SWIP / MULTI-MANAGER ICVC

Annual Short Report for the year ended 30 September 2013

SCOTTISH WIDOWS INVESTMENT PARTNERSHIP

PERFORM

SWIP MULTI-MANAGER ICVC

The Company

Multi-Manager ICVC

Head Office:
33 Old Broad Street
London
EC2N 1HZ

Correspondence Address:
BNY Mellon House
Ingrave Road
Brentwood
Essex
CM15 8TG

Incorporated in Great Britain under registered number IC000330. Authorised and regulated by the Financial Conduct Authority.

Authorised Corporate Director (ACD) and Authorised Fund Manager

SWIP Multi-Manager Funds Limited

Registered Office:
33 Old Broad Street
London
EC2N 1HZ

Correspondence Address:
BNY Mellon House
Ingrave Road
Brentwood
Essex
CM15 8TG

Authorised and regulated by the Financial Conduct Authority and a member of the Investment Management Association.

Investment Adviser

Lloyds TSB Investments Limited

Registered Office:
Edinburgh One
60 Morrison Street
Edinburgh
EH3 8BE

Business Address:
Edinburgh One
60 Morrison Street
Edinburgh
EH3 8BE

Authorised and regulated by the Financial Conduct Authority and a member of the Investment Management Association.

Depositary

State Street Trustees Limited

Registered Office:
20 Churchill Place
Canary Wharf
London
E14 5HJ

Head Office:
525 Ferry Road
Edinburgh
EH5 2AW

Authorised and regulated by the Financial Conduct Authority.

Registrar

The Bank of New York Mellon (International) Limited

Registered Office:
One Canada Square
Canary Wharf
London
E14 5AL

Correspondence Address:
BNY Mellon House
Ingrave Road
Brentwood
Essex
CM15 8TG

Independent Auditors

PricewaterhouseCoopers LLP
Erskine House
68-73 Queen Street
Edinburgh
EH2 4NH

SWIP MULTI-MANAGER ICVC

Long reports are available on request. If you would like a copy, please telephone us on **0800 33 66 00** or download the financial statements from the website **www.swip.com** which is a website maintained by SWIP Limited.

Prospectus Changes

During the year and up to the date of this report, the following changes were made to the Company and therefore the following changes were reflected in the Prospectus and/or Instrument of Incorporation of Multi-Manager ICVC:

- With effect from 22 July 2013 the following share classes were launched:
  - Multi-Manager UK Equity Income Fund C Net Accumulation and C Net Income;
- A number of areas of the Prospectus have been revised to provide further clarity and to include updates and amendments, ensuring consistency across the ACD's product range to reflect recent and forthcoming regulatory change, these include:
  - Fees and Expenses; UK Taxation; Risk Factors; Directors' Interests; Eligible Markets; Dilution wording; Historic Performance; Activated Share Classes;
- Disclosure regarding registration under US Commodity Futures Trading Commission (CFTC) Regulations stating that the ACD operates the Company as if it is exempt from registration as a CPO and is not, among other things, required to provide prospective shareholders with a disclosure document containing CFTC prescribed disclosures or to provide certified annual reports to shareholders;
- Conversion of shares – a new definition has been added along with a new section amending the existing section to clarify a "conversion" of a share class and a "switch" between sub-funds following the RDR conversions;
- Details of Collateral and Counterparty policy have been added to reflect the ESMA guidelines on ETFs and other UCITS issues. Please see Important Information for further details on the ESMA guidelines;
- X and Q shares classes have been added to the list of shares that may be made available by the ACD, designated in US dollars, Euros and Swiss Francs;
- Dilution Adjustment section has been amended to reflect clarifications around the implications of the dilution policy used by the ACD of the Company across its range of Prospectuses and to reflect the recommendations of the IMA on Enhanced Disclosure of Charges;
- Expenses section has been clarified to include the cost of printing KIIDs;
- EPM and Stocklending income section has been enhanced in line with the ESMA recommendations referred to above.

A copy of the Prospectus is available on request.

Important Information

- From 1 April 2013 the Company and the ACD are authorised and regulated by the UK Financial Conduct Authority (the "FCA"). As the end of the accounting period was after this date all references to the predecessor of the FCA, the UK Financial Services Authority (the "FSA"), have been replaced within these financial statements, and within the Prospectus;
- The Company currently has claims against several European Governments over tax withheld from a number of its sub-funds. It should be noted that the share which each sub-fund has in these claims is not reflected in the net asset value of the sub-fund (which is standard UK accounting practice) as they are not guaranteed, may not become payable and may be subject to litigation. In the event that the sub-fund does receive any assets as a result of a successful pursuit of these claims, they will be paid as a windfall to those shareholders who remain in the sub-fund at the date of payment of the claim, or in the case of a terminating sub-fund, the date of closure of the sub-fund;
- Following FSA approval, termination of the Multi-Manager European Equity Fund commenced at 12 noon on 22 November 2010. Due to the possibility of windfall receipts from the pursuit of claims against several European governments over tax withheld, the termination is unable to be completed at present. Termination accounts will be issued within two months of the completion date;
- Amendments to the UK Regulations governing Open-Ended Investment Companies and the FCA's Collective Investment Schemes sourcebook which require limitation of liability between sub-funds of the Company came into effect on 21 December 2011. The new segregated liability regime is mandatory and it is our intention to apply to the FCA within the transitional period for approval to amend the Company's Prospectus and Instrument of Incorporation which will provide for this change;
- The European Securities and Markets Authority (ESMA) published guidelines on ETFs and other UCITS issues on 17 December 2012 (ref: ESMA/2012/832) which came into effect on 18 February 2013. These guidelines introduce increased disclosure requirements for investors in UCITS schemes in relation to exposure obtained through financial derivative instruments and efficient portfolio management techniques. Any annual accounting period which ends after the date of implementation of the guidelines must comply with the new disclosure requirements. Accordingly, the first new disclosures appear in the Long Report, within the Notes to the Financial Statements section of the relevant sub-funds. The Prospectus for the Company has also been amended as mentioned above to incorporate requirements from the ESMA guidelines.
- A revised Prospectus has been submitted to the FCA on 31 October 2013 for approval. Details noted below:
  - As part of the RDR project a number of amendments to the share classes have been made including the closure of inactive share classes; the activation and launch of the undernoted shares classes with effect from 11 December 2013; and amendments to the minimum investment limits;

    Multi-Manager Global Real Estate Fund B Net Income and B Net Accumulation; Multi-Manager UK Equity Focus Fund B Net Accumulation; Multi-Manager UK Equity Growth Fund B Net Accumulation; and Multi-Manager UK Equity Income Fund B Net Income and B Net Accumulation:
  - Adoption of protected cell status pursuant to the Open-Ended Investment Companies (Amendment) Regulations 2011; and
  - Amendment of the language used in Investment Objective and Policy for certain sub-funds as undernoted, following on from a review of the ACD's product range on recent regulatory changes proposed to absolute return and total return type strategies; the intention being to clarify the existing investment strategy of these sub-funds;

    Multi-Manager Global Real Estate Securities Fund; Multi-Manager International Equity Fund; Multi-Manager UK Equity Focus Fund; and Multi Manager UK Equity Growth Fund.

SWIP MULTI-MANAGER GLOBAL REAL ESTATE SECURITIES FUND

for the year ended 30 September 2013

Fund Profile

Investment Objective & Policy

The Fund's aim is to provide a total return by investing at least two-thirds of the Fund's total assets in transferable securities of listed companies and other vehicles, including Real Estate Investment Trusts (REITs), and collective investment schemes, each of whose main activities include the ownership, management and/or development of real estate around the world.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, cash, near cash, money market instruments, deposits and in other collective investment schemes.

The assets of the Fund will at all times be managed by at least three managers.

Risk Profile

Synthetic Risk and Reward Indicator: There are several different ways of measuring risk. The table below (source: Key Investor Information Document) uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

Typically lower rewards, lower risks ← → Typically higher rewards, higher risks

1	2	3	4	5	6	7

The Fund is ranked at 6 because it has experienced high levels of volatility over the past 5 years. The synthetic risk and reward indicator shown here is accurate as at 30 September 2013 and there has been no change to this ranking to date. The lowest category 1 does not mean a risk-free investment.

Currency Risk: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investment may rise or fall in line with exchange rates. This may also cause the value of any income generated to go up or down.

Derivatives Risk: Derivatives may be used for efficient portfolio management only. At times though, the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.

Operational Market Risk: Some of the countries in which the Fund invests means there is a higher element of operational risk due to less well regulated markets and less developed political, economic and legal systems and the Fund may have problems or delays in getting its investments back.

Investment Manager's Review

During the 12 month period ended 30 September 2013, the Fund returned 10.29% on a net-of-fee basis, while the benchmark returned 10.27%.

The global listed property market continued on a trajectory of positive performance through the first part of the review period. With investor confidence on the rise, smaller cap companies and stocks with more highly leveraged balance sheets tended to perform most strongly.

However, the global listed property market reversed course during the latter part of the review period, ending the run of positive performance. This was based on concerns over rising interest rates and bond yields. From May onwards, overall global real estate securities registered performance well behind the broader global equity market, while property developers underperformed as compared to investor companies within the real estate sector.

On a regional basis, the UK market was among the strongest globally, supported by relative economic strength and robust demand for prime office property in London. On the continent, most eurozone markets continue to see demand from investors expecting stable yields, while the market for secondary properties and real estate in periphery countries continues to stagnate.

The Fund outperformed the benchmark during the 12 month period under review, helped by its effective positioning and positive stock selection by all the underlying managers.

Performance was predominantly driven by effective stock selection in Asia and the US. Holding diversified stocks drove gains, as well as selecting retail holdings. From a stock perspective, holding Mitsui Fudosan added the most value overall. From a manager perspective, Cohen & Steers outperformed as a result of stock selection, which was strongest in Asia and Canada. AEW benefited from its stock selection within Asia and from its comparative lack of exposure to Canada. Invesco outperformed relative to the benchmark, as both stock selection and regional allocation contributed to performance. SWIP benefited from its stock selection among UK office holdings and retail.

Our central forecast is for a continuation of moderate US growth and a modest recovery in China. While Europe will continue to wrestle with intractable debt and political problems, we also believe that the European project will hold together for a further year. Taken all in all, we expect a year of single-digit market returns amidst continuing volatility and continuing low government bond yields. Whilst the downside risks are clear, we nonetheless believe that investors should remain invested in markets and continue with a disciplined and well-diversified strategy.

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

SWIP MULTI-MANAGER GLOBAL REAL ESTATE SECURITIES FUND

Distribution dates

XD date	Payment date
01/07/13	31/08/13
01/10/13	30/11/13

Ongoing Charges Figure

	30/09/13 %	30/09/12 %
A Accumulation	1.89	1.90
A Income	1.89	1.90
C Accumulation	1.39	1.40 *
P Income	1.09	1.10
Q Income	1.09	-
S Accumulation (USD share class)	1.89	1.90
X Accumulation	0.72	0.73

Share class Q Income was launched 1 November 2012.

The Ongoing Charges Figure (OCF) is the total expenses paid by each share class in the year against its average net asset value. The OCF can fluctuate as underlying costs change.

*Prior year OCF restated.

Details of investments

Investments	30/09/13 %	30/09/12 %
United States**	45.28	45.09
Japan	15.00	8.82
Australia	7.14	8.15
United Kingdom	7.02	5.39
Hong Kong**	6.68	9.03
Singapore	3.58	4.31
France	3.44	3.52
Canada**	2.94	3.93
Bermuda**	1.70	2.41
Germany	1.29	1.58
Switzerland	0.78	1.08
Sweden	0.77	1.00
Cayman Islands**	0.61	1.29
Netherlands	0.26	0.62
Brazil	0.19	0.18
Jersey, C.I.	0.13	0.09
Finland	0.12	0.14
China**	0.03	0.15
Philippines	-	0.42
Norway	-	0.16
Derivatives	(0.01)	(0.01)
Net other assets	3.05	2.65
Total net assets	100.00	100.00

**Comparatives have been restated to reclassify based on country of incorporation.

Net asset value

	NAV per share 30/09/13 (p)	NAV per share 30/09/12 (p)	NAV percentage change %
A Accumulation	146.67	132.91	10.35
A Income	123.14	114.16	7.87
C Accumulation	118.87	107.15	10.94
P Income	124.71	114.70	8.73
Q Income	124.71	-	-
S Accumulation (USD share class)	60.08	54.41	10.42
X Accumulation	158.61	142.08	11.63

Performance record

	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %	01/10/10 to 30/09/11 %	01/10/09 to 30/09/10 %	01/10/08 to 30/09/09 %
Net Return#	10.29	21.53	(6.40)	15.60	3.59
Benchmark Return+	10.27	25.49	(6.11)	19.80	(0.65)

#Multi-Manager Global Real Estate Securities Fund A Accumulation share price movement in GBP at valuation point; Revenue (net of tax) reinvested and net of expenses; Source: Lipper.

+FTSE EPRA/NAREIT Global Real Estate index in GBP at close of business; Revenue (gross of tax) reinvested and gross of expenses; Source: Russell.

Past performance is not a guide to future performance. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

Distribution rates

	Third interim 30/06/13 (p/c)	Final 30/09/13 (p/c)
A Accumulation	1.3163	0.7876
A Income	1.1211	0.6660
C Accumulation	1.0918	0.6625
P Income	1.1316	0.6726
Q Income	1.1316	0.6726
S Accumulation (USD share class)	0.8106c	0.5524c
X Accumulation	1.4190	0.8302

Top five holdings

	30/09/13 %		30/09/12 %
1. Simon Property	5.56	Simon Property	5.29
2. Mitsubishi Estate	3.55	Sun Hung Kai Properties	2.89
3. Mitsui Fudosan	3.28	Westfield	2.85
4. ProLogis	2.98	Equity Residential	2.26
5. Unibail-Rodamco	2.26	ProLogis	2.26

Number of holdings: 250

Number of holdings: 283

SWIP MULTI-MANAGER INTERNATIONAL EQUITY FUND

for the year ended 30 September 2013

Fund Profile

Investment Objective & Policy

The Fund's aim is to provide total returns by investing at least two-thirds of the Fund's total assets in shares and other equity instruments which are issued by companies located around the world in various jurisdictions, excluding the UK.

The Fund may also invest the remaining portion of its assets in other equities (including UK equities), in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes.

The assets of the Fund will at all times be managed by at least three managers.

Risk Profile

Synthetic Risk and Reward Indicator: There are several different ways of measuring risk. The table below (source: Key Investor Information Document) uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

Typically lower rewards, lower risks ← → Typically higher rewards, higher risks

1	2	3	4	5	6	7

The Fund is ranked at 6 because it has experienced high levels of volatility over the past 5 years. The synthetic risk and reward indicator shown here is accurate as at 30 September 2013 and there has been no change to this ranking to date. The lowest category 1 does not mean a risk-free investment.

Currency Risk: The Fund may have holdings which are denominated in different currencies and may be affected by movements in exchange rates. Consequently, the value of the Fund's investment may rise or fall in line with exchange rates. This may also cause the value of any income generated to go up or down.

Derivatives Risk: Derivatives may be used for efficient portfolio management only. At times though, the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.

Operational Market Risk: Some of the countries in which the Fund invests means there is a higher element of operational risk due to less well regulated markets and less developed political, economic and legal systems and the Fund may have problems or delays in getting its investments back.

Investment Manager's Review

The period under review has been positive for the world's stock markets, with share prices rising over the course of the last twelve months. Against this background, the Fund produced a very encouraging net return of 19.08%.

Actions by central banks finally gave investors the confidence to move away from the safe havens of cash and government bonds in favour of assets that carry a slightly higher level of risk. As a result, most developed equity markets have enjoyed healthy gains.

Most of the gains took place in the first part of the review period. In recent months, markets have become a bit more volatile following the announcement by US Federal Reserve chairman Ben Bernanke, that the rate-setting committee may slow the Fed's current $85 billion-a-month monetary stimulus programme.

Compared to most markets, the gains generated in Japan have been extraordinary. The Topix index gained in excess of 60% over the last year. The gains have been driven by the victory of Shinzo Abe and the Liberal Democratic Party (LDP) in the Japanese general election. He has instigated inflationary policies aimed at ending years of stagnant economic growth.

In recent months, at a time when many other global markets have been consolidating, European equities have picked up the baton and made reasonable headway. The region exited recession in the second quarter of this year, while forward-looking indicators have improved. Nonetheless, European Central Bank president Mario Draghi has pledged to keep interest rates low until the recovery gains momentum

Over the review period, the Fund has been slightly underweight the US and Japan and overweight Europe ex UK and Asia ex Japan. The underweight to the US has not affected performance over the time period, whereas the underweight to Japan and overweight to Asia ex Japan have not helped. On the positive side, the overweight to Europe ex UK has been helpful as this market has risen almost 30% over the time period.

In terms of sector positioning, the Fund retains a more or less neutral position.

Looking at the performance of the sub-managers in which the Fund invests, six out of ten outperformed their indices. Harris Associates produced the best overall absolute performance, rising almost 40% over the period. The large overweight to European stocks helped performance as did stock picking and no weighting in Asia ex Japan. Both Walter Scott and MFS Global outperformed the world index, mostly due to stock selection. The two European mandates also provided strong absolute and relative returns.

On the downside, weaker returns came from managers with exposure to Asia and emerging markets in a period when these markets lagged. Neptune was the only global manager to underperform, due to its overweight to cyclicality and to China. First State, Aberdeen and Hexam all struggled in weaker Asian markets.

Looking ahead, equity markets may well experience a period of further consolidation after the gains of the last year. We remain convinced that the Fund remains appropriately positioned to capture the market's upside as and when further gains are made.

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

SWIP MULTI-MANAGER INTERNATIONAL EQUITY FUND

Distribution date

XD date	Payment date
01/10/13	30/11/13

Ongoing Charges Figure

	30/09/13 %	30/09/12 %
A Accumulation	1.83	1.83
B Accumulation	1.03	1.03
C Accumulation	1.33	1.33
P Income	1.06	1.06
Q Income	1.06	-
X Accumulation	0.69	0.69

Share class Q Income was launched 1 November 2012.

The Ongoing Charges Figure (OCF) is the total expenses paid by each share class in the year against its average net asset value. The OCF can fluctuate as underlying costs change.

Details of investments

Investments	30/09/13 %	30/09/12 %
United States**	45.46	41.95
Switzerland	7.99	7.06
France	5.61	5.92
Japan	5.34	4.32
United Kingdom**	4.91	5.74
Germany	4.62	4.47
Hong Kong**	2.92	3.31
Australia	1.97	3.28
Singapore	1.76	2.06
Netherlands	1.60	1.50
South Korea	1.47	1.99
Sweden	1.04	0.99
Curacao**	0.95	0.77
Jersey, C.I.**	0.88	0.70
Taiwan	0.85	0.91
China**	0.78	1.29
Spain	0.78	1.00
Denmark	0.77	0.62
Ireland	0.76	0.47
Canada	0.74	0.68
Italy	0.74	1.01
Cayman Islands**	0.69	0.50
India	0.65	0.66
Brazil	0.61	0.92
Bermuda**	0.55	0.56
Russia**	0.55	1.17
Malaysia	0.46	0.59
Thailand	0.39	0.63
Belgium	0.25	0.30
Luxembourg	0.24	0.33
Israel	0.19	0.22
Philippines	0.17	0.26
Mexico	0.16	0.45
Finland	0.15	0.07
Austria	0.12	0.08
Papua N.Guinea	0.11	-
Indonesia	0.09	0.16
Norway	0.06	0.48
Czech Republic	0.05	0.07
Portugal	0.05	0.04
Turkey	0.03	-
South Africa	0.02	-
Panama**	0.02	0.47
Guernsey, C.I.	-	0.10
Derivatives	0.06	0.01
Net other assets	2.39	1.89
Total net assets	100.00	100.00

**Comparatives have been restated to reclassify based on country of incorporation.

Net asset value

	NAV per share 30/09/13 (p)	NAV per share 30/09/12 (p)	NAV percentage change %
A Accumulation	200.22	168.04	19.15
B Accumulation	215.11	179.08	20.12
C Accumulation	128.37	107.19	19.76
P Income	197.38	166.05	18.87
Q Income	197.38	-	-
X Accumulation	221.57	183.84	20.52

Performance record

	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %	01/10/10 to 30/09/11 %	01/10/09 to 30/09/10 %	01/10/08 to 30/09/09 %
Net Return#	19.08	15.05	(4.44)	11.60	16.29
Sector Average Return~	19.46	n/a	n/a	n/a	n/a
Benchmark Return+	19.21	17.78	(3.96)	9.52	12.02

#Multi-Manager International Equity Fund A Accumulation share price movement in GBP at valuation point; Revenue (net of tax) reinvested and net of expenses; Source: Lipper.
~Global (funds which invest at least 80% of their assets globally in equities. Funds must be diversified by geographic region.); Revenue (net of tax) reinvested and net of expenses; Source: Lipper.
The sector has been changed from unclassified to the Global Sector as this was deemed to best reflect the Fund's portfolio.
+FTSE World ex-UK index in GBP at close of business; Revenue (gross of tax) reinvested and gross of expenses; Source: Datastream.
Past performance is not a guide to future performance. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates

Distribution rates

	Final 30/09/13 (p)
A Accumulation	0.5413
B Accumulation	1.4954
C Accumulation	0.7215
P Income	1.3616
Q Income	1.3616
X Accumulation	1.9363

Top five holdings

	30/09/13 %		30/09/12 %
1. Nestle	1.34	Intel	1.27
2. Schlumberger	0.95	Nestle	1.16
3. Visa	0.94	Apple	1.12
4. Wells Fargo	0.93	Wells Fargo	0.94
5. Oracle	0.92	CSL	0.85

Number of holdings: 813

Number of holdings: 871

SWIP MULTI-MANAGER UK EQUITY FOCUS FUND

for the year ended 30 September 2013

Fund Profile

Investment Objective & Policy

The Fund's aim is to provide total returns by investing at least two-thirds of the Fund's total assets in shares and other equity instruments issued by companies domiciled in or carrying on a preponderant part of their business activities in the UK.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes. The investments will be selected with a view to achieving the Fund's objective of providing total returns and using focussed stock selection.

The assets of the Fund will at all times be managed by at least three managers.

Risk Profile

Synthetic Risk and Reward Indicator: There are several different ways of measuring risk. The table below (source: Key Investor Information Document) uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

Typically lower rewards, lower risks ← → Typically higher rewards, higher risks

1	2	3	4	5	6	7

The Fund is ranked at 6 because it has experienced high levels of volatility over the past 5 years. The synthetic risk and reward indicator shown here is accurate as at 30 September 2013 and there has been no change to this ranking to date. The lowest category 1 does not mean a risk-free investment.

Derivatives Risk: Derivatives may be used for efficient portfolio management only. At times though, the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.

Investment Manager's Review

Over the twelve months under review, the Fund generated a very encouraging return of 17.38%. This was generated against a background of growing indications that the UK economic rebound is gaining momentum.

Activity in August for industry was at a 30-month high. The UK labour market, meanwhile, continues to improve. House prices are at a seven-year high, thanks in part to the government's Funding for Lending and Help to Buy schemes. This, though, has led some commentators to worry that we are entering an unsustainable debt-led recovery. Meanwhile, Mark Carney, new Bank of England governor, recently initiated "forward guidance". This included assurances that interest rates will stay low until unemployment falls to 7% (currently 7.6%). The market's reaction has so far been muted, however, with most more concerned about when the US Federal Reserve will "taper" it's asset purchasing scheme. This $85 billion-a-month stimulus has supported risk assets around the world, the likelihood of it slowing has unsettled investors.

Looking at the Fund, performance improved as the year progressed, helped by its size bias (mid-cap stocks over large caps) and also by the bias towards growth stocks. Overweight positions in industrials and technology as well as an underweight position in the energy sector also proved beneficial. On the downside, the comparatively low weighting in financials had a negative impact on performance, as these stocks staged a recovery.

During June we switched from Legal & General to Lindsell Train. We believe Legal & General should have produced better returns during a market environment that has historically suited the manager's investment style. Nick Train will manage the Lindsell Train sub-fund, he has extensive investment experience and has delivered excellent results for over a decade using a concentrated portfolio of "quality" companies that have strong brands and / or powerful market franchises. Lindsell Train has made a good contribution to performance since taking over from investing in stockmarket proxies such as London Stock Exchange, Hargreaves Lansdown and Schroders.

Of the remaining three sub-funds held over the review period, Jupiter produced the strongest performance. The sub-fund benefited from its focus on businesses that are primarily (though not all) exposed to Western economies as they appear to be undervalued compared with companies that may benefit from the strength of Asian economies. In particular Jupiter benefited from a zero weighting to mining, a large underweight to oil & gas, an overweight to media and also good stock picking within financials.

BlackRock was helped by its bias to mid caps at the expense of large caps and a focus on growth companies. Both BlackRock and FOUR Capital benefited at sector level from overweights to industrials and IT and a zero weighting to tobacco. While BlackRock stock picking proved strongest in industrials, particularly support services, which contain an electic mixture of companies, FOUR Capital benefited from good stock selection media, IT and non-life insurance.

Currently the Fund is underweight the FTSE 100 and FTSE Small Cap and overweight FTSE 250. The remainder is invested in names outside the FTSE All Share index where the managers find better opportunities including exposure to overseas names. The main overweight positions are in financial services, media and technology whereas the underweight positions are in oil & gas producers, banks, tobacco and mining.

Despite the many challenges facing the UK economy, opportunities for investors remain and we believe this blend of managers leaves the Fund well placed to capitalise on such opportunities.

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

SWIP MULTI-MANAGER UK EQUITY FOCUS FUND

Distribution date

XD date	Payment date
01/10/13	30/11/13

Ongoing Charges Figure

	30/09/13 %	30/09/12 %
A Accumulation	1.81	1.81
P Income	1.06	1.06
Q Income	1.06	-
X Accumulation	0.69	0.69

Share class Q Income was launched 1 November 2012.

The Ongoing Charges Figure (OCF) is the total expenses paid by each share class in the year against its average net asset value. The OCF can fluctuate as underlying costs change.

Details of investments

Investments	30/09/13 %	30/09/12 %
Financials	20.58	16.79
Consumer Services	15.32	10.24
Industrials	13.81	17.53
Consumer Goods	12.99	7.36
Oil & Gas	9.25	13.05
Health Care	7.59	7.20
Technology	7.52	6.88
Telecommunications	5.92	7.32
Basic Materials	4.99	9.43
Utilities	0.68	2.24
Derivatives	(0.01)	(0.01)
Net other assets	1.36	1.97
Total net assets	100.00	100.00

Net asset value

	NAV per share 30/09/13 (p)	NAV per share 30/09/12 (p)	NAV percentage change %
A Accumulation	172.03	146.53	17.40
P Income	151.87	130.82	16.09
Q Income	151.87	-	-
X Accumulation	160.20	134.92	18.74

Performance record

	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %	01/10/10 to 30/09/11 %	01/10/09 to 30/09/10 %	01/10/08 to 30/09/09 %
Net Return#	17.38	17.64	(6.03)	8.59	9.89
Sector Average Return~	22.70	17.65	(5.32)	11.87	11.14
Benchmark Return+	18.93	17.25	(4.37)	12.49	10.80

#Multi-Manager UK Equity Focus Fund A Accumulation share price movement in GBP at valuation point; Revenue (net of tax) reinvested and net of expenses; Source: Lipper.

~UK All Companies (funds which invest at least 80% of their assets in UK equities which have a primary objective of achieving capital growth); Revenue (net of tax) reinvested and net of expenses; Source: Lipper.

+FTSE All-Share index in GBP at close of business; Revenue (gross of tax) reinvested and gross of expenses; Source: Rimes.

Past performance is not a guide to future performance. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

Distribution rates

	Final 30/09/13 (p)
A Accumulation	1.3217
P Income	1.7510
Q Income	1.7510
X Accumulation	2.1219

Top five holdings

	30/09/13 %		30/09/12 %
1. GlaxoSmithKline	4.47	GlaxoSmithKline	4.49
2. Vodafone	3.80	Vodafone	4.47
3. Reed Elsevier	2.84	BP	3.43
4. London Stock Exchange	2.74	BG	3.42
5. Pearson	2.73	Rio Tinto	3.10

Number of holdings: 153

Number of holdings: 143

SWIP MULTI-MANAGER UK EQUITY GROWTH FUND

for the year ended 30 September 2013

Fund Profile

Investment Objective & Policy

The Fund's aim is to provide total returns by investing at least two-thirds of the Fund's total assets in shares and other equity instruments issued by companies domiciled in or carrying on a preponderant part of their business activities in the UK.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes. The investments will be selected with a view to achieving the Fund's objective of providing total returns.

The assets of the Fund will at all times be managed by at least three managers.

Risk Profile

Synthetic Risk and Reward Indicator: There are several different ways of measuring risk. The table below (source: Key Investor Information Document) uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

Typically lower rewards, lower risks ← → Typically higher rewards, higher risks

1	2	3	4	5	6	7

The Fund is ranked at 6 because it has experienced high levels of volatility over the past 5 years. The synthetic risk and reward indicator shown here is accurate as at 30 September 2013 and there has been no change to this ranking to date. The lowest category 1 does not mean a risk-free investment.

Derivatives Risk: Derivatives may be used for efficient portfolio management only. At times though, the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.

Investment Manager's Review

During the 12-month period ended 30 September 2013, the Fund returned 20.96% on a net-of-fee basis, while the benchmark returned 18.93%.

UK equities performed well over the period under review. Positive sentiment towards improving global economic growth was the main positive factor.

Meanwhile, there have also been growing indications that the UK economic rebound is gaining momentum. Official data from the ONS recorded 0.7% growth in the second quarter of 2013 (up from 0.6%), mainly as a result of stronger growth from the construction and manufacturing sectors. Indeed, the latter rose at its fastest pace since 1994, according to the Purchasing Managers' index. Activity in August for industry was at a 30-month high. The UK labour market, meanwhile, continues to improve. House prices are at a seven-year high, thanks in part to the government's Funding for Lending and Help to Buy schemes. This, though, has lead some commentators to worry that we are entering an unsustainable debt-led recovery.

Mark Carney, new Bank of England governor, announced as part of his new policy of "forward guidance" that interest rates will stay low until unemployment falls to 7% (currently 7.6%). The market's reaction has so far been muted, however, with most more concerned about when the US Federal Reserve will "taper" it's asset purchase scheme. This $85 billion-a-month stimulus has supported risk assets around the world and the likelihood of it slowing has unsettled investors.

Looking at the Fund, it outperformed the benchmark, helped by its effective positioning and positive stock selection by the underlying managers.

The holding in Investec helped drive performance, benefitting from its effective stock selection among consumer services and industrials (metals & mining). Henderson also contributed to performance, benefiting from positive stock selection among financials and consumer services. In contrast, FOUR Capital underperformed over the first part of the review period, but improved in latter months.

Looking ahead, our central forecast is for a continuation of moderate US growth and a modest recovery in China. While Europe will continue to wrestle with intractable debt and political problems, we also believe that the European project will hold together for a further year. Taken all in all, we expect a year of single digit stock market returns amid continuing volatility and low government bond yields. While the downside risks are clear, we nonetheless believe investors should remain invested in markets and continue with a disciplined and well-diversified strategy.

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

SWIP MULTI-MANAGER UK EQUITY GROWTH FUND

Distribution date

XD date	Payment date
01/10/13	30/11/13

Ongoing Charges Figure

	30/09/13 %	30/09/12 %
A Accumulation	1.82	1.82
B Income	1.02	1.02
P Income	0.94	0.94
Q Income	0.94	-
X Accumulation	0.57	0.57

Share class Q Income was launched 1 November 2012.

The Ongoing Charges Figure (OCF) is the total expenses paid by each share class in the year against its average net asset value. The OCF can fluctuate as underlying costs change.

Details of investments

Investments	30/09/13 %	30/09/12 %
Financials	20.26	16.57
Consumer Services	13.77	10.97
Oil & Gas	11.93	14.34
Industrials	11.68	11.76
Consumer Goods	10.84	11.29
Health Care	7.68	8.31
Basic Materials	6.63	9.06
Telecommunications	5.42	5.71
Technology	4.04	3.04
Utilities	2.00	3.66
Derivatives	(0.12)	(0.09)
Net other assets	5.87	5.38
Total net assets	100.00	100.00

Net asset value

	NAV per share 30/09/13 (p)	NAV per share 30/09/12 (p)	NAV percentage change %
A Accumulation	174.12	143.94	20.97
B Income	129.45	108.37	19.45
P Income	149.95	125.52	19.46
Q Income	149.95	-	-
X Accumulation	164.19	134.04	22.49

Performance record

	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %	01/10/10 to 30/09/11 %	01/10/09 to 30/09/10 %	01/10/08 to 30/09/09 %
Net Return#	20.96	17.44	(5.90)	13.10	10.76
Sector Average Return~	22.70	17.65	(5.32)	11.87	11.14
Benchmark Return+	18.93	17.25	(4.37)	12.49	10.80

#Multi-Manager UK Equity Growth Fund A Accumulation share price movement in GBP at valuation point; Revenue (net of tax) reinvested and net of expenses; Source: Lipper.

~UK All Companies (funds which invest at least 80% of their assets in UK equities which have a primary objective of achieving capital growth); Revenue (net of tax) reinvested and net of expenses; Source: Lipper.

+FTSE All-Share index in GBP at close of business; Revenue (gross of tax) reinvested and gross of expenses; Source: Rimes.

Past performance is not a guide to future performance. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

Distribution rates

	Final 30/09/13 (p)
A Accumulation	1.4702
B Income	1.6241
P Income	1.9424
Q Income	1.9424
X Accumulation	2.3996

Top five holdings

	30/09/13 %		30/09/12 %
1. Vodafone	4.91	GlaxoSmithKline	4.91
2. GlaxoSmithKline	4.19	Vodafone	4.89
3. Prudential	3.31	BG	3.65
4. Rio Tinto	3.03	Royal Dutch Shell	3.50
5. BG	2.98	Rio Tinto	3.34

Number of holdings: 128

Number of holdings: 116

SWIP MULTI-MANAGER UK EQUITY INCOME FUND

for the year ended 30 September 2013

Fund Profile

Investment Objective & Policy

The Fund's aim is to provide income by investing at least two-thirds of the Fund's total assets in shares and other equity instruments issued by companies domiciled in or carrying on a preponderant part of their business activities in the UK.

The Fund may also invest the remaining portion of its assets in other equities, in new issues for which application for listing on a stock exchange will be sought, in other transferable securities and in convertibles, warrants, money market instruments, deposits and in collective investment schemes. The investments will be selected with a view to achieving the Fund's objective of providing an income above the average for UK equity funds such as by investing in shares and other equity instruments with a high dividend paying ratio and longer-term capital growth.

The assets of the Fund will at all times be managed by at least three managers.

Risk Profile

Synthetic Risk and Reward Indicator: There are several different ways of measuring risk. The table below (source: Key Investor Information Document) uses an industry standard measure of fund risk based on measuring a fund's volatility using its returns over the past five years. Volatility is generated by both rising and falling prices. Volatility doesn't tell you how much a fund has lost or gained; it indicates how volatile its returns were historically. The Fund's ranking may change over time and may not be a reliable indication of its future risk profile.

Typically lower rewards, lower risks ← → Typically higher rewards, higher risks

1	2	3	4	5	6	7

The Fund is ranked at 6 because it has experienced high levels of volatility over the past 5 years. The synthetic risk and reward indicator shown here is accurate as at 30 September 2013 and there has been no change to this ranking to date. The lowest category 1 does not mean a risk-free investment.

Derivatives Risk: Derivatives may be used for efficient portfolio management only. At times though, the use of these instruments could lead to considerable short term fluctuations in price. The impact to the Fund is greater where derivatives are used in an extensive or complex way.

Investment Manager's Review

Over the twelve months under review, the Fund generated a very encouraging net return of 16.11%. This was generated against a background of growing indications that the UK economic rebound is gaining momentum.

Activity in August for industry was at a 30-month high. The UK labour market, meanwhile, continues to improve. House prices are at a seven-year high, thanks in part to the government's Funding for Lending and Help to Buy schemes. This, though, has led some commentators to worry that we are entering an unsustainable debt-led recovery. Meanwhile, Mark Carney, new Bank of England governor, recently initiated "forward guidance". This included assurances that interest rates will stay low until unemployment falls to 7% (currently 7.6%). The market's reaction has so far been muted, however, with most more concerned about when the US Federal Reserve will "taper" it's asset purchasing scheme. This $85 billion-a-month stimulus has supported risk assets around the world, the likelihood of it slowing has unsettled investors.

In the first part of the year, the improvement in risk appetite favoured small and mid-cap stocks. Therefore, the Fund's performance was held back compared to the peer group by its bias towards defensive large cap stocks, which tend to provide higher dividend payouts.

From a sector perspective, underweight positions in the strongly performing but low-yielding mining and bank sectors held back performance. Performance improved as the year progressed, however, and several of the underlying managers turned around their performance. Threadneedle benefited from an improvement in stock selection, while Neptune benefited from its macroeconomic view, as it increased the sensitivity of its portfolio to the state of the economy. PSigma remained defensively positioned, allowing it to benefit from its overweight positions in tobacco, telecoms and especially pharmaceuticals. BlackRock was the main laggard and struggled with a higher-than-normal cash weighting and poor stock selection within certain sectors.

We recently had a change of sub-manager and following the successful transition from BlackRock to Royal London Asset Management (RLAM) in August the Fund moved to an overweight stance in mid capitalisation companies. More recently, the main drivers to performance were the underweight in the poorly performing oil & gas sector and overweight industrials which benefited from improving economic conditions.

Looking ahead, we remain confident that our chosen managers bring the right blend of experience and stock picking ability to generate returns in the current investment environment.

Investment markets and conditions can change rapidly and as such the views expressed should not be taken as statements of fact nor should reliance be placed on these views when making investment decisions.

SWIP MULTI-MANAGER UK EQUITY INCOME FUND

Distribution dates

XD date	Payment date
01/07/13	31/08/13
01/10/13	30/11/13

Ongoing Charges Figure

	30/09/13 %	30/09/12 %
A Accumulation	1.81	1.81
A Income	1.81	1.81
C Accumulation	1.31	-
C Income	1.31	-
P Income	0.96	0.96
Q Income	0.96	-
X Accumulation	0.59	0.59

Share class C Accumulation was launched 22 July 2013.

Share class C Income was launched 22 July 2013.

Share class Q Income was launched 1 November 2012.

The Ongoing Charges Figure (OCF) is the total expenses paid by each share class in the year against its average net asset value. The OCF can fluctuate as underlying costs change.

Details of investments

Investments	30/09/13 %	30/09/12 %
Industrials	18.29	11.07
Financials	18.28	13.46
Consumer Services	13.89	10.99
Consumer Goods	11.06	15.52
Health Care	10.24	10.19
Oil & Gas	7.45	12.45
Telecommunications	6.09	8.95
Basic Materials	5.33	7.25
Utilities	5.33	6.22
Technology	2.21	1.52
Net other assets	1.83	2.38
Total net assets	100.00	100.00

Net asset value

	NAV per share 30/09/13 (p)	NAV per share 30/09/12 (p)	NAV percentage change %
A Accumulation	171.41	147.59	16.14
A Income	104.61	93.65	11.70
C Accumulation	99.00	-	-
C Income	98.19	-	-
P Income	128.21	113.80	12.66
Q Income	128.21	-	-
X Accumulation	159.36	135.54	17.57

Performance record

	01/10/12 to 30/09/13 %	01/10/11 to 30/09/12 %	01/10/10 to 30/09/11 %	01/10/09 to 30/09/10 %	01/10/08 to 30/09/09 %
Net Return#	16.11	16.76	(1.17)	8.94	8.29
Sector Average Return~	20.94	17.39	(2.53)	9.79	8.14
Benchmark Return+	18.93	17.25	(4.37)	12.49	10.80

#Multi-Manager UK Equity Income Fund A Accumulation share price movement in GBP at valuation point; Revenue (net of tax) reinvested and net of expenses; Source: Lipper.

~UK Equity Income (funds which invest at least 80% of their assets in UK equities and which intend to achieve a historic yield on the distributable income in excess of 110% of the FTSE All-Share yield at the fund's year end); Revenue (net of tax) reinvested and net of expenses; Source: Lipper.

+FTSE All-Share index in GBP at close of business; Revenue (gross of tax) reinvested and gross of expenses; Source: Rimes.

Past performance is not a guide to future performance. The value of an investment and any revenue from it is not guaranteed and can go down as well as up depending on investment performance and currency exchange rates.

Distribution rates

	Third interim 30/06/13 (p)	Final 30/09/13 (p)
A Accumulation	2.1711	1.5341
A Income	1.3548	0.9449
C Accumulation	-	0.8070
C Income	-	0.8070
P Income	1.6549	1.1567
Q Income	1.6549	1.1567
X Accumulation	2.0088	1.4243

Top five holdings

	30/09/13 %		30/09/12 %
1. Royal Dutch Shell	4.31	Royal Dutch Shell	5.44
2. GlaxoSmithKline	4.28	GlaxoSmithKline	4.68
3. AstraZeneca	3.67	Vodafone	4.28
4. BT	3.33	British American Tobacco	3.62
5. Vodafone	2.76	AstraZeneca	3.19

Number of holdings: 171

Number of holdings: 155

44790 01/14

SCOTTISH WIDOWS INVESTMENT PARTNERSHIP

PERFORM