP	08/08/17	272,000	209,470	(3)	-
State Street	GBP	EUR	08/08/17	14,753,321	16,818,000	(289)	(0.22)
State Street	GBP	EUR	08/08/17	130,891	148,000	(1)	-
State Street	GBP	USD	08/08/17	263,114	343,000	3	-
State Street	GBP	USD	08/08/17	184,072	240,000	2	-
State Street	GBP	USD	08/08/17	83,865	109,000	1	-
State Street	USD	GBP	08/08/17	136,000	104,874	(2)	-

Aberdeen World Opportunistic Bond Fund

Counterparty	Buy	Sell	Settlement	Buy Amount	Sell Amount	Unrealised Gains/(Losses) £'000	Total Net Assets %
UBS	USD	GBP	08/08/17	186,000	144,262	(3)	-
UBS	USD	GBP	08/08/17	108,000	82,722	(1)	-
UBS	USD	GBP	08/08/17	85,000	64,469	-	-
Unrealised gains on forward currency exchange contracts						560	0.42
Swaps nil (2016: (0.15%))							
Unrealised gains on derivatives						504	0.38
Total investments*						125,694	95.64
Other net assets						5,737	4.36
Total net assets						131,431	100.00

* A portion of this security is on loan at the year end.

* Including derivative liabilities.

Currently forward positions are not collateralised.

Comparative figures are as at 31 July 2016.

Aberdeen World Opportunistic Bond Fund

Securities Financing Transactions disclosure

The Fund engages in Securities Financing Transactions (SFTs) (as defined in Article 3 of Regulation (EU) 2015/2365, SFTs include repurchase transactions, securities or commodities lending and securities or commodities borrowing, buy-sell back transactions or sell-buy back transactions and margin lending transactions). In accordance with Article 13 of the Regulation, the Fund's involvement in and exposures related to securities lending for the accounting year ended 31 July 2017 are detailed below:

Absolute value of assets engaged in SFTs	£'000	% of lendable assets	% of assets under management
Securities lending	2,219	1.77	1.69

Collateral issuers	Market value of collateral received		Quality	Custodian
	£'000	Type		
UK Treasury	2,248	Government Bond	Investment grade	BNP Paribas
France (Government of)	52	Government Bond	Investment grade	BNP Paribas
Germany (Federal Republic of)	37	Government Bond	Investment grade	BNP Paribas
Luxembourg (Grand Duchy of)	7	Government Bond	Investment grade	BNP Paribas
Total collateral received	2,344			

Collateral held per custodian	Market value of collateral held	Proportion held in segregated accounts
	£'000	%
BNP Paribas	2,344	100.00

One custodian is used to hold the collateral.

Collateral analysed by currency	Market value of collateral received
	£'000
EUR	96
GBP	2,248
Total collateral received	2,344

Counterparties per type of SFT	Market value of securities lending	Countries of counterparty establishment	Settlement and clearing
	£'000		
Securities lending			
JP Morgan	2,219	United States	Tri-party
Total market value of securities lending	2,219		

Aberdeen World Opportunistic Bond Fund

Maturity Tenor of Collateral and SFTs (remaining period to maturity)

Securities lending

The lending and collateral transactions are on an open basis and can be recalled on demand.

The Fund does not engage in any re-use of collateral.

Return and cost per type of SFT	£'000	%
For the year ended 31 July 2017		
Securities lending		
Gross return	10	125.00
Direct operational costs (securities lending agent costs)	(2)	(25.00)
Indirect operational costs (Investment Adviser operational costs)	-	-
Total costs	(2)	(25.00)
Net return	8	100.00

Aberdeen World Opportunistic Bond Fund

Statement of total return

For the year ended 31 July 2017

		2017	2016
	Notes	£'000	£'000
Income			
Net capital (losses)/gains	1	(645)	2,823
Revenue	2	4,053	4,490
Expenses	3	(165)	(160)
Net revenue before taxation		3,888	4,330
Taxation	4	(8)	(4)
Net revenue after taxation		3,880	4,326
Total return before distributions		3,235	7,149
Distributions	5	(3,865)	(4,335)
Change in net assets attributable to shareholders from investment activities		(630)	2,814

Statement of change in net assets attributable to shareholders

For the year ended 31 July 2017

	2017	2016
	£'000	£'000
Opening net assets attributable to shareholders	117,290	124,974
Amounts receivable on issue of shares	20,943	1,025
Amounts payable on cancellation of shares	(10,164)	(14,888)
	10,779	(13,863)
Dilution adjustment	59	27
Change in net assets attributable to shareholders from investment activities	(630)	2,814
Retained distributions on accumulation shares	3,933	3,338
Closing net assets attributable to shareholders	131,431	117,290

Aberdeen World Opportunistic Bond Fund

Balance sheet

As at 31 July 2017

	Notes	2017 £'000	2016 £'000
Assets:			
Fixed assets:			
Investments		126,480	114,461
Current assets:			
Debtors	6	1,468	2,300
Cash and bank balances	7	4,662	3,878
Total assets		132,610	120,639
Liabilities:			
Investment liabilities		786	370
Creditors:			
Amounts held at futures clearing houses and brokers		36	-
Other creditors	8	355	2,582
Distribution payable		2	397
Total liabilities		1,179	3,349
Net assets attributable to shareholders		131,431	117,290

Aberdeen World Opportunistic Bond Fund

Notes to the financial statements

For the year ended 31 July 2017

1. Net capital (losses)/gains

	2017 £'000	2016 £'000
The net capital (losses)/gains on investments during the year comprise:		
Non-derivative securities gains	2,787	19,487
Derivative contracts	(671)	558
Forward currency contracts losses	(2,749)	(17,453)
Other currency (losses)/gains	(12)	231
Net capital (losses)/gains	(645)	2,823

2. Revenue

	2017 £'000	2016 £'000
Interest on debt securities	4,042	4,489
Stock lending commission	8	23
Bank interest	3	5
Derivatives revenue	-	(27)
Total revenue	4,053	4,490

3. Expenses

	2017 £'000	2016 £'000
<i>Payable to the Authorised Corporate Director, associates of the Authorised Corporate Director and agents of either of them:</i>		
Authorised Corporate Director's periodic charge	5	9
Operating, administrative and servicing fees	159	151
	164	160
<i>Other expenses:</i>		
Interest payable and similar charges	1	-
	1	-
Total expenses	165	160

Irrecoverable VAT is included in the above expenses where relevant.

The current audit fee net of VAT, which is levied through operating, administrative and servicing fees, is £7,950 (2016 - £7,950).

4. Taxation

	2017 £'000	2016 £'000
The tax charge comprises:		
Corporation tax	1	-
Double tax relief	(1)	-
Overseas withholding tax	8	4
Current tax charge	8	4
Total taxation	8	4

Aberdeen World Opportunistic Bond Fund

Factors affecting current tax charge for year

The tax charge for the year is lower than (2016: lower than) the charge derived by applying the standard rate of UK corporation tax for open ended investment companies (20%) to the net revenue before taxation. The differences are explained in the reconciliation below. Open ended investment companies are also exempt from corporation tax on capital gains realised within the Fund - therefore, any capital return is not included in the reconciliation below.

Reconciliation of the tax charge for the year:

	2017 £'000	2016 £'000
Net revenue before taxation	3,888	4,330
Corporation tax at 20% (2016 - 20%)	778	866
Effects of:		
Tax effect of expensed double taxation relief	-	(1)
Tax deductible on interest distributions	(777)	(865)
Double tax relief	(1)	-
Irrecoverable overseas withholding tax	8	4
Total taxation	8	4

Factors that may affect future tax charges

There were no factors that may affect future tax charges at the current or prior accounting year end.

Deferred tax

There is no provision required for deferred taxation at the balance sheet date (2016 - nil).

5. Distributions (including the movement between net revenue and distributions)

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares, and comprise:

	2017 £'000	2016 £'000
Interim	1,925	2,639
Final	2,012	1,573
	3,937	4,212
Add: Revenue deducted on cancellation of shares	55	130
Deduct: Revenue received on issue of shares	(127)	(7)
Distributions for the year	3,865	4,335
Total distributions	3,865	4,335

Details of the distribution per share are set out in the distribution tables on page 1100.

	2017 £'000	2016 £'000
Movement between net revenue and distributions		
Net revenue after taxation	3,880	4,326
Add:		
Authorised Corporate Director's periodic charge paid from capital	5	9
Deduct:		
Movement between share classes due to conversion	(20)	-
Distributions	3,865	4,335

Aberdeen World Opportunistic Bond Fund

6. Debtors

	2017	2016
	£'000	£'000
Accrued revenue	1,394	1,151
Amounts receivable for issue of shares	1	1
Sales awaiting settlement	-	246
Currency transactions awaiting settlement	72	902
Tax reclaimable	1	-
Total debtors	1,468	2,300

7. Cash and bank balances

	2017	2016
	£'000	£'000
Amounts held at futures clearing houses and brokers	243	267
Cash and bank balances	4,419	3,611
Total cash and bank balances	4,662	3,878

8. Other creditors

	2017	2016
	£'000	£'000
Accrued expenses	15	14
Amounts payable for cancellation of shares	8	-
Purchases awaiting settlement	260	1,657
Currency transactions awaiting settlement	72	911
Total other creditors	355	2,582

9. Related parties

The following are considered to be related parties:

The Authorised Corporate Director

The fees received by the Authorised Corporate Director (ACD) are set out in note 3. The ACD is involved in all transactions in shares of the Fund, the aggregate values of which are set out in the Statement of change in net assets attributable to shareholders on page 1089. £8,000 was due to the ACD (2016 - nil) at the year end.

The Investment Adviser

As at the year end the Fund held no investments that were managed by subsidiaries of Aberdeen Asset Management PLC (2016 - nil).

Material shareholders

Nortrust Nominees Limited held a material shareholding in the Fund during the year to 31 July 2017, and at the year end held 85% of the Fund's shares in issue.

Aberdeen World Opportunistic Bond Fund

10. Shareholder funds

The annual management charge on each share class is as follows:

Class 'A': 1.00%

Class 'I': 0.50%

Class 'Z': 0.00%

Class 'Z' Gross: 0.00%

The net asset value of each share class, the net asset value per share and the number of shares in each share class are given in the comparative tables on page 1071. The distribution per share class is given in the distribution tables on page 1100. All share classes have the same rights on winding up.

Share reconciliation

As at 31 July 2017

	A Accumulation shares	A Income shares	I Accumulation shares	I Income shares	Z Accumulation shares
Opening number of shares	126,668	4,569	529,359	145,782	109,140,151
Creations during the year	18,800	-	51,400	20,900	6,555,423
Cancellations during the year	(18,700)	(3,000)	(242,300)	(58,200)	(9,185,943)
Shares converted during the year	-	-	-	-	(102,402,988)
Closing shares in issue	126,768	1,569	338,459	108,482	4,106,643

	Z Gross Accumulation shares
Opening number of shares	-
Creations during the year	14,034,928
Cancellations during the year	(100)
Shares converted during the year	109,529,572
Closing shares in issue	123,564,400

11. Securities on Loan

The company has appointed BNP Paribas Securities Services (BPSS) as the security lending agent. BNP Paribas Securities Services is entitled to receive a fee out of the property of each of the Funds (plus VAT thereon) for its services in relation to stock lending.

The fee is calculated as a percentage of the gross income from stock lending. The current fee is 20% of the gross income generated by the stock lending activity.

Collateralisation in the form of Government Bonds must be with a minimum issuer rating of AA (S&P rating) or Aa3 (Moody's rating) at a minimum of 102 - 105 % (Min. 102% bond loan versus Sovereign Bond Collateral, Min. 105% equity loan versus Sovereign Bond Collateral minimum margins). With respect to a government issuer that is rated by both Moody's and S&P, the lower of those two ratings shall apply.

Government bonds from the following countries may be accepted as collateral:

Australia, Austria, Belgium, Canada, Denmark, Finland, France, Germany, Japan, Luxembourg, Netherlands, New Zealand, Norway, Sweden, Switzerland, United Kingdom & United States.

Collateralisation in the form of Equities must be from the listed equities from the following indices, provided that no single issuer shall represent more than 10% of Equity collateral on a "per Approved Borrower" basis: 108% minimum margin. Borrowers' own stock is not acceptable.

Aberdeen World Opportunistic Bond Fund

Index	Country
S&P 500	United States
FTSE 100	United Kingdom
CAC 40	France
DAX	Germany
S&P/TSX 60	Canada
AEX	Netherlands
BEL 20	Belgium
OMX Stockholm 30	Sweden
OMX Copenhagen 20	Denmark
OMX Helsinki 25	Finland
Swiss Market	Switzerland
S&P/ASX 200	Australia
NIKKEI 225	Japan
ATX	Austria
FTSE MIB	Italy
OBX	Norway
IBEX 35	Spain

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2017			
JPM Chase	2,219	2,344	Government Bond
Total	2,219	2,344	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	10	2	8

	Total market value of securities on loan £'000	Amount of collateral received £'000	Type of collateral
Counterparty			
2016			
Citigroup	624	733	Government Bond
JPM Chase	454	479	Government Bond
Nomura	1,118	1,227	Government Bond
Total	2,196	2,439	

Recipient	Relationship	Gross income £'000	Direct and indirect expenses £'000	Net income £'000
BNP Paribas	Securities Lending Agent	28	5	23

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12. Risk management policies and disclosures

The risks inherent in the Fund's investment portfolio are as follows:

Global Exposure

Based on the investment strategy, types of complexities of the derivatives and the proportion of the Fund comprising derivatives, the method of estimating the Fund's overall risk position (Global Exposure) is to use the value at risk (VaR) techniques which estimate the probability of portfolio losses based on the statistical analysis of historical price trends and volatilities. The VaR is produced on a daily basis and the Fund's current VaR limit is detailed below.

Value at risk (VaR)

The market risk of the Fund's financial asset and liability positions is monitored by the Investment Risk department using VaR analysis. VaR analysis reflects the interdependencies between risk variables, unlike a traditional sensitivity analysis. VaR represents the potential losses from adverse changes in market factors for a specified time period and confidence level."

Model assumptions:

System:	Advanced Portfolio Technologies (APT)
VaR methodology:	Parametric
Confidence level:	99%
Holding period:	1 week (5 days)
Decay factor for exponential smoothing of the historical market data:	Nil
Historical observation period:	180 weeks
VaR limit (absolute)	20
VaR limit (relative)	200
Reference portfolio for relative VaR	1.63

The table below indicated the VaR of the Fund's financial instruments, measured as the potential 5 day loss in value from adverse changes in equity prices, interest rates, inflation and foreign currency exchange rates, with a 99 percent confidence level. Calculated on this basis, the table indicates that the net value of the Fund's financial assets and liabilities could be expected to change by more than the stated amount on only two days out of 200, in response to either price, interest rate, inflation or foreign currency exchange rate changes.

The VaR measures of the Fund are detailed below.

	2017 %	2016 %
Minimum VaR	1.70%	1.62%
Maximum VaR	1.93%	1.92%
Average VaR	1.82%	1.73%

VaR table

	FX risk	Interest rate risk	Inflation risk	Contribution from credit risk	Overall VaR
31 July 2017	0.04%	1.55%	-	0.17%	1.76%
31 July 2016	0.03%	1.62%	-	0.16%	1.81%

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Financial derivatives

At 31 July 2017 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays	4	4
BNP Paribas	4	4
Citigroup	334	334
Goldman Sachs	302	302
HSBC	307	307
JPM Chase	299	299
Merrill Lynch	1	1
State Street	6	6
Total exposure	1,257	1,257

At 31 July 2016 the underlying exposure for each category of derivatives was as follows:

Counterparty	Forward currency exchange contracts £'000	Total by counterparty £'000
Barclays	62	62
BNP Paribas	535	535
Citigroup	505	505
Deutsche Bank	16	16
Goldman Sachs	501	501
HSBC	500	500
JPM Chase	282	282
Morgan Stanley	277	277
Royal Bank Of Canada	61	61
State Street	10	10
Total exposure	2,749	2,749

The Fund had no collateral pledged or collateral held in respect of derivatives as at 31 July 2017 (2016 - nil).

Liquidity risk

The following table provides a maturity analysis of the Fund's financial liabilities on a contractual basis.

	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2017					
<i>Derivatives</i>					
Investment liabilities	-	786	-	-	786
<i>Non-derivatives</i>					
Amounts held at futures clearing houses and brokers	36	-	-	-	36
Other creditors	-	355	-	-	355
Distribution payable	-	2	-	-	2
Total financial liabilities	36	1,143	-	-	1,179

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	On demand £'000	Within one year £'000	Over one year but not more than five years £'000	Over five years £'000	Total £'000
2016					
<i>Derivatives</i>					
Investment liabilities	-	189	181	-	370
<i>Non-derivatives</i>					
Other creditors	-	2,582	-	-	2,582
Distribution payable	-	397	-	-	397
Total financial liabilities	-	3,168	181	-	3,349

13. Portfolio transaction costs

	Purchases		Sales	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
Trades in the year				
Bonds	120,409	76,257	107,046	102,145
Trades in the year before transactions costs	120,409	76,257	107,046	102,145
Commissions				
Bonds	-	-	-	-
Total commissions	-	-	-	-
Taxes				
Bonds	-	-	-	-
Total taxes	-	-	-	-
Other expenses				
Bonds	-	-	-	-
Total other expenses	-	-	-	-
Total transaction costs	-	-	-	-
Total net trades in the year after transaction costs	120,409	76,257	107,046	102,145

	Purchases		Sales	
	2017 %	2016 %	2017 %	2016 %
Total transaction costs expressed as a percentage of asset type cost				
Commissions				
Bonds	-	-	-	-
Taxes				
Bonds	-	-	-	-
Other expenses				
Bonds	-	-	-	-

The prior year percentages have been restated to reflect the percentage of transaction costs based on trades in the year by asset type rather than based on total trades as this is a more accurate method of calculation. This methodology did not change the prior year figure.

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	2017 %	2016 %
Total transaction costs expressed as a percentage of net asset value		
Commissions	-	-
Taxes	-	-
Other expenses	-	-
Total costs	-	-

The Fund incurs broker commission and transfer taxes/stamp duty as a necessary part of buying and selling the Fund's underlying investments in order to achieve the investment objective. In the case of shares, broker commissions, transfer taxes and stamp duty may be paid by the Fund on transactions.

There were no in specie transfers in the year (2016 - nil). There were corporate actions (net sales) of £1,958,000 in the year (2016 - £1,404,000).

There were transaction costs in respect of derivatives were £4,550 for the year (2016 - £3,302). The transaction costs in respect of derivatives expressed as a percentage of net asset value is nil (2016 - nil).

The average portfolio dealing spread as at 31 July 2017 was 1.20% (2016 - 0.53%). The prior year average portfolio dealing spread has been restated to be based on prices midday rather than at close of business as this is a more accurate method of calculation.

14. Fair value

In the prior year, the Fund early adopted the March 2016 amendment to section 34 of FRS102 which is applicable to accounting periods on or after 1 January 2017 with earlier application permitted.

In accordance with FRS102 the Fund classifies fair value measurement under the following levels:

Level 1

Quoted prices in active markets for identical securities.

Level 2

Prices determined using other significant observable inputs. Observable inputs are inputs that reflect the assumptions market participants would use in pricing a security and are developed based on market data obtained from sources independent of the reporting entity (including quoted prices for similar investments, interest rates, prepayment speeds, credit risk, etc.)

Level 3

Prices determined using significant unobservable inputs. In situations where quoted prices or observable inputs are unavailable or deemed less relevant (for example, when there is little or no market activity for an investment at the end of the period), unobservable inputs are inputs that reflect the reporting entity's own assumptions about the factors market participants would use in pricing the security and would be based on the best information available under the circumstances.

Fair value hierarchy

	2017		2016	
	Investment assets £'000	Investment liabilities £'000	Investment assets £'000	Investment liabilities £'000
Level 1 ^A	862	89	6,505	87
Level 2	125,618	697	107,956	283
Level 3	-	-	-	-
Total	126,480	786	114,461	370

^A Debt securities included in the highest fair value hierarchy level, where their valuation is determined to be sufficiently close to a binding quoted price, amount to £829,000 as at 31 July 2017 (2016 - £6,189,000).

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Distribution table

For the year ended 31 July 2017 (in pence per share)

First Interim interest distribution

Group 1: Shares purchased prior to 1 August 2016

Group 2: Shares purchased 1 August 2016 to 31 January 2017

	Net revenue	Equalisation	Distribution paid 30/04/17	Distribution paid 30/04/16
A Accumulation shares				
Group 1	1.79378	-	1.79378	1.67880
Group 2	0.65673	1.13705	1.79378	1.67880
A Income shares				
Group 1	1.60748	-	1.60748	1.55000
Group 2	0.89828	0.70920	1.60748	1.55000
I Accumulation shares				
Group 1	1.82354	-	1.82354	1.68698
Group 2	0.86127	0.96227	1.82354	1.68698
I Income shares				
Group 1	1.63679	-	1.63679	1.56000
Group 2	1.25644	0.38035	1.63679	1.56000
Z Accumulation shares				
Group 1	1.70165	-	1.70165	1.59453
Group 2	0.93152	0.77013	1.70165	1.59453
Z Gross Accumulation shares				
Group 1	1.58467	-	1.58467	-
Group 2	0.68467	0.90000	1.58467	-

Final interest distribution

Group 1: Shares purchased prior to 1 February 2017

Group 2: Shares purchased 1 February 2017 to 31 July 2017

	Revenue	Equalisation	Distribution paid 31/10/17	Distribution paid 31/10/16
A Accumulation shares				
Group 1	1.73265	-	1.73265	1.48635
Group 2	1.05026	0.68239	1.73265	1.48635
A Income shares				
Group 1	1.52711	-	1.52711	1.35000
Group 2	0.68789	0.83922	1.52711	1.35000
I Accumulation shares				
Group 1	1.76633	-	1.76633	1.51675
Group 2	0.79297	0.97336	1.76633	1.51675
I Income shares				
Group 1	1.55940	-	1.55940	1.38000
Group 2	1.47650	0.08290	1.55940	1.38000
Z Accumulation shares				
Group 1	1.67237	-	1.67237	1.43051
Group 2	0.88329	0.78908	1.67237	1.43051
Z Gross Accumulation shares				
Group 1	1.56506	-	1.56506	-
Group 2	1.02588	0.53918	1.56506	-

Equalisation

This applies only to shares purchased during the distribution period (group 2 shares). It is the average amount of revenue included in the purchase price of group 2 shares and is refunded to the holders of these shares as a return of capital. Being capital it is not liable to income tax but must be deducted from the cost of shares for capital gains tax purposes.

Further information

Constitution

The Aberdeen Investment Funds ICVC (formerly the Murray Open-Ended Investment Company) was incorporated on 15 January 1998, incorporated under the ECA Regulations. The Company is an open-ended investment company (OEIC) with variable capital under regulation 14 (authorisation) of the OEIC Regulations. The Aberdeen Investment Funds ICVC Prospectus and Key Investor Information Documents (KIIDs), which contain full details for investors, are available for inspection at the offices of the ACD and available to download at aberdeen-asset.co.uk.

Documentation

Copies of the current Prospectus and Key Investor Information Documents (KIIDs) for the Aberdeen OEIC funds, together with the latest Annual (and if issued later the interim) Report and Accounts for any fund, are available to download at aberdeen-asset.co.uk. A paper copy of the Report and Accounts is available on request from the ACD.

The Annual Report of the Company will be published on or before 30 November and the half-yearly report on or before 31 March in each year.

Shareholders will also receive a half-yearly statement prepared as at 5 April and 5 October each year, and issued within twenty five business days of these dates. The statement will show details of all transactions effected during the previous six months, and include a valuation of the Account based on the redemption prices as at 5 April and 5 October as applicable.

Notices/Correspondence

Please send any notices to Aberdeen Fund Managers Limited, PO Box 9029, Chelmsford CM99 2WJ. Any notice to the ACD will only be effective when actually received by the ACD. All notices will be sent to the investor at the address set out in the Application form or the latest address which the investor has notified to the ACD, and will be deemed to have been received three days after posting. Events detailed in these terms and conditions will be carried out on the dates specified, unless the dates are a non-business day, when they will be carried out on the next business day.

Complaints and Compensation

Complaints about the operation of the Company and the Funds may be made by the investor by writing to the ACD or the Depositary. Any complaint will be investigated and the outcome will be notified to the investor, within eight weeks. If the investor is not satisfied with the outcome, he may also write directly to the Financial Ombudsman Service at Exchange Tower, Harbour Exchange Square, London, E14 9GE. If the ACD cannot meet its financial obligations to the investor, the investor may be entitled to compensation under the Investor's Compensation Scheme, under the Financial Services Markets Act 2000. Details of the investor's rights to compensation can be obtained from the ACD on request.

Personal taxation

Unless your shares are held within an ISA, if you sell your shares this is treated as a disposal for Capital Gains Tax purposes. Tax rules can change. The value to an investor of the tax advantages of an ISA will depend on personal circumstances, which may change.

Shareholders are recommended to consult with their professional tax advisers if they are in any doubt about their position.

Registrar name change

The Registrar changed its name from International Financial Data Services (UK) Limited to DST Financial Services Europe Limited on 14 August 2017.

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