

CAPITA



CF Miton Investment Funds

Annual Report and Financial Statements
30 June 2013

CF Miton Global Growth Portfolio (in closing)
CF Miton Special Situations Portfolio
CF Miton Strategic Portfolio

AUTHORISED CORPORATE DIRECTOR ('ACD')
 Capita Financial Managers Limited
 Head Office:
 Ibex House
 42 – 47 Minories
 London EC3N 1DX
 Telephone: 0870 607 2555 Fax: 0870 607 2550
 Email: enquiries@capitafinancial.com
 (Authorised and regulated by the Financial Conduct Authority)

DIRECTORS OF THE ACD

C. Addenbrooke
 N. Boyling
 C. Hayes
 K.J. Midl
 J.E. Millan
 R.M. Short

INVESTMENT MANAGER

Miton Asset Management Limited
 10 – 14 Duke Street
 Reading RG1 4RU
 (Authorised and regulated by the Financial Conduct Authority)

DEPOSITARY

BNY Mellon Trust & Depositary (UK) Limited
 The Bank of New York Mellon Centre
 160 Queen Victoria Street
 London EC4V 4LA
 (Authorised and regulated by the Financial Conduct Authority)

REGISTRARS

Capita Financial Administrators Limited
 Customer Service Centre:
 2 The Boulevard
 City West One Office Park
 Gelderd Road
 Leeds LS12 6NT
 Telephone: 0845 922 0044 Fax: 0113 224 6001
 (Authorised and regulated by the Financial Conduct Authority)

INDEPENDENT AUDITOR

Ernst & Young LLP
 1 More London Place
 London SE1 2AF

CONTENTS

ACD's Report	4
Important Information	4
Authorised Status	4
Director's Statement	5
Statement of ACD's Responsibilities in Relation to the Financial Statements	5
Statement of Depositary's Responsibilities	6
Report of the Depositary	6
Independent Auditor's Report to the Members of CF Miton Investment Funds	7
AGGREGATED FINANCIAL STATEMENTS	
Aggregated Statement of Total Return	9
Aggregated Statement of Change in Net Assets Attributable to Shareholders	10
Aggregated Balance Sheet	11
Notes to the Aggregated Financial Statements	12
CF MITON GLOBAL GROWTH PORTFOLIO	
ACD's Report	23
Important Information	23
Investment Objective and Policy	23
Investment Manager's Report	24
Fund Information	25
Summary of Material Portfolio Changes	28
FINANCIAL STATEMENTS	
Statement of Total Return	29
Statement of Change in Net Assets Attributable to Shareholders	29
Balance Sheet	30
Notes to the Financial Statements	31

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report	37
Investment Objective and Policy	37
Investment Manager's Report	38
Fund Information	41
Portfolio Statement	46
Summary of Material Portfolio Changes	51

FINANCIAL STATEMENTS

Statement of Total Return	53
Statement of Change in Net Assets Attributable to Shareholders	53
Balance Sheet	54
Notes to the Financial Statements	55
Distribution Table	62

CF MITON STRATEGIC PORTFOLIO

ACD's Report	63
Investment Objective and Policy	63
Investment Manager's Report	64
Fund Information	67
Portfolio Statement	72
Summary of Material Portfolio Changes	75

FINANCIAL STATEMENTS

Statement of Total Return	77
Statement of Change in Net Assets Attributable to Shareholders	77
Balance Sheet	78
Notes to the Financial Statements	79
Distribution Table	86
General Information	87

ACD'S REPORT FOR THE YEAR ENDED 30 JUNE 2013

IMPORTANT INFORMATION

The merger of CF Miton Global Growth Portfolio, a sub-fund of CF Miton Investment Funds into CF Miton Worldwide Opportunities Fund (formerly CF Miton Select Assets Fund) took place via a scheme of arrangement effective from 14 July 2012. CF Miton Global Growth Portfolio had a net asset value of £15,993,277 at the merger date, and this was transferred to CF Miton Worldwide Opportunities Fund on 16 July 2012. On 5 September 2012 the Financial Conduct Authority granted permission for the sub-fund to be wound up.

The merger of CF Miton Cautious Income Portfolio, a sub-fund of CF Miton Investment Funds CF Miton into UK Multi Cap Income Fund (formerly Acuim UK Multi Cap Income Fund) a sub-fund of CF Miton Investment Funds 3 (formerly Acuim Investment Funds) took place via a scheme of arrangement effective from 14 July 2012. CF Miton Global Cautious Income Portfolio had a net asset value of £6,869,910 at the merger date, and this was transferred to CF Miton UK Multi Cap Income Fund on 16 July 2012. On 5 September 2012 the Financial Conduct Authority granted permission for the sub-fund to be wound up.

Termination of CF Miton Global Income Portfolio and CF Cautious Income Portfolio was completed on 31 March 2013 and 25 June 2013, respectively, and termination accounts were prepared to these dates. Therefore in accordance with Investment Management Association Guidance on 'Winding up Authorised Funds & Terminating Sub-funds' issued in March 2012, long reports are not required for the accounting period in termination is completed.

From 18 October 2013 the prices of all shares are published on the Investment Advisors website www.mitongroup.com. The prices of all shares are also published on the website www.fundlistings.com and the Capita Asset Services Fund Solutions website www.capitafinancial.com. The prices of shares may also be obtained by calling 0845 600 2821.

AUTHORISED STATUS

CF Miton Investment Funds is an investment company with variable capital incorporated in England and Wales under registered number IC320 and authorised by the Financial Services Authority (note that the Financial Services Authority was replaced by the Financial Conduct Authority on 1 April 2013) with effect from 16 April 2004.

It is a 'UCITS Scheme' and the currency of the Company is pounds sterling.

Shareholders are not liable for the debts of the Company. A shareholder is not liable to make any further payment to the Company after the shareholder has paid the price on purchase of the shares.

As a sub-fund is not a legal entity, if the assets of one sub-fund are sufficient to meet the liabilities attributable to it, the ACD may re-allocate such liabilities between the sub-funds then in existence in a manner which is fair to shareholders generally. This re-allocation will normally be performed on the basis of the respective net asset values of the sub-funds.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF Miton Investment Funds
18 October 2013

DIRECTOR'S STATEMENT

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

N. BOYLING

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF Miton Investment Funds
18 October 2013

STATEMENT OF ACD'S RESPONSIBILITIES IN RELATION TO THE FINANCIAL STATEMENTS

The ACD is responsible for preparing the financial statements in accordance with applicable law and United Kingdom Generally Accepted Accounting Practice.

The Financial Conduct Authority's Collective Investment Schemes Sourcebook (the 'COLL Sourcebook') requires the ACD to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the Company and of the net revenue/expense and of the net capital gains/losses on the scheme property of the Company for that year. In preparing those financial statements, the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable United Kingdom accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements;
- prepare the financial statements in accordance with the requirements of the IMA SORP; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in business.

In relation to this last requirement, the ACD has prepared the financial statements for CF Miton Global Growth Portfolio on a break up basis as the Fund is being wound up.

The ACD is responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and to enable it to ensure that the financial statements comply with the COLL Sourcebook. The ACD is also responsible for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In so far as the ACD is aware:

- there is no relevant audit information of which the Company's Auditor is unaware; and
- the ACD has taken all steps that it ought to have taken to make itself aware of any relevant audit information and to establish that the Auditor is aware of that information.

STATEMENT OF DEPOSITARY'S RESPONSIBILITIES

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

It is the duty of the Depositary to take reasonable care to ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook (COLL), as amended, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended (the 'OEIC Regulations'), the Company's Instrument of Incorporation and Prospectus, in relation to the pricing of, and dealings in, shares in the Company; the application of revenue of the Company; and the investment and borrowing powers applicable to the Company.

REPORT OF THE DEPOSITARY FOR THE YEAR ENDED 30 JUNE 2013

Having carried out such procedures as we considered necessary to discharge our responsibilities as Depositary of the Company, it is our opinion, based on the information available to us and the explanations provided, that in all material respects the Company, acting through the Authorised Corporate Director:

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's revenue in accordance with COLL and, where applicable, the OEIC Regulations, the Instrument of Incorporation and the Prospectus of the Company; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

BNY MELLON TRUST & DEPOSITARY (UK) LIMITED
Depositary of CF Miton Investment Funds
18 October 2013

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CF MITON INVESTMENT FUNDS

We have audited the financial statements of CF Miton Investment Funds ('the Company') for the year ended 30 June 2013 which comprise the Aggregated Statement of Total Return, Aggregated Statement of Change in Net Assets Attributable to Shareholders, Aggregated Balance Sheet and the related notes 1 to 13, together with the Statement of Total Return, Statement of Change in Net Assets Attributable to Shareholders, Balance Sheet, the related notes, and the Distribution Table for each sub-fund. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Company's members, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (formerly the Financial Services Authority). Our audit work has been undertaken so that we might state to the Company's members 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 members as a body, for our audit work, for this report, or for the opinions we have formed.

RESPECTIVE RESPONSIBILITIES OF THE AUTHORISED CORPORATE DIRECTOR (ACD) AND AUDITOR

As explained more fully in the ACD's responsibilities statement set out on page 5, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit and express an opinion on the financial statements in accordance with applicable law and International Standards on Auditing (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

An audit involves obtaining evidence about the amounts and disclosures in the financial statements sufficient to give reasonable assurance that the financial statements are free from material misstatement, whether caused by fraud or error. This includes an assessment of: whether the accounting policies are appropriate to the Company's circumstances and have been consistently applied and adequately disclosed; the reasonableness of significant accounting estimates made by the ACD; and the overall presentation of the financial statements. In addition, we read all the financial and non-financial information in the Annual Report to identify material inconsistencies with the audited financial statements. If we become aware of any apparent material misstatements or inconsistencies we consider the implications for our report.

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the financial position of the Company and of its sub-funds as at 30 June 2013 and of the net expense and the net capital gains on the scheme property of the Company and its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

OPINION ON OTHER MATTERS PRESCRIBED BY THE RULES OF THE COLLECTIVE INVESTMENT SCHEMES SOURCEBOOK OF THE FINANCIAL CONDUCT AUTHORITY (FORMERLY THE FINANCIAL SERVICES AUTHORITY)

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (formerly the Financial Services Authority) and the Instrument of Incorporation;
- the information given in the ACD's report for the financial year for which the financial statements are prepared is consistent with the financial statements;
- there is nothing to indicate that proper accounting records have not been kept or that the financial statements are not in agreement with those records; and
- we have received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

ERNST & YOUNG LLP
Statutory Auditor
London
18 October 2013

AGGREGATED FINANCIAL STATEMENTS

AGGREGATED STATEMENT OF TOTAL RETURN
FOR THE YEAR ENDED 30 JUNE 2013

	Notes	£	30.06.13* £	30.06.12 £
Income:				
Net capital gains	2		60,277,062	16,730,770
Revenue	3	11,561,071		9,477,490
Expenses	4	(15,518,200)		(13,907,960)
Finance costs: Interest	6	(8,173)		(151)
Net expense before taxation		(3,965,302)		(4,430,621)
Taxation	5	(13,816)		(1,381)
Net expense after taxation			(3,979,118)	(4,432,002)
Total return before distributions			56,297,944	12,298,768
Finance costs: Distributions	6		(586,615)	(708,032)
Change in net assets attributable to shareholders from investment activities			<u>55,711,329</u>	<u>11,590,736</u>

* The current period figures for the Aggregated Statement of Total Return, Aggregated Statement of Change in Net Assets Attributable to Shareholders, the Aggregated Balance Sheet and the associated notes, exclude the results for CF Miton Global Income Portfolio and CF Miton Cautious Income Portfolio which terminated on 31 March 2013 and 25 June 2013 respectively.

AGGREGATED FINANCIAL STATEMENTS

AGGREGATED STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS FOR THE YEAR ENDED 30 JUNE 2013

	Notes	£	30.06.13* £	£	30.06.12 £
Opening net assets attributable to shareholders			1,081,592,760		866,809,087
Transfer to CF Miton Worldwide Opportunities Fund			(15,993,277)		–
Amounts receivable on issue of shares		91,685,952		262,173,768	
Amounts payable on cancellation of shares		(89,943,801)		(50,856,138)	
			1,742,151		211,317,630
Stamp duty reserve tax	1(g)		(385,651)		(295,370)
Change in net assets attributable to shareholders from investment activities			55,711,329		11,590,736
Retained distribution on Accumulation shares			621,531		361,562
Unclaimed distributions	1(h)		–		201
Amount due to CF Miton Global Income Portfolio shareholders			–		(2,860)
Amount due to CF Miton Worldwide Opportunities Fund			(95,454)		–
Closing net assets attributable to shareholders			<u>1,123,193,389</u>		<u>1,089,780,986</u>

* The current period figures for the Aggregated Statement of Total Return, Aggregated Statement of Change in Net Assets Attributable to Shareholders, the Aggregated Balance Sheet and the associated notes, exclude the results for CF Miton Global Income Portfolio and CF Miton Cautious Income Portfolio which terminated on 31 March 2013 and 25 June 2013 respectively. The difference between the closing net assets attributable to shareholders at 30 June 2012 and the opening net assets attributable to shareholders at 30 June 2013 is £8,188,226, and is due to the exclusion of the mentioned sub-funds from the current year.

AGGREGATED BALANCE SHEET AS AT 30 JUNE 2013

	Notes	£	30.06.13* £	£	30.06.12 £
ASSETS					
Investment assets			911,004,265		801,429,189
Other assets					
Debtors	7	2,651,206		3,731,262	
Cash and bank balances		<u>218,049,918</u>		<u>298,213,815</u>	
Total other assets			220,701,124		301,945,077
Total assets			<u>1,131,705,389</u>		<u>1,103,374,266</u>
LIABILITIES					
Other liabilities					
Creditors	8	(2,833,238)		(6,524,114)	
Bank overdrafts		(5,678,762)		(6,966,616)	
Distribution payable on Income shares		<u>–</u>		<u>(102,550)</u>	
Total other liabilities			(8,512,000)		(13,593,280)
Total liabilities			<u>(8,512,000)</u>		<u>(13,593,280)</u>
Net assets attributable to shareholders			<u>1,123,193,389</u>		<u>1,089,780,986</u>

1. ACCOUNTING POLICIES

The principal accounting policies, which have been applied in both the current and prior year, are set out below:

(a) *Basis of accounting*

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with the Statement of Recommended Practice for Financial Statements of Authorised Funds issued by the Investment Management Association in October 2010.

The CF Miton Global Growth Portfolio was last valued on 13 July 2012, and is currently in the process of winding up. As such CF Miton Global Growth Portfolio is not a going concern and has been prepared on a break up basis.

(b) *Basis of aggregation*

The aggregated financial statements represent the sum of the relevant items from the financial statements of the individual sub-funds within the umbrella company.

CF Miton Global Income Portfolio and CF Miton Cautious Income Portfolio had their final valuation on 24 June 2011 and 14 July 2012 respectively, and the termination accounts have been prepared to 31 March 2013 and 25 June 2013 respectively. The current year figures for the Aggregated Statement of Total Return, Aggregated Statement of Change in Net Assets Attributable to Shareholders, Aggregated Balance Sheet and Notes to the Aggregated Financial Statements exclude the results of CF Miton Global Income Portfolio and CF Miton Cautious Income Portfolio to the termination dates.

(c) *Recognition of revenue*

Dividends on quoted equities and preference shares are recognised when the securities are quoted ex-dividend.

Distributions from collective investment schemes are recognised when the schemes are quoted ex-distribution. Equalisation returned with the distribution is deducted from the cost of the investment in the scheme and does not form part of the distributable revenue.

Revenue on debt securities is accounted for on an effective yield basis.

Reportable income from funds with 'Reporting Fund' status for UK tax purposes is recognised when the information is made available by the Reporting Fund.

Rebates of annual management charges (AMC rebates) from underlying investments are accounted for on an accruals basis and are recognised as revenue, or capital in line with the allocation between capital and revenue of the underlying investments.

Interest on bank and other cash deposits is recognised on an accruals basis.

Revenue is recognised gross of any withholding taxes but excludes attributable tax credits.

(d) *Treatment of stock and special dividends*

The ordinary element of stock received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to revenue of the cash equivalent being offered and this forms part of the distributable revenue.

1. ACCOUNTING POLICIES (continued)

(d) *Treatment of stock and special dividends (continued)*

Special dividends are reviewed on a case by case basis in determining whether the dividend is to be treated as revenue or capital. Amounts recognised as revenue will form part of the distributable revenue. Amounts recognised as capital are deducted from the cost of the investment. The tax accounting treatment follows the treatment of the principal amount.

(e) *Treatment of expenses*

All expenses, except for those relating to the purchase and sale of investments and stamp duty reserve tax, are charged against revenue.

(f) *Allocation of revenue and expenses to multiple share classes and sub-funds*

Any revenue or expense not directly attributable to a particular share class or sub-fund will normally be allocated pro-rata to the net assets of the relevant share classes and sub-funds, unless a different allocation method is more appropriate.

All share classes are ranked pari passu and have no particular rights or terms attached, including rights on winding up.

(g) *Taxation*

Corporation tax is provided at 20% on taxable revenue, after deduction of allowable expenses.

Offshore income gains, from funds without reporting status, are liable to corporation tax at 20% and any resulting charge is deducted from capital.

Where overseas tax has been deducted from overseas revenue that tax can, in some instances, be set off against the corporation tax payable, by way of double tax relief and where this is the case the offset is reflected in the tax charge.

Deferred tax is provided using the liability method on all timing differences arising on the treatment of certain items for taxation and accounting purposes, calculated at the rate at which it is anticipated the timing differences will reverse. Deferred tax assets are recognised only when, on the basis of available evidence, it is more likely than not that there will be taxable profits in the future against which the deferred tax asset can be offset.

Stamp duty reserve tax suffered on surrender of shares is deducted from capital.

(h) *Distribution policy*

Surplus revenue after taxation, as disclosed in the financial statements, after adjustment for items of a capital nature, is distributable to shareholders. Any deficit of revenue is deducted from capital.

Interim distributions may be made at the ACD's discretion. Final distributions are made in accordance with the COLL Sourcebook.

Distributions which have remained unclaimed by shareholders for more than six years are credited to the capital property of the sub-fund.

(i) *Basis of valuation of investments*

Quoted investments are valued at closing bid prices excluding any accrued interest in the case of fixed interest securities, on the last business day of the accounting period. Accrued interest on fixed interest securities is included in revenue.

1. ACCOUNTING POLICIES (continued)

(i) Basis of valuation of investments (continued)

Collective investment schemes are valued at quoted bid prices for dual priced funds and at quoted prices for single priced funds, on the last business day of the accounting period.

Where the values of structured products are quoted by multiple sources, the value is derived from closing prices on the last business day of the accounting period. Where a price can only be obtained from the issuer, the value is confirmed by an independent price provider by reference to the terms defined in the termsheet of the structured product.

Unlisted or suspended investments are valued by the Investment Manager taking into account, where appropriate, latest dealing prices, valuations from reliable sources, financial performance and other relevant factors.

(j) Exchange rates

Transactions in foreign currencies are recorded in sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the closing exchange rates ruling on that date.

(k) Dilution levy

The ACD may require a dilution levy on the purchase and redemption of shares if, in its opinion, the existing shareholders (for purchases) or remaining shareholders (for redemptions) might otherwise be adversely affected. For example, the dilution levy may be charged in the following circumstances: where the scheme property of a sub-fund is in continual decline; where a sub-fund is experiencing large levels of net purchases relative to its size; on 'large deals' (typically being a purchase or redemption of shares to a size exceeding 5% of the Net Asset Value of the relevant sub-fund); in any case where the ACD is of the opinion that the interests of existing or remaining shareholders require the imposition of a dilution levy.

	30.06.13 £	30.06.12 £
2. NET CAPITAL GAINS		
The net capital gains during the year comprise:		
Non-derivative securities	69,584,307	10,800,236
Derivative contracts	(6,897,372)	1,999,973
Transaction charges	(2,379)	(3,289)
AMC rebates from underlying investments	50,861	88,289
Currency (losses)/gains	(2,458,355)	3,845,561
Net capital gains	<u>60,277,062</u>	<u>16,730,770</u>

	30.06.13 £	30.06.12 £
3. REVENUE		
Non-taxable dividends	8,398,695	5,348,196
Taxable dividends	8,283	261,144
UK property income distributions	1,175,258	1,248,468
Unfranked interest	1,708,652	2,258,020
AMC rebates from underlying investments	142,204	232,240
Bank interest	127,952	123,731
Other interest	27	5,691
Total revenue	<u>11,561,071</u>	<u>9,477,490</u>
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	15,055,715	13,417,759
Legal and professional fees	28,336	34,239
Printing costs	13,713	21,481
Registration fees	38,741	50,191
	15,136,505	13,523,670
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	211,766	211,621
Safe custody and other bank charges	112,350	106,647
	324,116	318,268
Other expenses:		
FCA fee	171	236
Fees paid to auditor – audit	20,250	33,300
– tax services	11,400	15,750
– other tax related services	6,000	–
Publication costs	4,856	6,472
Postage and distribution costs	3,748	4,264
Derivative valuation fee	5,154	–
Wind up cost for CF Miton Global Growth Portfolio	6,000	–
Wind up cost for CF Miton Global Income Portfolio	–	6,000
	57,579	66,022
Total expenses	<u>15,518,200</u>	<u>13,907,960</u>

	30.06.13 £	30.06.12 £
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	13,647	2,210
Irrecoverable income tax	205	–
Adjustments in respect of prior periods	(36)	(829)
Current tax charge (note 5b)	13,816	1,381
Deferred tax – origination and reversal of timing differences	–	–
Total taxation	13,816	1,381
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.06.12 : 20%) for the reasons explained below.		
	30.06.13 £	30.06.12 £
Net expense before taxation	(3,965,302)	(4,430,621)
Corporation tax at 20%	(793,060)	(886,124)
Effects of:		
Non-taxable dividends	(1,679,739)	(1,069,640)
Offshore income gains	147,931	68,819
AMC rebates taken to capital	10,172	17,658
Expenses not deductible for tax purposes	1,200	–
Utilisation of non-trade loan relationship deficit	(328)	–
Unutilised excess management expenses, net	2,327,471	1,871,497
Corporation tax charge	13,647	2,210
Irrecoverable income tax	205	–
Adjustments in respect of prior periods	(36)	(829)
Current tax charge (note 5a)	13,816	1,381

6. FINANCE COSTS

Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:

	30.06.13 £	30.06.12 £
First Interim	–	87,731
Second Interim	–	85,083
Third Interim	–	73,550
Final	621,531	464,112
	621,531	710,476
Add: Revenue deducted on cancellation of shares	39,584	37,982
Deduct: Revenue received on issue of shares	(74,500)	(40,426)
Net distributions for the year	586,615	708,032
Interest	8,173	151
Total finance costs	594,788	708,183
Distributions represented by:		
Net expense after taxation	(3,979,118)	(4,432,002)
Allocations to Capital:		
Expenses, net of tax relief	–	124,325
Corporation tax on offshore funds	13,647	–
Revenue deficit	4,506,354	5,023,521
	4,520,001	5,147,846
Equalisation on conversions#	45,744	–
Balance brought forward*	45	29
Balance carried forward	(57)	(7,841)
Net distributions for the year	586,615	708,032

Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

* The difference between the balance carried forward at 30 June 2012 and the balance brought forward at 30 June 2013 is £7,796, and is due to the exclusion of the results for CF Miton Global Income Portfolio and CF Miton Cautious Income Portfolio from the current year.

	30.06.13 £	30.06.12 £
7. DEBTORS		
Amounts receivable for issue of shares	2,134,847	2,820,362
Accrued revenue:		
Non-taxable dividends	336,025	421,975
UK property income distributions	30,400	137,270
Unfranked interest	63,127	72,814
AMC rebates from underlying investments	65,950	150,881
Bank interest	4,527	10,199
	500,029	793,139
Prepaid expenses	4,324	6,295
Taxation recoverable:		
Income tax	12,006	111,466
Total debtors	2,651,206	3,731,262
8. CREDITORS		
Amounts payable for cancellation of shares	1,324,343	3,010,806
Purchases awaiting settlement	–	2,093,417
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	1,238,862	1,225,152
Legal and professional fees	7,001	7,239
Printing costs	6,656	12,553
Registration fees	9,108	–
	1,261,627	1,244,944
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	17,288	17,960
Transaction charges	402	1,628
Safe custody and other bank charges	39,226	73,752
	56,916	93,340
Other expenses	47,075	58,584

	30.06.13 £	30.06.12 £
8. CREDITORS (continued)		
Taxation payable:		
Corporation tax	13,647	2,210
Stamp duty reserve tax	34,176	17,953
	47,823	20,163
Amount due to CF Miton Worldwide Opportunities Fund	95,454	–
Total creditors	2,833,238	6,524,114

9. RELATED PARTY TRANSACTIONS

Management and legal and professional fees payable to Capita Financial Managers Limited ('the ACD'), registration fees payable to Capita Financial Administrators Limited and printing costs payable to Capita Sinclair Henderson Limited (both companies are associates of the ACD) are disclosed in note 4 and amounts due at the year end are disclosed in note 8.

The aggregate monies received by the ACD through the issue of shares and paid on cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and amounts due at the year end are disclosed in notes 7 and 8.

Capita Financial Managers Limited and its associates (including other authorised investment funds managed by Capita Financial Managers) had the following shareholdings in the sub-funds:

	Held at 30.06.13	Change in year	Held at 30.06.12
CF Miton Special Situations Portfolio			
GBP 'A' Accumulation shares	4,806,460	(817,084)	5,623,544
GBP 'B' Accumulation shares	5,495	703	4,792
GBP 'G' Accumulation shares	60,481	1,507	58,974
GBP 'N' Accumulation shares	58,689	58,689	–
CF Miton Strategic Portfolio			
GBP 'A' Accumulation shares	1,402,317	(280,773)	1,683,090
GBP 'N' Accumulation shares	13,159	13,159	–

9. RELATED PARTY TRANSACTIONS (continued)

As part of the investment strategy, the sub-funds may from time to time hold shares in other collective investment schemes managed by the same Investment Manager or for which Capita Financial Managers Limited is also the ACD. At the balance sheet date the value of the holdings were as follows:

	30.06.13 £	30.06.12 £
CF Miton Special Situations Portfolio		
ACD in common	21,823,159	16,503,931
Investment Manager in common	2,696,375	2,343,600
CF Miton Strategic Portfolio		
ACD in common	12,094,500	10,002,000

10. SHAREHOLDER FUNDS

The Company's sub-funds, the share classes and the annual management charges applicable to each share class are shown below:

Sub-fund	Share Class	Charge %
CF Miton Special Situations Portfolio	GBP 'A' Accumulation	1.50
	GBP 'B' Accumulation	0.75
	USD 'C' Accumulation	1.75
	GBP 'E' Accumulation	0.50
	EUR 'F' Accumulation	1.75
	GBP 'G' Accumulation	1.00
	GBP 'N' Accumulation	1.00
CF Miton Strategic Portfolio	GBP 'A' Accumulation	1.50
	GBP 'B' Accumulation	0.75
	USD 'C' Accumulation	1.75
	GBP 'E' Accumulation	0.50
	GBP 'N' Accumulation	1.00

11. CONTINGENT LIABILITIES AND COMMITMENTS

Disclosure is made in note 11 of the Notes to the Financial Statements of the sub-funds.

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

In pursuing the investment objectives a number of financial instruments are held which may comprise securities and other investments, cash balances and debtors and creditors that arise directly from operations. Derivatives, such as futures or forward currency contracts, may be utilised for hedging purposes.

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

The main risks from the Company's holding of financial instruments, together with the ACD's policy for managing these risks, are set out below:

i. Credit risk

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. This includes counterparty and issuer risk. Cash is held with reputable credit institutions and credit risk is assessed on a regular basis.

Certain transactions in securities that the Company enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Company has fulfilled its obligations. The Company only buys and sells investments through brokers which have been approved by the ACD as an acceptable counterparty and these are reviewed on an ongoing basis.

ii. Interest rate risk

Interest rate risk is the risk that the value of the Company's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate securities and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates.

Investment in collective investment schemes exposes the Company to indirect interest rate risk to the extent that they invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates. These risks are not actively managed.

Numerical disclosure of the interest rate risk profile is made in note 12i of the Notes to the Financial Statements of the sub-funds.

iii. Foreign currency risk

Foreign currency risk is the risk that the sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates. These risks are not actively managed.

Numerical disclosure of the foreign currency risk profile is made in note 12ii of the Notes to the Financial Statements of the sub-funds.

iv. Liquidity risk

The main liability of the Company is the cancellation of any shares that investors want to sell. Investments may have to be sold to fund such cancellations should insufficient cash be held at the bank to meet this obligation.

To reduce liquidity risk the Investment Manager will ensure that a substantial portion of the Company's assets consist of readily realisable investments.

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

v. *Market price risk*

Market price risk is the risk that the value of the Company's financial instruments will fluctuate as a result of changes in market prices caused by factors other than interest rate or foreign currency movement. Market price risk arises primarily from uncertainty about the future prices of financial instruments that the Company holds.

Market price risk represents the potential loss the Company may suffer through holding market positions in the face of price movements. The Company's investment portfolio's are exposed to price fluctuations, which are monitored by the ACD in pursuance of the investment objectives and policies. The risk is generally regarded as consisting of two elements – stock specific risk and market risk. Adherence to investment guidelines and avoidance of excessive exposure to one particular issuer can limit stock specific risk. Subject to compliance with the investment objective, spreading exposure across a broad range of global stocks can mitigate market risk.

vi. *Fair value of financial assets and financial liabilities*

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

vii. *Derivatives*

Disclosure is made in note 12iii of the Notes to the Financial Statements of the sub-funds.

13. PORTFOLIO TRANSACTION COSTS

Disclosure is made in note 13 of the Notes to the Financial Statements of the sub-funds.

CF MITON GLOBAL GROWTH PORTFOLIO ACD'S REPORT FOR THE YEAR ENDED 30 JUNE 2013

IMPORTANT INFORMATION

The merger of CF Miton Global Growth Portfolio, a sub-fund of CF Miton Investment Funds into CF Miton Worldwide Opportunities Fund (formerly CF Miton Select Assets Fund) took place via a scheme of arrangement effective from 14 July 2012. CF Miton Global Growth Portfolio had a net asset value of £15,993,277 at the merger date, and this was transferred to CF Miton Worldwide Opportunities Fund on 16 July 2012. On 5 September 2012 the Financial Conduct Authority granted permission for the sub-fund to be wound up.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the CF Miton Global Growth Portfolio ('the Fund') is to achieve growth over the medium to long term. Income will not be the primary objective. The Fund's policy is to invest substantially in other authorised funds, but may also invest in UK and overseas equities, fixed interest securities and money market instruments. Investments will not be confined to any particular economic sectors.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF Miton Global Growth Portfolio
18 October 2013

CF MITON GLOBAL GROWTH PORTFOLIO

ACD's Report (continued)

INVESTMENT MANAGER'S REPORT

CF Miton Global Growth Fund was merged into the CF Miton Worldwide Opportunities Fund on 14 July 2012 by way of a scheme of arrangement, following the passing of an extraordinary resolution at a meeting of Shareholders.

MITON ASSET MANAGEMENT LIMITED

Investment Manager

4 September 2013

FUND INFORMATION

PERFORMANCE RECORD

GBP 'A' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	170.52	102.21	—
2009	137.18	102.20	—
2010	158.99	131.34	—
2011	160.04	132.70	—
2012**	146.65	134.21	—
2013***	—	—	—

GBP 'B' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	174.40	105.18	—
2009	142.16	105.45	—
2010	166.27	136.85	—
2011	167.39	139.57	0.2928
2012**	154.76	141.84	—
2013***	—	—	—

USD 'C' Accumulation shares

Calendar Year	Highest Price US\$	Lowest Price US\$	Distribution per share US\$
2008	3.3650	1.5378	—
2009	2.2365	1.4070	—
2010	2.4421	1.9225	—
2011	2.5736	2.0141	—
2012**	2.2796	2.0661	—
2013***	—	—	—

CF MITON GLOBAL GROWTH PORTFOLIO

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

GBP 'D' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2006#	160.60	143.52	–
2007	175.82	154.98	–
2008	170.89	102.44	–
2009*	118.86	102.42	–

GBP 'E' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	174.15	105.58	–
2009	143.47	106.09	–
2010	168.33	138.37	0.2000
2011	169.55	141.52	0.6675
2012**	157.09	144.04	–
2013***	–	–	–

EUR 'F' Accumulation shares

Calendar Year	Highest Price €	Lowest Price €	Distribution per share €
2008##	1.8596	1.1713	–
2009*	1.3783	1.1093	–

GBP 'LB' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2006#	160.31	143.26	–
2007	175.48	154.68	–
2008	170.56	102.24	–
2009*	118.63	102.23	–

From 3 July 2006.

From 1 July 2008.

* To 30 June 2009.

** The last published price was on 13 July 2012.

*** To 30 June 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value per share
30.06.11	GBP 'A' Accumulation	18,994,638	12,207,172	155.60p
	GBP 'B' Accumulation	250,767	153,536	163.33p
	USD 'C' Accumulation	1,882,552	1,224,516	US\$2.4682
	GBP 'E' Accumulation	4,605,895	2,782,892	165.51p
30.06.12	GBP 'A' Accumulation	13,003,042	9,552,157	136.13p
	GBP 'B' Accumulation	191,760	133,185	143.98p
	USD 'C' Accumulation	1,335,416	995,344	US\$2.1043
	GBP 'E' Accumulation	2,583,199	1,766,194	146.26p
30.06.13*	GBP 'A' Accumulation	–	–	–
	GBP 'B' Accumulation	–	–	–
	USD 'C' Accumulation	–	–	–
	GBP 'E' Accumulation	–	–	–

* On 14 July 2012 the CF Miton Global Growth Portfolio merged into the CF Miton Worldwide Opportunities Fund.

ONGOING CHARGES FIGURE

As the Fund has nil net assets, the Ongoing Charges Figure is not reported.

FUND PERFORMANCE TO 30 JUNE 2013 (%)

As the Fund has no investors and a nil net asset value, no performance figures are reported.

CF MITON GLOBAL GROWTH PORTFOLIO

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 JUNE 2013

Total sales for the year (note 13) **£12,095,068**

Sales	Proceeds £
Pictet Water 'I' USD	1,781,408
PSigma American Growth	1,581,936
MFM Slater Growth	1,487,835
Pictet Premium Brands	1,416,443
Cullen North American High Dividend Value Equity	1,238,933
First State Asian Equity Plus	1,197,321
CF Liontrust Macro UK Growth	1,033,199
Polar Capital Healthcare Opportunities	891,899
First State Global Emerging Markets Leaders	798,511
Craton Capital Precious Metal	667,583

The summary of material portfolio changes represents all the sales during the year. There were no purchases during the year.

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	£	30.06.13 £	30.06.12 £
Income:				
Net capital gains/(losses)	2		373,088	(2,770,755)
Revenue	3	13,508		122,082
Expenses	4	(32,111)		(326,417)
Finance costs: Interest	6	–		(147)
Net expense before taxation		(18,603)		(204,482)
Taxation	5	(13,852)		518
Net expense after taxation			(32,455)	(203,964)
Total return before distributions			340,633	(2,974,719)
Finance costs: Distributions	6		–	–
Change in net assets attributable to shareholders from investment activities			340,633	(2,974,719)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 30 JUNE 2013

	Note	£	30.06.13 £	30.06.12 £
Opening net assets attributable to shareholders			17,113,417	25,733,852
Transfer to CF Miton Worldwide Opportunities Fund		(15,993,277)		–
Amounts receivable on issue of shares		4,114		730,348
Amounts payable on cancellation of shares		(1,369,415)		(6,373,152)
			(1,365,301)	(5,642,804)
Stamp duty reserve tax	1(g)		(18)	(2,912)
Change in net assets attributable to shareholders from investment activities			340,633	(2,974,719)
Amount due to CF Miton Worldwide Opportunities Fund			(95,454)	–
Closing net assets attributable to shareholders			–	17,113,417

CF MITON GLOBAL GROWTH PORTFOLIO

Financial Statements (continued)

BALANCE SHEET

AS AT 30 JUNE 2013

Notes	£	30.06.13 £	£	30.06.12 £
ASSETS				
Investment assets		–		15,176,717
Other assets				
Debtors	7	13	16,567	
Cash and bank balances		159,065	2,656,975	
Total other assets		159,078		2,673,542
Total assets		159,078		17,850,259
LIABILITIES				
Other liabilities				
Creditors	8	(131,151)	(446,337)	
Bank overdrafts		(27,927)	(290,505)	
Total other liabilities		(159,078)		(736,842)
Total liabilities		(159,078)		(736,842)
Net assets attributable to shareholders		–		17,113,417

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 JUNE 2013

1. ACCOUNTING POLICIES

The Fund's Financial Statements have been prepared on the same basis as the Aggregated Financial Statements.

2. NET CAPITAL GAINS/(LOSSES)

The net capital gains/(losses) during the year comprise:

	30.06.13 £	30.06.12 £
Non-derivative securities	299,515	(2,717,337)
Transaction charges	(188)	(581)
AMC rebates from underlying investments	(3)	5,431
Currency gains/(losses)	73,764	(58,268)
Net capital gains/(losses)	373,088	(2,770,755)

3. REVENUE

Non-taxable dividends	13,037	95,851
Taxable dividends	–	1,025
AMC rebates from underlying investments	116	24,874
Bank interest	355	330
Other interest	–	2
Total revenue	13,508	122,082

4. EXPENSES

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

ACD's periodic charge	8,329	280,560
Legal and professional fees	336	7,618
Printing costs	1,128	5,011
Registration fees	184	5,491
	9,977	298,680

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

Depositary's fees	292	10,088
Safe custody and other bank charges	(112)	4,529
	180	14,617

CF MITON GLOBAL GROWTH PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.06.13 £	30.06.12 £
4. EXPENSES (continued)		
Other expenses:		
FCA fee	47	59
Fees paid to auditor – audit	4,050	8,100
– tax services	5,400	3,000
– other tax related services	6,000	–
Publication costs	450	1,568
Postage and distribution costs	7	393
Wind up cost	6,000	–
	21,954	13,120
Total expenses	32,111	326,417
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	13,647	–
Irrecoverable income tax	205	–
Adjustments in respect of prior periods	–	(518)
Current tax charge (note 5b)	13,852	(518)
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	13,852	(518)
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.06.12 : 20%). The difference is explained below.		
	30.06.13 £	30.06.12 £
Net expense before taxation	(18,603)	(204,482)
Corporation tax at 20%	(3,721)	(40,896)
Effects of:		
Non-taxable dividends	(2,607)	(19,170)
Offshore income gains	147,931	68,819
AMC rebates taken to capital	–	1,086
Expenses not deductible for tax purposes	1,200	–
Utilisation of non-trade loan relationship deficit	(328)	–
Utilisation of excess management expenses	(128,828)	(9,839)
Corporation tax charge	13,647	–

	30.06.13 £	30.06.12 £
5. TAXATION (continued)		
Irrecoverable income tax	205	–
Adjustments in respect of prior periods	–	(518)
Current tax charge (note 5a)	13,852	(518)
c) Deferred tax		
At the year end there is a potential deferred tax asset of nil (30.06.12 : £128,828) in relation to surplus management expenses. As the Fund is no longer trading, it will not generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior period.		
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
	30.06.13 £	30.06.12 £
Distributions	–	–
Interest	–	147
Total finance costs	–	147
Distributions represented by:		
Net expense after taxation	(32,455)	(203,964)
Allocations to Capital:		
Corporation tax on offshore funds	13,647	–
Revenue deficit	18,808	203,964
	32,455	203,964
Net distributions for the year	–	–
7. DEBTORS		
Accrued revenue:		
AMC rebates from underlying investments	–	14,656
Bank interest	13	132
	13	14,788
Prepaid expenses	–	1,574

CF MITON GLOBAL GROWTH PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.06.13 £	30.06.12 £
7. DEBTORS (continued)		
Taxation recoverable:		
Income tax	–	205
Total debtors	13	16,567
8. CREDITORS		
Amounts payable for cancellation of shares	–	406,978
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	–	19,712
Legal and professional fees	–	1,618
Printing costs	–	2,795
	–	24,125
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	–	706
Transaction charges	–	375
Safe custody and other bank charges	–	2,816
	–	3,897
Other expenses	22,050	11,311
Taxation payable:		
Corporation tax	13,647	–
Stamp duty reserve tax	–	26
	13,647	26
Amount due to CF Miton Worldwide Opportunities Fund	95,454	–
Total creditors	131,151	446,337

9. RELATED PARTY TRANSACTIONS

Disclosure is made in note 9 of the Notes to the Aggregated Financial Statements.

10. SHAREHOLDER FUNDS

Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.

11. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.06.12 : none).

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 12 of the Notes to the Aggregated Financial Statements. Disclosure specific to this sub-fund are made below in relation to numeric disclosure of interest rate risk, numeric disclosure of foreign currency risk, and derivatives.

i. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.06.13 £	30.06.12 £
Floating rate assets:		
Euros	–	6,110
US dollars	–	1,447,597
Pounds sterling	159,065	1,203,268
	159,065	2,656,975
Floating rate liabilities:		
Pounds sterling	(27,927)	(290,505)
Assets on which interest is not paid:		
US dollars	–	8,193,820
Pounds sterling	13	6,999,464
	13	15,193,284
Liabilities on which interest is not paid:		
Pounds sterling	(131,151)	(446,337)
Net assets	–	17,113,417

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents.

CF MITON GLOBAL GROWTH PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.06.13	30.06.12
	£	£
Currency:		
Euros	–	6,110
US dollars	–	9,641,417
	–	9,647,527
Pounds sterling	–	7,465,890
Net assets	–	17,113,417

iii. Derivatives

The Fund held no derivatives during the current or prior year.

	30.06.13	30.06.12
	£	£
13. PORTFOLIO TRANSACTION COSTS		
Analysis of total purchase costs		
Purchases in year before transaction costs	–	5,374,606
Transaction costs:		
Commissions	–	2,487
Gross purchases total	–	5,377,093
Analysis of total sales costs		
Gross sales before transaction costs	12,095,068	10,869,421
Transaction costs:		
Commissions	–	(2,572)
Other charges	–	(15,850)
	–	(18,422)
Total sales net of transaction costs	12,095,068	10,850,999

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD'S REPORT

FOR THE YEAR ENDED 30 JUNE 2013

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the CF Miton Special Situations Portfolio ('the Fund') is to provide long-term growth by investing in a portfolio of other authorised funds, worldwide equities, fixed interest stocks, cash and money market instruments.

The Investment Manager will take a fundamental and value driven approach to portfolio allocation, dependent on the relevant attractions of the world equity, fixed interest and currency markets. The Fund will take an aggressive view of the stock market weightings in the portfolio, when compared to a neutral world market capitalisation.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of CF Miton Special Situations Portfolio

18 October 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REVIEW

CF Miton Special Situations Portfolio ('the Fund') rose 4.54%* over the year, against a rise of 15.27%* for the IMA Flexible Managed Sector, placing the Fund 120th out of 129 funds in the sector. Performance over other periods is as follows:

3 Years*	+9.80%	103rd of 108	(sector +26.32%)
5 Years*	+32.40%	39th of 92	(sector +24.59%)
10 Years*	+186.36%	2nd of 52	(sector +100.81%)
Launch (31/12/97)*	+307.87%	1st of 22	(sector +109.50%)

* Source: Financial Express, net income reinvested, figures to 30/06/13, for GBP 'A' Accumulation shares. The benchmark is used by the Investment Manager for comparison. No benchmark is required to be disclosed per the Prospectus.

The Fund has made steady, if unspectacular, progress over the reporting year and with extremely low volatility, as a result of the defensive positioning of the portfolio. In broad terms, higher risk assets have continued to be concentrated towards Asia and the Pacific region, whilst lower risk assets and cash have been focused around the US dollar.

Looking at the overall period, the exposure to Japanese equities has been a big positive, although the bias towards the US dollar has been less so, as sterling has remained one of the strongest currencies. The lack of holdings in US equities has been a negative, but this has been countered by the avoidance of emerging markets and the commodity sector in the Fund. Despite the recent volatility across all asset classes, patience remains key – the recent rise in sovereign bond yields, led by US treasuries, suggests that there will be better opportunities for buying risk assets in due course.

Despite solid gains to date this year, it is the longer term outlook that the Fund is focused on and nothing that has happened recently provides much room for optimism. Global growth continues to slow and corporate earnings and revenues are mainly disappointing against forecasts. Unemployment is still high, real earnings growth negative and credit (albeit lots of it) only available to the already asset rich. Patience will surely offer better opportunities for investing in higher risk assets.

REFLECTIONS

The last number of months has seen risk assets move in a rather different vein to that which we have become used to over the last four years or so. 'Risk on' correlated moves have been less prevalent as developed economy equities led by the US have risen strongly, whilst emerging markets have been shunned. All parts of the bond markets have struggled with the exception of floating rate debt, which has soared. And commodities, across the range of precious metals, industrial metals and 'soft' agricultural commodities, have generally had a torrid time, whilst prime property continues to shine yet the secondary sectors continue to suffer. Central Bank liquidity is still driving asset prices higher, but mainstream equities are looking an increasingly crowded trade.

Initially back in 2009, Central Bank policy on zero interest rates and Quantitative Easing ('QE') was really about bailing out the banks and providing monetary liquidity. However, the more recent open-ended QE and the continued downward manipulation of interest rates right along the curve, is much more about keeping asset prices high, in the hope that this will bring economic growth and jobs. Unfortunately, the credit driven asset bubble that is being created is only making the asset-rich wealthy, even wealthier. Anaemic growth and part-time work on low wages is not a solution for a large chunk of the workforce, nor their impact on consumer demand.

The velocity of money has fallen to its lowest level for more than half a century and there seems little likelihood of this improving in the short-term, despite the massive expansion of the monetary base. All this liquidity washing around the financial globe is principally holding together a still fragile banking system and an over-indebted world. Creating more debt to try and finance a pick-up in consumption is non-productive – unless alternative approaches are tackled to put debt creation to real productive and expansionary use, the global outlook is unlikely to get any better.

Over the last two years, GDP growth numbers around the world have mainly been coming in at the bottom end of expectations (as well as historic numbers being revised down), whilst inflation is non-existent with the danger more towards deflation. Asset markets are being driven almost exclusively by Central Banks (who are in turn being driven by governments), as economic fundamentals count for little. 'Tapering' (the US Fed indicating a reduction of QE) has become the new buzz word, but whilst this may still be many months away, the reality is that it is inevitable. QE is no longer achieving its original objectives, yet is creating asset price bubbles that are increasingly being seen as unhealthy, but weaning the market off this addiction could lead to a nasty 'cold turkey' period.

INVESTMENT VIEWS

The election of Shinzo Abe in Japan on the back of his manifesto to reverse the deflationist environment of the previous two decades has resulted in a sharp rise in local property and equity markets. This has provided some decent returns for investors, although somewhat tempered by the fall in the exchange rate of the yen. This massive Central Bank intervention seems to have revived the economy in the short-term, however, it remains an unknown as to how long the authorities can continue at the existing pace of monetary expansion. But if Shinzo Abe is able to proceed with his 'third arrow of structural change,' then the Japanese economy could have significant upside from here.

Meanwhile, global markets are waking up to the fact that the Chinese economy is slowing down – the questions to be answered are whether a growth rate of 7-8% is a reality, and whether this remains strong enough to aid assistance to growth rates in regions and sectors that rely on a buoyant Chinese economy. Against this backdrop, inflationary tailwinds should remain subdued and expectations for commodity prices look to be overoptimistic.

Without Central Bank QE and their near zero interest rate policy, the world would probably look very different from many perspectives. For equities, price/earnings ('p/e') ratios have been forced higher to compensate for poor corporate results and rising share prices, in the rampant lust for yield and return. Bond yields have also been driven lower in the clamour for income despite the increasing risk of capital loss; all leaving many asset classes and sectors looking exposed to substantial revaluation.

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report (continued)

Investment Manager's Report (continued)

OUTLOOK

There has been some slightly more optimistic news-flow from the US economy in recent months, which if it wasn't for the fact that this had already been more than priced-in, would be good for risk assets. But with equity valuations so highly priced, it is difficult to justify further p/e multiple expansion. Good news will of course, lead more quickly to the withdrawal of QE and the normalisation of interest rates – neither of which are likely to be good news for investors.

The reality is that little, if any, of the largesse of Central Banks is finding its way into the real economy and where it is, it is only feeding the mouths of the already wealthy and asset rich and creating wider social divides. In the US, this is particularly noticeable, where real earnings growth at the median level has been negative for many years and the alarming statistic that the highest number of households ever are receiving food stamps.

World economic growth is likely to remain subdued for the remainder of 2013 and beyond. Economists and market participants question whether the US will be able to withstand a 'tapering' of stimulus by the Fed, and how far reaching the impact is likely to be. It remains likely that the eurozone recession is to continue for the foreseeable future, despite what feels like a lifetime of intervention already. Many of the key economic indicators continue to deteriorate and it is questionable whether the authorities have really got to grips with the economic woes that plague the region.

We continue to expect that the issues within the eurozone will flare up over the course of the next year, which may lead to global equity markets becoming somewhat more realistically priced. By this we mean a lower equity market. Additionally, there is increased speculation that the Federal Reserve is examining ways of backing away from its stimulus programmes – this will not sit easy with risk investors who have for so long now enjoyed the Central Banks implicit underwriting of asset markets. In this scenario, the bleak fundamentals discussed, will surely reassert themselves.

MITON ASSET MANAGEMENT LIMITED

Investment Manager

4 September 2013

FUND INFORMATION

PERFORMANCE RECORD

GBP 'A' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	163.00	139.12	–
2009	175.13	152.83	–
2010	185.47	170.66	–
2011	191.72	180.23	–
2012	190.91	185.38	–
2013*	202.55	186.33	–

GBP 'B' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	168.32	143.36	–
2009	181.73	157.94	–
2010	194.25	177.44	0.0599
2011	201.92	189.16	0.0256
2012	202.10	196.71	0.1500
2013*	216.00	198.13	0.3567

USD 'C' Accumulation shares

Calendar Year	Highest Price US\$	Lowest Price US\$	Distribution per share US\$
2008	3.1268	2.2014	–
2009	2.8162	2.1083	–
2010	2.9026	2.6084	–
2011	3.0259	2.8266	–
2012	2.9837	2.8656	–
2013*	3.0370	2.9223	–

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

GBP 'E' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	168.76	143.64	–
2009	183.07	158.64	–
2010	196.35	178.88	0.6150
2011	204.46	191.32	0.4917
2012	205.00	199.69	0.6534
2013*	219.64	201.27	0.8731

EUR 'F' Accumulation shares

Calendar Year	Highest Price €	Lowest Price €	Distribution per share €
2008#	1.9368	1.6639	–
2009	1.9457	1.6549	–
2010	2.1877	1.9040	–
2011	2.2148	1.9943	–
2012	2.3829	2.1739	–
2013*	2.3302	2.1612	–

GBP 'G' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2009##	175.10	163.11	–
2010	186.60	170.86	–
2011	193.60	181.58	–
2012	193.43	188.13	–
2013*	206.23	189.35	–

GBP 'N' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2012###	101.49	98.65	–
2013*	108.17	99.29	0.0196

From 1 July 2008.

From 1 July 2009.

From 26 March 2012.

* To 30 June 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value per share
30.06.11	GBP 'A' Accumulation	505,034,135	272,632,778	185.24p
	GBP 'B' Accumulation	45,912,504	23,575,334	194.75p
	USD 'C' Accumulation	6,709,117	3,670,254	US\$2.9347
	GBP 'E' Accumulation	70,005,443	35,519,980	197.09p
	EUR 'F' Accumulation	1,381,838	760,086	€2.0131
	GBP 'G' Accumulation	8,365,416	4,477,450	186.83p
30.06.12	GBP 'A' Accumulation	659,655,163	349,710,848	188.63p
	GBP 'B' Accumulation	52,556,415	26,303,581	199.81p
	USD 'C' Accumulation	12,368,697	6,661,969	US\$2.9120
	GBP 'E' Accumulation	90,835,357	44,809,118	202.72p
	EUR 'F' Accumulation	4,016,577	2,175,019	€2.2824
	GBP 'G' Accumulation	6,790,311	3,551,363	191.20p
30.06.13	GBP 'N' Accumulation	250	250	100.29p
	GBP 'A' Accumulation	671,212,827	338,287,631	198.41p
	GBP 'B' Accumulation	82,832,530	39,116,174	211.76p
	USD 'C' Accumulation	13,904,390	7,137,276	US\$2.9547
	GBP 'E' Accumulation	93,197,380	43,271,438	215.38p
	EUR 'F' Accumulation	3,470,238	1,790,949	€2.2609
	GBP 'G' Accumulation	4,738,635	2,344,364	202.13p
	GBP 'N' Accumulation	1,054,178	994,402	106.01p

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report (continued)

Fund Information (continued)

ONGOING CHARGES FIGURE

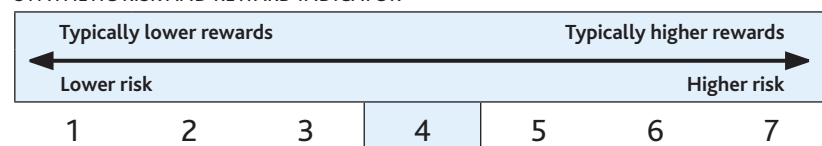
Expense Type	30.06.13						
	%						
	'A'	'B'	'C'	'E'	'F'	'G'	'N'
ACD's periodic charge	1.50	0.75	1.75	0.50	1.75	1.00	1.00
Other expenses	0.04	0.04	0.04	0.04	0.04	0.04	0.04
	1.54	0.79	1.79	0.54	1.79	1.04	1.04
Collective investment scheme costs	0.34	0.34	0.34	0.34	0.34	0.34	0.34
Ongoing charges figure	1.88	1.13	2.13	0.88	2.13	1.38	1.38

Expense Type	30.06.12						
	%						
	'A'	'B'	'C'	'E'	'F'	'G'	'N'
ACD's periodic charge	1.50	0.75	1.75	0.50	1.75	1.00	1.00
Other expenses	0.04	0.04	0.04	0.04	0.04	0.04	0.04
	1.54	0.79	1.79	0.54	1.79	1.04	1.04
Collective investment scheme costs	0.30	0.30	0.30	0.30	0.30	0.30	0.30
Ongoing charges figure	1.84	1.09	2.09	0.84	2.09	1.34	1.34

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

FUND PERFORMANCE TO 30 JUNE 2013 (%)

	1 year	3 years	5 years
CF Miton Special Situations Portfolio	4.54	9.80	32.40

The performance of the Fund is based on the published price per GBP 'A' Accumulation share which includes reinvested income.

Details of the distributions per share for the year are shown in the Distribution Table on page 62.

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 30 JUNE 2013

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.06.13 %	30.06.12 %
	UNITED KINGDOM			
	OIL & GAS			
	<i>OIL & GAS PRODUCERS</i>			
1,000,000	BG Group	11,185,000	1.28	
2,400,000	BP	10,926,000	1.26	
		<u>22,111,000</u>	<u>2.54</u>	<u>1.23</u>
	BASIC MATERIALS			
	<i>MINING</i>			
12,986,900	Minera IRL^	1,623,362	0.19	
18,333,333	Touchstone Gold	504,167	0.06	
5,000,000	Touchstone Gold warrants	–	–	
		<u>2,127,529</u>	<u>0.25</u>	<u>0.69</u>
	INDUSTRIALS			
	<i>INDUSTRIAL TRANSPORTATION</i>			
2,500,000	Stobart Group	<u>2,281,250</u>	<u>0.26</u>	<u>0.34</u>
	HEALTH CARE			
	<i>PHARMACEUTICALS & BIOTECHNOLOGY</i>			
300,000	AstraZeneca	<u>9,342,000</u>	<u>1.07</u>	<u>1.65</u>
	CONSUMER SERVICES			
	<i>TRAVEL & LEISURE</i>			
9,250,000	FirstGroup	<u>8,898,500</u>	<u>1.02</u>	<u>–</u>
	FINANCIALS			
	<i>FINANCIAL SERVICES</i>			
1,050,000	Arbuthnot Banking Group^	9,450,000	1.09	
2,475,000	Miton Group#^	730,125	0.08	
540,000	Secure Trust Bank^	11,340,000	1.30	
		<u>21,520,125</u>	<u>2.47</u>	<u>1.29</u>

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.06.13 %	30.06.12 %
	<i>REAL ESTATE INVESTMENT TRUSTS</i>			
2,499,980	British Land Company	14,162,387	1.62	
11,250,000	LXB Retail Properties^	12,768,750	1.47	
9,335,000	Max Property Group^	11,202,000	1.29	
		<u>38,133,137</u>	<u>4.38</u>	<u>5.39</u>
	TOTAL FINANCIALS	<u>59,653,262</u>	<u>6.85</u>	<u>6.68</u>
	TOTAL UNITED KINGDOM	<u>104,413,541</u>	<u>11.99</u>	<u>10.59</u>
	INVESTMENT COMPANIES			
	UNITED KINGDOM			
7,200,000	Better Capital I	10,440,000	1.20	
6,300,000	Better Capital II	6,552,000	0.75	
2,000,000	BlackRock Frontiers Investment Trust	2,070,000	0.24	
2,250,000	Cayenne Trust (The)	2,835,000	0.33	
2,965,870	Diverse Income Investment Trust (The) 'C'	<u>1,935,230</u>	<u>0.22</u>	
	TOTAL UNITED KINGDOM	<u>23,832,230</u>	<u>2.74</u>	<u>2.73</u>
	JAPAN			
2,890,000	Baillie Gifford Shin Nippon Investment Trust	8,381,000	0.96	
9,500,000	Fidelity Japanese Values	6,863,750	0.79	
16,875,000	Japan Residential Investment Company^	10,209,375	1.17	
3,215,000	JPMorgan Japan Smaller Companies Investment Trust	6,140,650	0.71	
12,460,000	JPMorgan Japanese Investment Trust	<u>27,349,700</u>	<u>3.14</u>	
	TOTAL JAPAN	<u>58,944,475</u>	<u>6.77</u>	<u>5.85</u>
	ASIA PACIFIC (EX JAPAN)			
2,500,000	Edinburgh Dragon Trust	6,650,000	0.77	
1,000,000	Fidelity China Special Situations Investment Trust	857,500	0.10	
9,800,000	Infrastructure India^	<u>2,646,000</u>	<u>0.30</u>	
	TOTAL ASIA PACIFIC (EX JAPAN)	<u>10,153,500</u>	<u>1.17</u>	<u>2.82</u>

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.06.13 %	30.06.12 %
	GLOBAL			
8,543,819	BlueCrest AllBlue \$	9,689,097	1.11	
575,000	Electric & General Investment Trust##	–	–	
4,455,000	Henderson Value Trust	10,424,700	1.20	
1,430,000	Miton Worldwide Growth Investment Trust#	1,966,250	0.22	
29,962,687	NB Distressed Debt Investment Company	23,410,029	2.69	
7,000,000	Weiss Korea Opportunity	6,755,000	0.78	
1,200,000	Worldwide Healthcare Trust	12,504,000	1.44	
	TOTAL GLOBAL	64,749,076	7.44	3.68
	TOTAL INVESTMENT COMPANIES	157,679,281	18.12	15.08
	COLLECTIVE INVESTMENT SCHEMES			
	GLOBAL BONDS			
1,750,000	F&C Macro Global Bond Fund A Acc	27,965,000	3.21	
212,916	F&C Macro Global Bond Fund A Inc	2,929,726	0.34	
	TOTAL GLOBAL BONDS	30,894,726	3.55	3.91
	UNITED KINGDOM			
10,229,286	CF Lindsell Train UK Equity#	21,823,159	2.51	
3,750,000	db x-trackers FTSE 100 Short Daily	23,859,375	2.74	
700,000	J O Hambro UK Opportunities	1,376,200	0.16	
26,825,852	Schroder UK Alpha Plus	16,141,115	1.85	
	TOTAL UNITED KINGDOM	63,199,849	7.26	5.88
	CONTINENTAL EUROPE			
950,000	db x-trackers DJ STOXX 600 Banks Short Daily	22,809,500	2.62	2.21
	NORTH AMERICA			
1,350,000	db x-trackers S&P 500 Inverse Daily	26,905,500	3.09	2.62
	JAPAN			
35,000,000	GLG Japan CoreAlpha	37,170,000	4.27	3.28

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.06.13 %	30.06.12 %
	ASIA PACIFIC (EX JAPAN)			
399,648	CC Asian Evolution Fund	4,101,379	0.47	
1,500,000	Franklin Templeton Asian Bond	18,296,408	2.10	
650,000	iShares MSCI AC Far East	18,102,500	2.08	
3,500,000	Schroder ISF Asian Bond Absolute Return	32,445,629	3.73	
88,522	Schroders ISF Asian Total Return	11,186,821	1.29	
	TOTAL ASIA PACIFIC (EX JAPAN)	84,132,737	9.67	7.95
	SPECIALIST – RESOURCES			
1,000,000	ETFS Short Copper	21,850,196	2.51	
650,000	ETFS Short Industrial Metals	21,805,362	2.51	
100,000	ETFS Short WTI Crude Oil	3,307,200	0.38	
39,000	Gold Bullion Securities	3,005,694	0.34	
	TOTAL SPECIALIST – RESOURCES	49,968,452	5.74	6.25
	CURRENCY FUNDS			
500,000	ETFS Short AUD Long USD	13,048,141	1.50	
500,000	ETFS Short EUR Long USD	17,465,652	2.01	
700	Fidelity Institutional Liquidity (GBP)	14,282,548	1.64	
3,000	Fidelity Institutional Liquidity (USD)	33,640,091	3.86	
400,000	Goldman Sachs Yen Liquid Reserves	26,773,305	3.08	
	TOTAL CURRENCY FUNDS	105,209,737	12.09	12.42
	GLOBAL			
245,070	BlackRock Gold and General	1,786,808	0.20	
300,000	Polar Capital Healthcare Opportunities	3,024,000	0.35	
	TOTAL GLOBAL	4,810,808	0.55	0.33
	TOTAL COLLECTIVE INVESTMENT SCHEMES	425,101,309	48.84	44.85
	STRUCTURED PRODUCTS			
15,000,000	Barclays Bank FTSE Inverse Tracker 2014	14,526,750	1.67	
20,000,000	Barclays Bank Warrant Linked Notes 2015	17,112,000	1.97	
	TOTAL STRUCTURED PRODUCTS	31,638,750	3.64	2.09

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report (continued)

Portfolio Statement (continued)

	Value £	Total Net Assets	
		30.06.13 %	30.06.12 %
Portfolio of investments	718,832,881	82.59	72.61
Net other assets	151,577,297	17.41	27.39
Net assets	<u>870,410,178</u>	<u>100.00</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(i) of the Notes to the Aggregated Financial Statements and are collective investment schemes unless stated otherwise.

^ AIM security.

Related party holding (see note 9).

In liquidation.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 JUNE 2013

Total purchases for the year (note 13) **£151,062,344**

Major purchases	Cost £
Barclays Bank Warrant Linked Notes 2015	20,000,000
FirstGroup	12,954,697
Henderson Value Trust	11,842,689
BG Group	10,473,783
db x-trackers S&P 500 Inverse Daily	9,650,048
db x-trackers DJ STOXX 600 Banks Short Daily	8,366,445
db x-trackers FTSE 100 Short Daily	8,281,589
Franklin Templeton Asian Bond	7,072,026
Weiss Korea Opportunity	7,000,000
Standard Chartered	5,883,416
Fidelity Institutional Liquidity (USD)	5,292,616
BlueCrest AllBlue £	4,559,439
Schroder ISF Asian Bond Absolute Return	4,543,231
Better Capital II	4,036,057
Better Capital I	4,013,011
F&C Macro Global Bond Fund A Acc	3,910,000
GLG Japan CoreAlpha	3,663,000
BlackRock Gold and General	3,480,000
BlueCrest AllBlue \$	2,866,117
Cayenne Trust (The)	2,526,337

CF MITON SPECIAL SITUATIONS PORTFOLIO

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

Total sales for the year (note 13) **£92,012,339**

Sales	Proceeds £
Asian Total Return Investment Company	15,086,039
Land Securities Group	11,428,204
Institutional Sterling Liquidity	10,141,004
Utilico Investment zdp 2012	9,861,236
Standard Chartered	8,166,574
PIMCO Euro Bond	6,003,777
GlaxoSmithKline	5,759,956
Atlantis Japan Growth Investment Trust	5,757,764
ETFS Short Silver	4,755,952
iShares MSCI Japan	4,047,434
BlackRock Gold & General	3,480,000
FirstGroup	3,326,689
Diverse Income Investment Trust (The) 'C'	3,267,194
River & Mercentile Global Equity	602,674
Miton Worldwide Growth Investment Trust	124,749
JPMorgan Investment Trust Smaller Companies Investment Trust subs	94,327
The China A Share Fund Limited	69,192
Langley Park Investment Trust	39,574

The summary of material portfolio changes represents the 20 largest purchases and all of the sales during the year.

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	£	30.06.13 £	30.06.12 £
Income:				
Net capital gains	2		48,338,588	17,253,739
Revenue	3	8,126,794		6,426,273
Expenses	4	(11,675,695)		(10,122,733)
Finance costs: Interest	6	(8,173)		–
Net expense before taxation		(3,557,074)		(3,696,460)
Taxation	5	–		9
Net expense after taxation			(3,557,074)	(3,696,451)
Total return before distributions			44,781,514	13,557,288
Finance costs: Distributions	6		(501,854)	(310,288)
Change in net assets attributable to shareholders from investment activities			44,279,660	13,247,000

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	£	30.06.13 £	30.06.12 £
Opening net assets attributable to shareholders			826,222,770	637,408,453
Amounts receivable on issue of shares		69,908,189		209,373,575
Amounts payable on cancellation of shares		(70,183,236)		(33,895,817)
			(275,047)	175,477,758
Stamp duty reserve tax	1(g)		(334,730)	(242,679)
Change in net assets attributable to shareholders from investment activities			44,279,660	13,247,000
Retained distribution on Accumulation shares	6		517,525	332,238
Closing net assets attributable to shareholders			870,410,178	826,222,770

CF MITON SPECIAL SITUATIONS PORTFOLIO

Financial Statements (continued)

BALANCE SHEET

AS AT 30 JUNE 2013

	Notes	£	30.06.13 £	£	30.06.12 £
ASSETS					
Investment assets			718,832,881		599,929,401
Other assets					
Debtors	7	1,698,180		2,752,833	
Cash and bank balances		<u>156,226,637</u>		<u>232,051,702</u>	
Total other assets			157,924,817		234,804,535
Total assets			<u>876,757,698</u>		<u>834,733,936</u>
LIABILITIES					
Other liabilities					
Creditors	8	(1,805,174)		(3,317,147)	
Bank overdrafts		<u>(4,542,346)</u>		<u>(5,194,019)</u>	
Total other liabilities			(6,347,520)		(8,511,166)
Total liabilities			<u>(6,347,520)</u>		<u>(8,511,166)</u>
Net assets attributable to shareholders			<u>870,410,178</u>		<u>826,222,770</u>

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 JUNE 2013

1. ACCOUNTING POLICIES

The Fund's Financial Statements have been prepared on the same basis as the Aggregated Financial Statements.

2. NET CAPITAL GAINS

The net capital gains during the year comprise:

	30.06.13 £	30.06.12 £
Non-derivative securities	56,790,398	12,910,613
Derivative contracts	(5,980,622)	1,469,973
Transaction charges	(1,445)	(1,607)
Currency (losses)/gains	(2,469,743)	2,874,760
Net capital gains	<u>48,338,588</u>	<u>17,253,739</u>

3. REVENUE

Non-taxable dividends	6,123,579	3,779,613
Taxable dividends	608	–
UK property income distributions	870,258	978,268
Unfranked interest	928,005	1,407,528
AMC rebates from underlying investments	100,959	144,360
Bank interest	103,385	115,432
Other interest	–	1,072
Total revenue	<u>8,126,794</u>	<u>6,426,273</u>

4. EXPENSES

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

ACD's periodic charge	11,371,193	9,851,673
Legal and professional fees	16,250	13,268
Printing costs	6,612	5,974
Registration fees	27,807	29,273
	<u>11,421,862</u>	<u>9,900,188</u>

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

Depositary's fees	142,605	130,746
Safe custody and other bank charges	91,649	76,139
	<u>234,254</u>	<u>206,885</u>

CF MITON SPECIAL SITUATIONS PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.06.13 £	30.06.12 £
4. EXPENSES (continued)		
Other expenses:		
FCA fee	62	59
Fees paid to auditor – audit	8,100	8,100
– tax services	3,000	3,750
Publication costs	2,203	1,568
Postage and distribution costs	2,820	2,183
Derivative valuation fee	3,394	–
	19,579	15,660
Total expenses	11,675,695	10,122,733

5. TAXATION

a) Analysis of charge for the year

Corporation tax at 20%	–	–
Adjustments in respect of prior periods	–	(9)
Current tax charge (note 5b)	–	(9)
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	–	(9)

b) Factors affecting current tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.06.12 : 20%). The difference is explained below.

	30.06.13 £	30.06.12 £
Net expense before taxation	(3,557,074)	(3,696,460)
Corporation tax at 20%	(711,415)	(739,292)
Effects of:		
Non-taxable dividends	(1,224,716)	(755,923)
Unutilised excess management expenses	1,936,131	1,495,215
Corporation tax charge	–	–
Adjustments in respect of prior periods	–	(9)
Current tax charge (note 5a)	–	(9)

5. TAXATION (continued)

c) Deferred tax

At the year end there is a potential deferred tax asset of £5,640,743 (30.06.12 : £3,704,612) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.

6. FINANCE COSTS

Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:

	30.06.13 £	30.06.12 £
Final	517,525	332,238
Add: Revenue deducted on cancellation of shares	28,956	12,670
Deduct: Revenue received on issue of shares	(44,627)	(34,620)
Net distributions for the year	501,854	310,288
Interest	8,173	–
Total finance costs	510,027	310,288

Details of the distributions per share are set out in the table on page 62.

	30.06.13 £	30.06.12 £
Distributions represented by:		
Net expense after taxation	(3,557,074)	(3,696,451)
Allocations to Capital:		
Revenue deficit on GBP 'A' Accumulation shares	3,898,047	3,885,243
Revenue deficit on USD 'C' Accumulation shares	109,708	87,206
Revenue deficit on EUR 'F' Accumulation shares	32,872	21,155
Revenue deficit on GBP 'G' Accumulation shares	4,950	13,155
	4,045,577	4,006,759
Equalisation on conversions#	13,364	–
Balance brought forward	42	22
Balance carried forward	(55)	(42)
Net distributions for the year	501,854	310,288

Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

CF MITON SPECIAL SITUATIONS PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.06.13 £	30.06.12 £
7. DEBTORS		
Amounts receivable for issue of shares	1,326,781	2,163,249
Accrued revenue:		
Non-taxable dividends	319,025	421,975
UK property income distributions	–	78,070
AMC rebates from underlying investments	47,670	61,107
Bank interest	2,420	7,340
	369,115	568,492
Prepaid expenses	2,162	1,574
Taxation recoverable:		
Income tax	122	19,518
Total debtors	1,698,180	2,752,833
8. CREDITORS		
Amounts payable for cancellation of shares	765,121	2,309,604
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	938,695	907,937
Legal and professional fees	4,063	2,768
Printing costs	3,488	3,221
Registration fees	6,541	–
	952,787	913,926
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	11,647	11,280
Transaction charges	245	837
Safe custody and other bank charges	31,934	53,990
	43,826	66,107
Other expenses	13,187	12,206
Taxation payable:		
Stamp duty reserve tax	30,253	15,304
Total creditors	1,805,174	3,317,147

9. RELATED PARTY TRANSACTIONS

Disclosure is made in note 9 of the Notes to the Aggregated Financial Statements.

10. SHAREHOLDER FUNDS

Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.

11. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or unrecorded outstanding commitments (30.06.12 : none).

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 12 of the Notes to the Aggregated Financial Statements. Disclosure specific to this sub-fund are made below in relation to numeric disclosure of interest rate risk, numeric disclosure of foreign currency risk, and derivatives.

i. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.06.13 £	30.06.12 £
Floating rate assets:		
Euros	774,305	14,326,775
Hong Kong dollars	41,820,542	30,880,618
Japanese yen	23,087,760	60,025,781
Singapore dollars	18,693,926	28,164,207
US dollars	74,754,223	104,097,417
Pounds sterling	78,732,644	138,730,406
	237,863,400	376,225,204
Floating rate liabilities:		
Pounds sterling	(4,542,346)	(5,194,019)
Assets on which interest is not paid:		
Euros	–	1,754
Japanese yen	26,773,305	–
US dollars	162,514,598	108,203,627
Pounds sterling	449,606,395	350,303,351
	638,894,298	458,508,732
Liabilities on which interest is not paid:		
Pounds sterling	(1,805,174)	(3,317,147)
Net assets	870,410,178	826,222,770

CF MITON SPECIAL SITUATIONS PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

i. Interest rate risk (continued)

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and collective investment schemes that pay UK interest distributions.

There are no material amounts of non-interest bearing financial assets and liabilities other than equities and collective investment schemes, which do not have maturity dates.

ii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.06.13 £	30.06.12 £
Currency:		
Euros	774,305	14,328,529
Hong Kong dollars	41,820,542	30,880,618
Japanese yen	49,861,065	60,025,781
Singapore dollars	18,693,926	28,164,207
US dollars	237,268,821	212,301,044
	348,418,659	345,700,179
Pounds sterling	521,991,519	480,522,591
Net assets	870,410,178	826,222,770

iii. Derivatives

The derivatives held by the Fund during the current or prior year were for hedging purposes only.

13. PORTFOLIO TRANSACTION COSTS

Analysis of total purchase costs

Purchases in year before transaction costs	150,723,233	186,675,174
Transaction costs:		
Commissions	146,208	222,216
Stamp duty and other charges	192,903	214,688
	339,111	436,904
Gross purchases total	151,062,344	187,112,078

Analysis of total sale costs

Gross sales before transaction costs	92,095,875	92,546,702
Transaction costs:		
Commissions	(83,507)	(74,118)
Other charges	(29)	(33)
	(83,536)	(74,151)
Total sales net of transaction costs	92,012,339	92,472,551

CF MITON SPECIAL SITUATIONS PORTFOLIO

Financial Statements (continued)

DISTRIBUTION TABLE

FOR THE YEAR ENDED 30 JUNE 2013 – IN PENCE PER SHARE

Interim

There were no interim distributions during the current or prior year.

Final

There were no final distributions for GBP 'A' Accumulation shares, USD 'C' Accumulation shares, EUR 'F' Accumulation shares and GBP 'G' Accumulation shares during the current or prior year.

Group 1 – Shares purchased prior to 1 January 2013

Group 2 – Shares purchased on or after 1 January 2013 and on or before 30 June 2013

GBP 'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.08.13	Allocated 31.08.12
Group 1	0.3567	–	0.3567	0.1500
Group 2	0.1119	0.2448	0.3567	0.1500

GBP 'E' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.08.13	Allocated 31.08.12
Group 1	0.8731	–	0.8731	0.6534
Group 2	0.1823	0.6908	0.8731	0.6534

GBP 'N' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.08.13	Allocated 31.08.12
Group 1	0.0196	–	0.0196	–
Group 2	0.0012	0.0184	0.0196	–

EQUALISATION

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

CF MITON STRATEGIC PORTFOLIO

ACD'S REPORT

FOR THE YEAR ENDED 30 JUNE 2013

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the CF Miton Strategic Portfolio ('the Fund') is to provide long-term growth. The Fund's policy is to invest substantially in other authorised funds, but may also invest in UK and overseas equities, fixed interest securities and money market instruments. Investments will not be confined to any particular economic sectors.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of CF Miton Strategic Portfolio

18 October 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REVIEW

CF Miton Strategic Portfolio ('the Fund') rose 3.70%* over the year, against a rise of 15.27%* for the IMA Flexible Managed Sector, placing the Fund 122nd out of 129 funds in the sector.

Performance over other periods is as follows:

3 Years*	+8.59%	105th of 108	(sector +26.32%)
5 Years*	+28.09%	50th of 92	(sector +24.59%)
10 Years*	+94.35%	44th of 52	(sector +100.81%)
Launch (23/12/96)*	+195.72%	8th of 19	(sector +130.34%)

* Source: Financial Express, net income reinvested, figures to 30/06/13, for GBP 'A' Accumulation shares. The benchmark is used by the Investment Manager for comparison. No benchmark is required to be disclosed per the Prospectus.

It should be noted that the Fund now sits in the IMA Flexible Managed sector (since April 2012), but does not aspire to benchmark against the more volatile equity based funds that make up the majority of this sector.

The Fund has continued to take a defensive positioning across risk assets. The equity weighting has been concentrated towards Japan, Asia and the UK and property exposure to the UK and Japan. Bond allocations have been cut back and there is little exposure to traditional sectors outside of Asia. There is no commodity allocation in the portfolio and only a small position in gold remains. The high cash and near-cash weighting is mainly US dollar (or proxy dollar) denominated.

The Fund is positioned for a continuation of sub-par global economic growth, declining corporate earnings, and the eventualities of the false asset price markets that are being created by the major Central Bank experiments with Quantitative Easing ('QE').

REFLECTIONS

The last number of months has seen risk assets move in a rather different vein to that which we have become used to over the last four years or so. 'Risk on' correlated moves have been less prevalent as developed economy equities led by the US have risen strongly, whilst emerging markets have been shunned. All parts of the bond markets have struggled with the exception of floating rate debt, which has soared. And commodities, across the range of precious metals, industrial metals and 'soft' agricultural commodities, have generally had a torrid time, whilst prime property continues to shine yet the secondary sectors continue to suffer. Central Bank liquidity is still driving asset prices higher, but mainstream equities are looking an increasingly crowded trade.

Initially back in 2009, Central Bank policy on zero interest rates and QE was really about bailing out the banks and providing monetary liquidity. However, the more recent open-ended QE and the continued downward manipulation of interest rates right along the curve, is much more about keeping asset prices high, in the hope that this will bring economic growth and jobs. Unfortunately, the credit driven asset bubble that is being created is only making the asset-rich wealthy, even wealthier. Anaemic growth and part-time work on low wages is not a solution for a large chunk of the workforce, nor their impact on consumer demand.

The velocity of money has fallen to its lowest level for more than half a century and there seems little likelihood of this improving in the short-term, despite the massive expansion of the monetary base. All this liquidity washing around the financial globe is principally holding together a still fragile banking system and an over-indebted world. Creating more debt to try and finance a pick-up in consumption is non-productive – unless alternative approaches are tackled to put debt creation to real productive and expansionary use, the global outlook is unlikely to get any better.

Over the last two years, GDP growth numbers around the world have mainly been coming in at the bottom end of expectations (as well as historic numbers being revised down), whilst inflation is non-existent with the danger more towards deflation. Asset markets are being driven almost exclusively by Central Banks (who are in turn being driven by governments), as economic fundamentals count for little. 'Tapering' (the US Fed indicating a reduction of QE) has become the new buzz word, but whilst this may still be many months away, the reality is that it is inevitable. QE is no longer achieving its original objectives, yet is creating asset price bubbles that are increasingly being seen as unhealthy, but weaning the market off this addiction could lead to a nasty 'cold turkey' period.

INVESTMENT VIEWS

The election of Shinzo Abe in Japan on the back of his manifesto to reverse the deflationist environment of the previous two decades has resulted in a sharp rise in local property and equity markets. This has provided some decent returns for investors, although somewhat tempered by the fall in the exchange rate of the yen. This massive Central Bank intervention seems to have revived the economy in the short-term, however, it remains an unknown as to how long the authorities can continue at the existing pace of monetary expansion. But if Shinzo Abe is able to proceed with his 'third arrow of structural change,' then the Japanese economy could have significant upside from here.

Meanwhile, global markets are waking up to the fact that the Chinese economy is slowing down – the questions to be answered are whether a growth rate of 7-8% is a reality, and whether this remains strong enough to aid assistance to growth rates in regions and sectors that rely on a buoyant Chinese economy. Against this backdrop, inflationary tailwinds should remain subdued and expectations for commodity prices look to be overoptimistic.

Without Central Bank QE and their near zero interest rate policy, the world would probably look very different from many perspectives. For equities, price/earnings ('p/e') ratios have been forced higher to compensate for poor corporate results and rising share prices, in the rampant lust for yield and return. Bond yields have also been driven lower in the clamour for income, despite the increasing risk of capital loss; all leaving many asset classes and sectors looking exposed to substantial revaluation.

OUTLOOK

There has been some slightly more optimistic news-flow from the US economy in recent months, which if it wasn't for the fact that this had already been more than priced-in, would be good for risk assets. But with equity valuations so highly priced, it is difficult to justify further p/e multiple expansion. Good news will of course lead more quickly to the withdrawal of QE and the normalisation of interest rates – neither of which are likely to be good news for investors.

CF MITON STRATEGIC PORTFOLIO

ACD's Report (continued)

Investment Manager's Report (continued)

OUTLOOK (continued)

The reality is that little, if any, of the largesse of Central Banks is finding its way into the real economy and where it is, it is only feeding the mouths of the already wealthy and asset rich and creating wider social divides. In the US, this is particularly noticeable, where real earnings growth at the median level has been negative for many years and the alarming statistic that the highest number of households ever are receiving food stamps.

World economic growth is likely to remain subdued for the remainder of 2013 and beyond. Economists and market participants question whether the US will be able to withstand a 'tapering' of stimulus by the Fed, and how far reaching the impact is likely to be. It remains likely that the eurozone recession is to continue for the foreseeable future, despite what feels like a lifetime of intervention already. Many of the key economic indicators continue to deteriorate and it is questionable whether the authorities have really got to grips with the economic woes that plague the region.

We continue to expect that the issues within the eurozone will flare up over the course of the next year, which may lead to global equity markets becoming somewhat more realistically priced. By this we mean a lower equity market. Additionally, there is increased speculation that the Federal Reserve is examining ways of backing away from its stimulus programmes – this will not sit easy with risk investors who have, for so long now, enjoyed the Central Banks implicit underwriting of asset markets. In this scenario, the bleak fundamentals discussed, will surely reassert themselves.

MITON ASSET MANAGEMENT LIMITED

Investment Manager

4 September 2013

FUND INFORMATION

PERFORMANCE RECORD

GBP 'A' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	258.09	212.94	–
2009	265.49	236.99	–
2010	282.46	256.90	–
2011	286.87	272.58	–
2012	287.34	276.71	–
2013**	303.49	281.29	–

GBP 'B' Accumulation shares

Calendar Year	Highest Price p	Lowest Price p	Distribution per share p
2008	266.27	219.37	–
2009	275.49	244.82	0.6514
2010	295.82	267.30	0.2419
2011	302.08	285.91	0.5692
2012	303.65	292.80	1.0799
2013**	323.61	299.07	1.7425

USD 'C' Accumulation shares

Calendar Year	Highest Price US\$	Lowest Price US\$	Distribution per share US\$
2008	4.6362	3.4218	–
2009	4.2886	3.2885	–
2010	4.4192	3.8995	–
2011	4.5863	4.2643	–
2012	4.5275	4.2799	–
2013**	4.5994	4.3728	–

CF MITON STRATEGIC PORTFOLIO

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

GBP 'E' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	267.36	219.94	–
2009	277.99	246.15	14.9775
2010	299.78	269.98	1.1880
2011	307.01	290.01	1.8000
2012	309.06	298.05	1.9200
2013**	330.38	304.95	2.7080

GBP 'N' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2012#	101.23	98.01	–
2013**	107.87	99.78	0.2975

GBP 'LB' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008	256.60	213.27	–
2009*	259.09	237.34	–

From 26 March 2012.

* To 9 September 2009.

** To 30 June 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value per share
30.06.11	GBP 'A' Accumulation	181,733,985	65,279,261	278.39p
	GBP 'B' Accumulation	8,862,495	3,028,469	292.64p
	USD 'C' Accumulation	2,146,675	779,124	US\$4.4234
	GBP 'E' Accumulation	743	250	297.19p
30.06.12	GBP 'A' Accumulation	228,011,890	81,254,516	280.61p
	GBP 'B' Accumulation	8,079,141	2,714,999	297.57p
	USD 'C' Accumulation	2,164,536	780,369	US\$4.3505
	GBP 'E' Accumulation	757	250	303.00p
30.06.13	GBP 'N' Accumulation	249	250	99.46p
	GBP 'A' Accumulation	231,882,201	79,034,125	293.40p
	GBP 'B' Accumulation	18,368,150	5,866,595	313.10p
	USD 'C' Accumulation	1,909,806	661,030	US\$4.3819
	GBP 'E' Accumulation	799	250	319.76p
	GBP 'N' Accumulation	622,255	596,353	104.34p

CF MITON STRATEGIC PORTFOLIO

ACD's Report (continued)

Fund Information (continued)

ONGOING CHARGES FIGURE

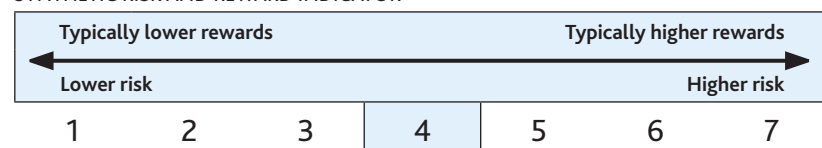
Expense Type	30.06.13 %				
	'A'	'B'	'C'	'E'	'N'
ACD's periodic charge	1.50	0.75	1.75	0.50	1.00
Other expenses	0.05	0.05	0.05	0.05	0.05
	1.55	0.80	1.80	0.55	1.05
Collective investment scheme costs	0.51	0.51	0.51	0.51	0.51
Ongoing charges figure	2.06	1.31	2.31	1.06	1.56

Expense Type	30.06.12 %				
	'A'	'B'	'C'	'E'	'N'
ACD's periodic charge	1.50	0.75	1.75	0.50	1.00
Other expenses	0.06	0.06	0.06	0.06	0.06
	1.56	0.81	1.81	0.56	1.06
Collective investment scheme costs	0.52	0.52	0.52	0.52	0.52
Ongoing charges figure	2.08	1.33	2.33	1.08	1.58

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 4 because its volatility has been measured as average.

This indicator is based on historical data and may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

FUND PERFORMANCE TO 30 JUNE 2013 (%)

	1 year	3 years	5 years
CF Miton Strategic Portfolio	3.70	8.59	28.09

The performance of the Fund is based on the published price per GBP 'A' Accumulation share which includes reinvested income.

Details of the distributions per share for the year are shown in the Distribution Table on page 86.

CF MITON STRATEGIC PORTFOLIO

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 30 JUNE 2013

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.06.13 %	30.06.12 %
INVESTMENT COMPANIES				
UNITED KINGDOM				
4,000,000	ICG-Longbow Senior Secured UK Property Debt	4,160,000	1.65	
500,000	Land Securities Group	4,420,000	1.75	
1,700,000	Liontrust Asset Management	3,213,000	1.27	
7,000,000	Minera IRL ^	875,000	0.34	
	TOTAL UNITED KINGDOM	12,668,000	5.01	4.92
JAPAN				
12,250,000	Japan Residential Investment Company^	7,411,250	2.93	2.58
GLOBAL				
2,700,000	F&C Private Equity Trust	3,874,500	1.53	
4,000,000	JPMorgan Global Convertibles Income Fund	4,060,000	1.61	
475,000	JPMorgan Private Equity 2015 <i>zdp</i> *	375,250	0.15	
1,750,000	NB Distressed Debt Investment Company	1,367,286	0.54	
10,000,000	NB Global Floating Rate Income Fund	7,021,864	2.78	
1,970,000	Henderson Value Trust	4,609,800	1.82	
2,197,000	Utilico 2014 <i>preference shares</i>	3,471,260	1.37	
	TOTAL GLOBAL	24,779,960	9.80	6.35
	TOTAL INVESTMENT COMPANIES	44,859,210	17.74	13.85
COLLECTIVE INVESTMENT SCHEMES				
UK BONDS				
		–	–	0.92
GLOBAL BONDS				
59,506	New Capital Wealthy Nations Bond	3,201,406	1.27	
1,761,320	Newton International Bond	3,709,515	1.47	
6,000,000	Smith & Williamson Short Dated Corporate Bond	6,091,800	2.41	
1,250,000	F&C Macro Global Bond	9,824,017	3.88	
	TOTAL GLOBAL BONDS	22,826,738	9.03	10.70

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.06.13 %	30.06.12 %
UNITED KINGDOM				
3,000,000	Franklin UK Equity Income	5,898,000	2.34	
2,500,000	Invesco Perpetual UK Strategic Income	11,204,250	4.43	
	TOTAL UNITED KINGDOM	17,102,250	6.77	6.80
CONTINENTAL EUROPE				
11,502	Ennismore European Smaller Companies	876,458	0.35	0.31
NORTH AMERICA				
350,000	db x-trackers S&P 500 Inverse Daily	6,975,500	2.76	2.77
JAPAN				
5,000,000	CF Morant Wright Japan#	12,094,500	4.78	
200,000	Coupland Cardiff Japan Income & Growth	1,532,767	0.61	
12,479,623	Jupiter Japan Income	8,477,408	3.35	
2,000,000	Legg Mason Japan Equity	5,000,000	1.98	
	TOTAL JAPAN	27,104,675	10.72	7.90
ASIA PACIFIC (EX JAPAN)				
125,000	iShares MSCI AC Far East	3,481,250	1.38	
3,200,000	Liontrust Asia Income	3,489,920	1.38	
29,898	Prusik Asian Smaller Companies	3,549,179	1.40	
10,000,000	Schroder Asian Income	6,119,000	2.42	
497,048	Schroder ISF Asian Bond Absolute Return	4,607,724	1.82	
100,000	Schroder ISF Asian Local Currency Bond	7,937,674	3.14	
	TOTAL ASIA PACIFIC (EX JAPAN)	29,184,747	11.54	11.50
GLOBAL				
485,141	BlackRock Gold and General	3,537,162	1.40	
5,759	IT Info Tech	3,339,188	1.32	
	TOTAL GLOBAL	6,876,350	2.72	1.25
SPECIALIST – RESOURCES				
		–	–	2.53

CF MITON STRATEGIC PORTFOLIO

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.06.13 %	30.06.12 %
	CURRENCY FUNDS			
150,000	ETFS Short EUR Long USD	5,239,696	2.07	
300	Fidelity Institutional Liquidity (GBP)	6,118,440	2.42	
1,250	Goldman Sachs US\$ Liquid Reserves	10,065,875	3.98	
75,000	Goldman Sachs Yen Liquid Reserves	5,019,995	1.99	
30,747	Institutional Sterling Liquidity	5,079,200	2.01	
	TOTAL CURRENCY FUNDS	31,523,206	12.47	12.69
	EMERGING MARKETS	–	–	1.17
	TOTAL COLLECTIVE INVESTMENT SCHEMES	142,469,924	56.36	58.54
	STRUCTURED PRODUCTS			
5,000,000	Barclays Bank FTSE Inverse Tracker 2014	4,842,250	1.92	2.42
	Portfolio of investments	192,171,384	76.02	74.81
	Net other assets	60,611,827	23.98	25.19
	Net assets	252,783,211	100.00	100.00

The investments have been valued in accordance with note 1(i) of the Notes to the Aggregated Financial Statements and are collective investment schemes unless stated otherwise.

^ AIM security.

Related party holding (see note 9).

* Investment trust.

Definition:

zdp – zero dividend preference share.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 JUNE 2013

Total purchases for the year (note 13)	£46,812,855
Purchases	Cost £
Jupiter Japan Income	6,890,000
BlackRock Gold and General Accumulation	6,889,000
Henderson Value Trust	5,034,161
ICG-Longbow Senior Secured UK Property Debt	4,000,000
JPMorgan Global Convertibles Income Fund	4,000,000
F&C Private Equity Trust	3,602,543
F&C Macro Global Bond \$ Acc	3,345,875
F&C Commercial Property Trust	2,869,980
Liontrust Asia Income	2,538,259
Londonmetric Property	2,079,225
db x-trackers S&P 500 Inverse Daily	1,602,000
Coupland Cardiff Japan Income & Growth	1,369,309
Legg Mason Japan Equity	1,108,500
Utilico 2014 preference shares	509,016
Minera IRL	450,000
JPMorgan Private Equity 2015	377,191
Japan Residential Investment Company	147,796

CF MITON STRATEGIC PORTFOLIO

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

Total sales for the year (note 13) **£47,406,297**

Sales	Proceeds £
Jupiter Japan Income	6,890,000
BlackRock Gold and General Accumulation	5,568,000
Land Securities Group	4,615,004
PIMCO Euro Bond	3,202,014
F&C Macro Global Bond £ Acc	3,128,000
F&C Commercial Property Trust	3,066,803
JP Morgan Private Equity	3,029,500
Liontrust Asia Focus	2,830,440
F&C Global Emerging Markets Equity Long Short	2,811,939
Londonmetric Property	2,647,891
Franklin UK Select Growth	2,586,059
M&G Gilt & Fixed Interest Income accumulation	2,184,223
NB Distressed Debt Investment Company	2,006,690
BlackRock Gold & General income	1,321,000
Martin Currie Global Greater China	1,153,893
NB Distressed Debt Investment Company	364,841

The summary of material portfolio changes represents all of the purchases and sales during the year.

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	£	30.06.13 £	30.06.12 £
Income:				
Net capital gains	2		11,565,386	2,323,469
Revenue	3	3,420,769		2,492,685
Expenses	4	(3,810,394)		(3,274,072)
Finance costs: Interest	6	—		—
Net expense before taxation		(389,625)		(781,387)
Taxation	5	36		61
Net expense after taxation			(389,589)	(781,326)
Total return before distributions			11,175,797	1,542,143
Finance costs: Distributions	6		(84,761)	(31,469)
Change in net assets attributable to shareholders from investment activities			11,091,036	1,510,674

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 30 JUNE 2013

	Notes	£	30.06.13 £	30.06.12 £
Opening net assets attributable to shareholders			238,256,573	192,743,898
Amounts receivable on issue of shares		21,773,649		51,816,320
Amounts payable on cancellation of shares		(18,391,150)		(7,795,077)
			3,382,499	44,021,243
Stamp duty reserve tax	1(g)		(50,903)	(48,566)
Change in net assets attributable to shareholders from investment activities			11,091,036	1,510,674
Retained distribution on Accumulation shares	6		104,006	29,324
Closing net assets attributable to shareholders			252,783,211	238,256,573

CF MITON STRATEGIC PORTFOLIO

Financial Statements (continued)

BALANCE SHEET

AS AT 30 JUNE 2013

	Notes	£	30.06.13 £	£	30.06.12 £
ASSETS					
Investment assets			192,171,384		178,237,520
Other assets					
Debtors	7	953,013		871,092	
Cash and bank balances		<u>61,664,216</u>		<u>63,303,555</u>	
Total other assets			62,617,229		64,174,647
Total assets			<u>254,788,613</u>		<u>242,412,167</u>
LIABILITIES					
Other liabilities					
Creditors	8	(896,913)		(2,673,502)	
Bank overdrafts		<u>(1,108,489)</u>		<u>(1,482,092)</u>	
Total other liabilities			(2,005,402)		(4,155,594)
Total liabilities			<u>(2,005,402)</u>		<u>(4,155,594)</u>
Net assets attributable to shareholders			<u>252,783,211</u>		<u>238,256,573</u>

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 JUNE 2013

1. ACCOUNTING POLICIES

The Fund's Financial Statements have been prepared on the same basis as the Aggregated Financial Statements.

2. NET CAPITAL GAINS

The net capital gains during the year comprise:

	30.06.13 £	30.06.12 £
Non-derivative securities	12,494,394	698,619
Derivative contracts	(916,750)	530,000
Transaction charges	(746)	(826)
AMC rebates from underlying investments	50,864	66,543
Currency (losses)/gains	(62,376)	1,029,133
Net capital gains	<u>11,565,386</u>	<u>2,323,469</u>

3. REVENUE

Non-taxable dividends	2,262,079	1,213,383
Taxable dividends	7,675	250,561
UK property income distributions	305,000	270,200
Unfranked interest	780,647	683,515
AMC rebates from underlying investments	41,129	62,922
Bank interest	24,212	11,790
Other interest	27	314
Total revenue	<u>3,420,769</u>	<u>2,492,685</u>

4. EXPENSES

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

ACD's periodic charge	3,676,193	3,146,372
Legal and professional fees	11,750	9,501
Printing costs	5,973	5,329
Registration fees	10,750	11,724
	<u>3,704,666</u>	<u>3,172,926</u>

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

Depositary's fees	68,869	64,779
Safe custody and other bank charges	20,813	22,902
	<u>89,682</u>	<u>87,681</u>

CF MITON STRATEGIC PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.06.13 £	30.06.12 £
4. EXPENSES (continued)		
Other expenses:		
FCA fee	62	59
Fees paid to auditor – audit	8,100	8,100
– tax services	3,000	3,000
Publication costs	2,203	1,568
Postage and distribution costs	921	738
Derivative valuation fee	1,760	–
	16,046	13,465
Total expenses	3,810,394	3,274,072
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Adjustments in respect of prior periods	(36)	(61)
Current tax charge (note 5b)	(36)	(61)
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	(36)	(61)
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.06.12 : 20%). The difference is explained below.		
	30.06.13 £	30.06.12 £
Net expense before taxation	(389,625)	(781,387)
Corporation tax at 20%	(77,925)	(156,277)
Effects of:		
Non-taxable dividends	(452,416)	(242,677)
AMC rebates taken to capital	10,173	13,309
Unutilised excess management expenses	520,168	385,645
Corporation tax charge	–	–
Adjustments in respect of prior periods	(36)	(61)
Current tax charge (note 5a)	(36)	(61)

5. TAXATION (continued)

c) Deferred tax

At the year end there is a potential deferred tax asset of £1,479,416 (30.06.12 : £959,248) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.

6. FINANCE COSTS

Distributions

The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:

	30.06.13 £	30.06.12 £
Final	104,006	29,324
Add: Revenue deducted on cancellation of shares	10,628	5,523
Deduct: Revenue received on issue of shares	(29,873)	(3,378)
Net distributions for the year	84,761	31,469
Interest	–	–
Total finance costs	84,761	31,469

Details of the distributions per share are set out in the table on page 86.

	30.06.13 £	30.06.12 £
Distributions represented by:		
Net expense after taxation	(389,589)	(781,326)
Allocations to capital:		
Revenue deficit on GBP 'A' Accumulation shares	433,234	799,183
Revenue deficit on USD 'C' Accumulation shares	8,735	13,615
	441,969	812,798
Equalisation on conversions#	32,380	–
Balance brought forward	3	–
Balance carried forward	(2)	(3)
Net distributions for the year	84,761	31,469

Where an investor converts to a class with a higher income yield, the investor will receive an equalisation as if they had held the new class throughout the period from the last distribution to the conversion date. The yield differential at the point of conversion is an equalisation which will be offset by capital erosion for the converted investor.

CF MITON STRATEGIC PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.06.13 £	30.06.12 £
7. DEBTORS		
Amounts receivable for issue of shares	808,066	657,113
Accrued revenue:		
Non-taxable dividends	17,000	–
UK property income distributions	30,400	59,200
Unfranked interest	63,127	63,126
AMC rebates from underlying investments	18,280	63,723
Bank interest	2,094	2,707
	130,901	188,756
Prepaid expenses	2,162	1,573
Taxation recoverable:		
Income tax	11,884	23,650
Total debtors	953,013	871,092
8. CREDITORS		
Amounts payable for cancellation of shares	559,222	253,161
Purchases awaiting settlement	–	2,093,417
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	300,167	287,433
Legal and professional fees	2,938	2,001
Printing costs	3,168	2,901
Registration fees	2,567	–
	308,840	292,335
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	5,641	5,483
Transaction charges	157	328
Safe custody and other bank charges	7,292	14,906
	13,090	20,717
Other expenses	11,838	11,483
Taxation payable:		
Stamp duty reserve tax	3,923	2,389
Total creditors	896,913	2,673,502

9. RELATED PARTY TRANSACTIONS

Disclosure is made in note 9 of the Notes to the Aggregated Financial Statements.

10. SHAREHOLDER FUNDS

Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.

11. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.06.12 : none).

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 12 of the Notes to the Aggregated Financial Statements. Disclosure specific to this sub-fund are made below in relation to numeric disclosure of interest rate risk, numeric disclosure of foreign currency risk, and derivatives.

i. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.06.13 £	30.06.12 £
Floating rate assets:		
Euros	20,812	2,935,678
Hong Kong dollars	14,844,886	11,168,319
Japanese yen	11,112,408	14,975,914
Singapore dollars	6,683,149	6,346,047
US dollars	51,507,259	22,190,581
Pounds sterling	27,953,711	37,848,146
	112,122,225	95,464,685
Floating rate liabilities:		
Pounds sterling	(1,108,489)	(1,482,092)
Assets on which interest is not paid:		
Japanese yen	1,532,767	–
Singapore dollars	3,549,178	2,759,520
US dollars	13,628,844	39,259,370
Pounds sterling	123,955,599	104,928,592
	142,666,388	146,947,482
Liabilities on which interest is not paid:		
Pounds sterling	(896,913)	(2,673,502)
Net assets	252,783,211	238,256,573

CF MITON STRATEGIC PORTFOLIO

Financial Statements (continued)

Notes to the Financial Statements (continued)

12. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

i. Interest rate risk (continued)

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and collective investment schemes that pay UK interest distributions.

There are no material amounts of non-interest bearing financial assets and liabilities, other than equities and collective investment schemes, which do not have maturity dates.

ii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.06.13 £	30.06.12 £
Currency:		
Euros	20,812	2,935,678
Hong Kong dollars	14,844,886	11,168,319
Japanese yen	12,645,175	14,975,914
Singapore dollars	10,232,327	9,105,567
US dollars	65,136,103	61,449,951
	<u>102,879,303</u>	<u>99,635,429</u>
Pounds sterling	149,903,908	138,621,144
Net assets	<u>252,783,211</u>	<u>238,256,573</u>

iii. Derivatives

The derivatives held by the Fund during the current or prior year were for hedging purposes only.

13. PORTFOLIO TRANSACTION COSTS

Analysis of total purchase costs

Purchases in year before transaction costs	46,728,532	46,006,485
Transaction costs:		
Commissions	31,075	13,383
Stamp duty and other charges	53,248	10,015
	<u>84,323</u>	<u>23,398</u>
Gross purchases total	<u>46,812,855</u>	<u>46,029,883</u>

Analysis of total sale costs

Gross sales before transaction costs	47,426,693	29,903,863
Transaction costs:		
Commissions	(20,382)	(17,671)
Other charges	(14)	–
	<u>(20,396)</u>	<u>(17,671)</u>
Total sales net of transaction costs	<u>47,406,297</u>	<u>29,886,192</u>

CF MITON STRATEGIC PORTFOLIO

Financial Statements (continued)

DISTRIBUTION TABLE

FOR THE YEAR ENDED 30 JUNE 2013 – IN PENCE PER SHARE

Interim

There were no interim distributions during the current or prior year.

Final

There were no final distributions for GBP 'A' Accumulation shares and USD 'C' Accumulation shares during the current or prior year.

Group 1 – Shares purchased prior to 1 January 2013

Group 2 – Shares purchased on or after 1 January 2013 and on or before 30 June 2013

GBP 'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.08.13	Allocated 31.08.12
Group 1	1.7425	–	1.7425	1.0799
Group 2	0.2340	1.5085	1.7425	1.0799

GBP 'E' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.08.13	Allocated 31.08.12
Group 1	2.7080	–	2.7080	1.9200
Group 2	2.7080	0.0000	2.7080	1.9200

GBP 'N' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.08.13	Allocated 31.08.12
Group 1	0.2975	–	0.2975	–
Group 2	–	0.2975	0.2975	–

EQUALISATION

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

GENERAL INFORMATION

STRUCTURE OF THE COMPANY

The Company is structured as an umbrella company, in that different sub-funds may be established from time to time by the ACD with the approval of the Financial Conduct Authority and the agreement of the Depositary. On the introduction of any new sub-fund or class, a revised Prospectus will be prepared setting out the relevant details of each sub-fund or class.

The assets of each sub-fund will be treated as separate from those of every other sub-fund and will be invested in accordance with the investment objective and investment policy applicable to that sub-fund. The sub-funds which are currently available are:

CF Miton Global Growth Portfolio (in closing)

CF Miton Special Situations Portfolio

CF Miton Strategic Portfolio

In the future there may be other sub-funds of the Company.

VALUATION POINT

The valuation point of each sub-fund is 12.00pm on each business day. Valuations may be made at other times under the terms contained within the Prospectus.

BUYING AND SELLING SHARES

The ACD will accept orders to deal in the shares on normal business days between 8.30am and 5.30pm. Instructions to buy or sell shares may be either in writing to: 2 The Boulevard, City West One Office Park, Gelderd Road, Leeds LS12 6NT or by telephone on 0845 606 6182. A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

PRICES

The most recent price of the 'A' share class is published in the *Financial Times* under the heading Capita Financial Managers. Prices of all shares are available on the website of the Investment Management Association at www.fundlistings.com under the heading Capita Financial Managers, and on the Capita Financial Group's website at www.capitafinancial.com. The price of shares may also be obtained by calling 0845 600 2821 during the ACD's normal business hours.

From 18 October 2013 the prices of all shares are published on the Investment Advisors website www.mitongroup.com.

OTHER INFORMATION

The Instrument of Incorporation, Prospectus, Key Investor Information Document and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office. Copies of these may be obtained upon application and can be found on our website, www.capitafinancial.com, by following the link 'Fund Information'.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at South Quay Plaza, 183 Marsh Wall, London E14 9SR.

DATA PROTECTION ACT

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

RISK WARNING

An investment in an open-ended investment company should be regarded as a medium to long term investment. Investors should be aware that the price of shares and the income from them can fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency are subject to fluctuation in exchange rates, which can be favourable or unfavourable.

