

Old Mutual MultiManager Trust

Interim Report and Financial Statements (unaudited)
For the period from 1 October 2013 to 31 March 2014

Contents

	Page
Fund Information	4
Report of Manager	7
Manager's report	8
Statement of the Manager's responsibilities	9
Statement of the Trustee's responsibilities	10
Report of the Trustee to the Unitholders of the Old Mutual MultiManager Trust	10
Old Mutual MultiManager Trust	11
Aggregated statement of total return	11
Aggregated statement of change in net assets attributable to unitholders	11
Aggregated balance sheet	12
Notes to the aggregated financial statements	13
Old Mutual Artemis Income Fund	14
Performance record	14
Investment manager's review	15
Portfolio statement	20
Statement of total return	21
Statement of change in net assets attributable to unitholders	21
Notes to the financial statements	23
Distribution table	24
Old Mutual Artemis UK Special Situations Fund	25
Performance record	25
Investment manager's review	26
Portfolio statement	28
Statement of total return	32
Statement of change in net assets attributable to unitholders	32
Balance sheet	33
Notes to the financial statements	34
Distribution table	34
Old Mutual Blackrock UK Special Situations Fund	36
Performance record	36
Investment manager's review	37
Portfolio statement	39
Statement of total return	43
Statement of change in net assets attributable to unitholders	43
Balance sheet	44
Notes to the financial statements	45
Distribution table	46
Old Mutual Equity 1 Fund	47
Performance record	47
Investment manager's review	48
Portfolio statement	50
Statement of total return	54
Statement of change in net assets attributable to unitholders	54
Balance sheet	55
Notes to the financial statements	56
Distribution table	57

Contents (continued)

	Page
Old Mutual Equity 2 Fund	58
Performance record	58
Investment manager's review	59
Portfolio statement	64
Statement of total return	65
Statement of change in net assets attributable to unitholders	65
Balance sheet	66
Notes to the financial statements	67
Distribution table	68
Old Mutual Ethical Fund	69
Performance record	69
Investment manager's review	70
Portfolio statement	73
Statement of total return	76
Statement of change in net assets attributable to unitholders	76
Balance sheet	77
Notes to the financial statements	78
Distribution table	79
Old Mutual Newton Higher Income Fund	80
Performance record	80
Investment manager's review	81
Portfolio statement	83
Statement of total return	86
Statement of change in net assets attributable to unitholders	86
Balance sheet	87
Notes to the financial statements	88
Distribution table	89
Old Mutual Newton Managed Fund	90
Performance record	90
Portfolio statement	93
Statement of total return	94
Statement of change in net assets attributable to unitholders	94
Balance sheet	95
Notes to the financial statements	96
Old Mutual UK Alpha Fund	97
Performance record	97
Investment manager's review	99
Portfolio statement	101
Statement of total return	104
Statement of change in net assets attributable to unitholders	104
Balance sheet	105
Notes to the financial statements	106
Distribution table	107
Old Mutual UK Index Fund	108
Performance record	108
Investment manager's review	109
Portfolio statement	112
Statement of total return	130
Statement of change in net assets attributable to unitholders	130
Balance sheet	131
Notes to the financial statements	132
Distribution table	133

Fund information

Manager

Old Mutual Investment Management Limited
Millennium Bridge House
2 Lambeth Hill
London
EC4V 4AJ

Authorised and regulated by the Financial Conduct Authority.

Trustee

National Westminster Bank plc
135 Bishopsgate
London
EC2M 3UR

Authorised and regulated by the Financial Conduct Authority.

Legal Advisers

Macfarlanes LLP
20 Cursitor Street
London
EC4A 1LT

Auditors

KPMG Audit PLC
Saltire Court
20 Castle Terrace
Edinburgh
EH1 2EG

Administrator

Citibank N.A. London Branch
Citigroup Centre
Canada Square
Canary Wharf
London
EC14 5LB

Registrar

Citibank N.A. London Branch
PO Box 27061
227 West George Street
Glasgow
G2 9GT

Authorised and regulated by the Financial Conduct Authority.

(Both the register of unitholders and the plan register can be inspected at the Registrar's Glasgow office, 145 St Vincent Street, 4th floor, Glasgow, G2 5JF)

Risk Monitoring Provider

Citibank N.A. London Branch
Citigroup Centre
Canada Square
Canary Wharf
London
EC14 5LB

Fund information (continued)

Investment advisers

Old Mutual Artemis Income Fund

Artemis Investment Management LLP
Cassini House
57 St James's Street
London
SW1A 1LD

Authorised and regulated by the Financial Conduct Authority.

Old Mutual Artemis UK Special Situations Fund

Artemis Investment Management LLP
Cassini House
57 St James's Street
London
SW1A 1LD

Authorised and regulated by the Financial Conduct Authority.

Old Mutual BlackRock UK Special Situations Fund

BlackRock Investment Management (UK) Limited
12 Throgmorton Avenue
London
EC2N 2DL

Authorised and regulated by the Financial Conduct Authority.

Old Mutual Ethical Fund

Impax Asset Management Limited
Pegasus House
37-43 Sackville Street
London
W1S 3EH

Authorised and regulated by the Financial Conduct Authority.

Old Mutual Newton Higher Income Fund

Newton Investment Management Limited
BNY Mellon Centre
160 Queen Victoria Street
London
EC4V 4LA

Authorised and regulated by the Financial Conduct Authority.

Old Mutual Newton Managed Fund

Newton Investment Management Limited
BNY Mellon Centre
160 Queen Victoria Street
London
EC4V 4LA

Authorised and regulated by the Financial Conduct Authority.

Old Mutual UK Index Fund

BlackRock Advisors (UK) Limited
Drapers Gardens
12 Throgmorton Avenue
London
EC2N 2DL

Authorised and regulated by the Financial Conduct Authority.

Old Mutual Equity 1 Fund

Old Mutual Investment Management Limited
Millennium Bridge House
2 Lambeth Hill
London
EC4V 4AJ

Authorised and regulated by the Financial Conduct Authority.

Fund Information (continued)

Old Mutual Equity 2 Fund

Investec Asset Management Limited
2 Gresham Street
London
EC2V 7QA

Authorised and regulated by the Financial Conduct Authority.

Old Mutual UK Alpha Fund

Old Mutual Investment Management Limited
Millennium Bridge House
2 Lambeth Hill
London
EC4V 4AJ

Authorised and regulated by the Financial Conduct Authority.

Old Mutual Investment Management Ltd, a member of the Old Mutual Group of companies, is authorised and regulated by the Financial Conduct Authority. FCA Register number 208543. Registered Office: Skandia House, Portland Terrace, Southampton, SO14 7EJ, United Kingdom.
Registered Number: 4227837 England. www.omglobalinvestors.com

Report of the Manager

Manager's report

The Manager presents the report and financial statements for the Old Mutual MultiManager Trust (the "Fund") for the period from 1 October 2013 to 31 March 2014. The Fund was launched on 13 December 2002 and units for each sub-fund were first offered for sale at 50p each.

Authorised status

The Old Mutual MultiManager Trust is an authorised unit trust scheme ("AUT") under section 243 of the Financial Services and Markets Act 2000 (Authorisation orders) and is constituted by a Trust Deed between Old Mutual Investment Management Limited (the "Manager") and National Westminster Bank Plc (the "Trustee"), authorised and regulated by the Financial Conduct Authority. It is a "UCITS Scheme" for the purpose of the Financial Conduct Authority's Collective Investment Schemes Sourcebook (the "COLL Sourcebook").

Liability

Unitholders do not have any proprietary interest in the underlying assets of the Funds and they are not liable for the debts of the Funds.

Subsequent events

These financial statements have been prepared in accordance with the Statement of Recommended Practice (SORP) for authorised Funds issued by the Investment Management Association (IMA) in October 2010.

The Fund is an umbrella scheme which complies with the Financial Conduct Authority's Collective Investment Schemes Sourcebook (COLL) and has nine sub-funds (listed below). Additional sub-funds may be launched in the future:

Sub-fund name	Launch date
Old Mutual Ethical fund	23 September 2005
Old Mutual UK Index Fund	13 December 2002
Old Mutual Equity 1 Fund	19 October 2004
Old Mutual Equity 2 Fund	13 December 2002
Old Mutual UK Alpha Fund	31 January 2003
Old Mutual Artemis Income Fund	29 March 2013
Old Mutual Artemis UK Special Situations Fund	12 April 2013
Old Mutual BlackRock UK Special Situations Fund	27 March 2013
Old Mutual Newton Higher Income Fund	12 April 2013
Old Mutual Newton Managed Fund*	23 February 2005

*The Old Mutual Newton Managed Fund was closed to investors on 27 February 2014

Additional information

In accordance with the requirements of the Financial Services and Market Act 2000, we hereby certify these financial statements on behalf of the Manager.



M Dean
Director
Old Mutual Investment Management Limited

20 May 2014



P J R Nathan
Director
Old Mutual Investment Management Limited

20 May 2014

Manager's report

The purpose of this report is to provide details of the progress of the Old Mutual MultiManager Trust, and its sub-funds contained within. The report provides details of the performance and the portfolio of each of the sub-funds.

Net asset value of sub-funds

	31 March 2014			30 September 2013		
	Net asset value of sub-fund	Units in issue	Net asset value per unit	Net asset value of sub-fund	Units in issue	Net asset value per unit
Old Mutual Artemis Income Fund - Accumulation 'A'	£808,082	821,098	98.41p	-	-	-
Old Mutual Artemis Income Fund - Income 'A'	£100,752,075	93,165,141	108.14p	£100,784,424	96,185,744	104.78p
Old Mutual Artemis Income Fund - Income 'U2'	£9,700	9,660	100.42p	-	-	-
Old Mutual Artemis UK Special Situations Fund - Accumulation 'A'	£37,954,866	31,123,231	121.95p	£37,480,097	33,658,606	111.35p
Old Mutual Artemis UK Special Situations Fund - Accumulation 'U2'	£20,879	21,079	99.05p	-	-	-
Old Mutual BlackRock UK Special Situations Fund - Accumulation 'A'	£73,545,061	66,142,695	111.19p	£74,805,323	71,890,536	104.05p
Old Mutual BlackRock UK Special Situations Fund - Accumulation 'U2'	£674,853	684,576	98.58p	-	-	-
Old Mutual Equity 1 Fund - Accumulation 'A'	£120,198,641	125,369,364	95.88p	£120,375,078	144,882,226	83.08p
Old Mutual Equity 2 Fund - Accumulation 'A'	£145,124,436	113,530,790	127.83p	£129,927,462	108,631,883	119.60p
Old Mutual Ethical Fund - Accumulation 'A'	£74,080,072	92,587,651	80.01p	£76,621,165	99,876,764	76.72p
Old Mutual Ethical Fund - Accumulation 'R'	£7,065,283	8,783,988	80.43p	£663,707	867,429	76.51p
Old Mutual Newton Higher Income Fund - Accumulation 'U2'	£1,012	1,000	101.20p	-	-	-
Old Mutual Newton Higher Income Fund - Income 'A'	£34,757,388	32,948,305	105.49p	£36,000,094	36,195,479	99.46p
Old Mutual Newton Managed Fund - Accumulation 'A'	-	-	-	£312,938,301	367,833,663	85.08p
Old Mutual UK Alpha Fund - Accumulation 'A'	£112,178,784	103,848,723	108.02p	£44,240,384	42,871,167	103.19p
Old Mutual UK Alpha Fund - Accumulation 'R'	£308,068,805	245,782,102	125.34p	£195,641,067	164,138,786	119.19p
Old Mutual UK Alpha Fund - Accumulation 'U1'	£193,002,614	173,902,711	110.98p	£113,321,975	107,268,966	105.64p
Old Mutual UK Alpha Fund - Accumulation 'U2'	£179,163,784	169,322,025	105.81p	-	-	-
Old Mutual UK Alpha Fund - Accumulation 'X'	£13,756,052	14,200,000	96.87p	-	-	-
Old Mutual UK Alpha Fund - Income 'A'	£11,175,259	10,148,979	110.11p	£4,418,837	4,162,887	106.15p
Old Mutual UK Alpha Fund - Income 'R'	£12,628,931	11,356,284	111.21p	£2,975,205	2,780,823	106.99p
Old Mutual UK Alpha Fund - Income 'U1'	£421,850,170	388,734,030	108.52p	£219,286,369	211,076,953	103.89p
Old Mutual UK Alpha Fund - Income 'U2'	£786,566	749,794	104.90p	-	-	-
Old Mutual UK Index Fund - Accumulation 'A'	£186,203,905	149,682,439	124.40p	£185,701,070	156,673,146	118.53p
Old Mutual UK Index Fund - Accumulation 'R'	£11,450	9,331	122.71p	-	-	-
Old Mutual UK Index Fund - Accumulation 'U2'	£239,074	240,870	99.25	-	-	-

Statement of the Manager's responsibilities

The Regulations, as issued and amended by the Financial Conduct Authority, require the Manager to prepare financial statements for each interim and annual accounting period which give a true and fair view of the financial affairs of the Fund and of its net revenue/(expense) and the net capital gains/(losses) of the scheme for the period. In preparing the financial statements the Manager is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with the accounting requirements of the Statement of Recommended Practice 'Financial Statements of Authorised Funds' issued by the Investment Management Association ("IMA") in October 2010;
- follow generally accepted United Kingdom accounting principles and standards and applicable United Kingdom laws;
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the scheme will continue in operation;
- keep proper accounting records which enable it to demonstrate that the financial statements, as prepared, comply with the above requirements; and
- take reasonable steps for the detection and prevention of fraud and non-compliance with laws or regulations.

The Manager is responsible for the management of the Fund in accordance with the Regulations, the Prospectus and the Trust Deed.

Statement of the Trustee's responsibilities

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

Report of the Trustee to the Unitholders of the Old Mutual MultiManager Trust

for the period from 1 October 2013 to 31 March 2014

It is the duty of the Trustee to take reasonable care to ensure that the scheme is managed in accordance with the Financial Conduct Authority's Collective Investment Scheme Sourcebook (COLL), as amended, the scheme's trust deed and Prospectus, in relation to the pricing of, and dealings in, units in the Scheme; the application of revenue of the Scheme; and the investment and borrowing powers of the Scheme.

Having carried out such procedures as we considered necessary to discharge our responsibilities as Trustee of the Scheme, it is our opinion, based on the information available to us and the explanations provided, that, in all material respects, the Manager:

- has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Scheme's units and the application of the Scheme's revenue in accordance with the COLL, the trust deed and Prospectus; and
- has observed the investment and borrowing powers and restrictions applicable to the Scheme.

National Westminster Bank Plc
Trustee

20 May 2014

Aggregated statement of total return

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14	01.10.13 to 31.03.14	01.10.12 to 31.03.13	01.10.12 to 31.03.13
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains			76,153		153,258
Revenue		21,837		13,905	
Expenses		(10,628)		(6,574)	
Finance costs: Interest	2	(11)		(2)	
Net revenue before taxation		11,198		7,329	
Taxation		(163)		(210)	
Net revenue after taxation			11,035		7,119
Total return before distributions			87,188		160,377
Finance costs: Distributions	2		(16,446)		(9,205)
Change in net assets attributable to unitholders from investment activities			70,742		151,172

Aggregated statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14	01.10.13 to 31.03.14	01.10.12 to 31.03.13	01.10.12 to 31.03.13
		£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders			1,655,675*		1,204,277
Amounts received on issue of units		717,889		51,462	
Amounts paid on cancellation of units		(421,490)		(340,376)	
			296,399		(288,914)
Stamp duty reserve tax			(364)		(182)
Change in net assets attributable to unitholders from investment activities			70,742		151,172
Retained distribution on accumulation units			11,605		7,745
Closing net assets attributable to unitholders			2,034,057		1,074,098

* Section 3.30 of the IMA SORP issued in October 2010 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to net assets at the start of the current period.

Aggregated balance sheet

as at 31 March 2014

	31.03.14	31.03.14	30.09.13	30.09.13
	£'000	£'000	£'000	£'000
Assets				
Investment assets		1,977,708		1,610,975
Debtors	24,048		14,619	
Cash and bank balances	59,586		47,004	
Total other assets		83,634		61,623
Total assets		2,061,342		1,672,598
Liabilities				
Investment liabilities		(19)		(152)
Creditors	(21,318)		(12,165)	
Bank overdrafts	(32)		-	
Distribution payable on income units	(5,916)		(4,606)	
Total other liabilities		(27,266)		(16,771)
Total liabilities		(27,285)		(16,923)
Net assets attributable to unitholders		2,034,057		1,655,675

Notes to the financial statements

for the period 1 October 2013 to 31 March 2014

1 Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2 Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000
Interim (31 December)	248	-
Interim (31 March)	17,225	7,745
	17,473	7,745
Revenue deducted on cancellation of units	814	1,698
Revenue received on issue of units	(1,841)	(238)
Finance costs: Distributions	16,446	9,205
Finance costs: Interest	11	2
Total finance costs	16,457	9,207
Reconciliation of distributions:		
Net revenue after taxation	11,035	7,119
ACD capitalised fees rebate	(2)	-
Capitalised fees	5,514	1,857
CT relief transfer	(27)	(24)
Revenue deficit carried forward	143	378
RDR conversion transfer from Income to Capital	27	-
UK stock dividends not distributed	-	(125)
Undistributed revenue carried forward	(244)	-
Finance costs: Distributions	16,446	9,205

Old Mutual Artemis Income Fund

Launch date	27 March 2013
Sector classification	UK Equity Income
Investment adviser	Artemis Investment Management LLP
Net asset value	£101,569,857

Objective

To achieve a rising income combined with capital growth from a portfolio primarily made up of investments in the United Kingdom.

Policy

The Investment Adviser actively manages the portfolio in order to achieve the objective with exposure to ordinary shares, preference shares, convertibles and fixed interest securities. The Investment Adviser will not be restricted in respect of choice of investments either by company size or industry, or in terms of the geographical split of the portfolio. The sub-fund may also invest in other transferable securities, units of collective investment schemes, money market instruments, warrants, cash and near cash, derivatives and forward transactions and other investments to the extent that each is permitted by the FCA Rules.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 100p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.13			
Income 'A'	£100,784,424	96,185,744	104.78
31.03.14			
Income 'A'	£100,752,075	93,165,141	108.14
Accumulation 'U2'*	£808,082	821,098	98.41
Income 'U2'**	£9,700	9,660	100.42

* from 21 February 2014

** from 28 February 2014

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2013		
Income 'A'	110.2	98.95
2014*		
Income 'A'	112.7	106.9
Accumulation 'U2'**	101.0	95.87
Income 'U2'***	100.3	100.0

* to 31 March

** from 21 February 2014

*** from 28 February 2014

Income (Net Distribution/Accumulations)

Calendar year	Pence per unit
2013	
Income 'A'	2.4934
2014*	
Income 'A'	1.5811
Accumulation 'U2'**	0.0540
Income 'U2'***	0.0000

* ex dividend date of 31 March and payable on 31 May 2014

** from 21 February 2014

*** from 28 February 2014

Investment Manager's review

It was a volatile period for the UK stock market. Tensions between Russia and Ukraine, the threat of sanctions from the West and mixed corporate earnings were to blame. Despite the uncertainty, fund performance proved positive in absolute terms and relative to the FTSE All-Share index.

Holdings in Laird, the London Stock Exchange and US railroad stock Norfolk & Southern made significant contributions to returns. Novartis also performed well, making encouraging progress towards developing a drug for preventing heart failure. Not holding UK supermarkets, currently in the midst of a price war, also helped relative returns.

Although the fund's overall performance was positive, two holdings performed poorly. Fraud in RSA Insurance's Irish division, and the departure of its CEO, sent its shares 25% lower. We believe there is still value in this business, so we retain our holding. Shares in Centrica also fell following Ed Miliband's announcement that he would freeze energy prices should Labour win the next election.

In terms of activity, the biggest changes came in the mining and banking sectors. We built a position in Glencore, a diversified mining company, after meeting its management. We sold BHP Billiton. In banking, we added to HSBC and bought Barclays, which we believe should eventually reward shareholders with attractive dividend payments. To finance these purchases, we sold Cisco. The NSA spying scandal has made some countries reluctant to buy telecoms equipment from US manufacturers. In pharmaceuticals, we reduced Roche and bought Sanofi, which has strong positions in diabetes treatments.

In terms of our outlook, after strong gains in equity markets last year, we are cautious. If higher share prices are to be justified, corporate earnings must rise. Meanwhile, we are seeing an unusually large number of initial public offerings (IPOs). We are approaching these warily. Newly listed companies rarely have the characteristics we look for in potential investments: stable franchises, strong balance sheets and good dividends.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rates at which funds of this type have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 5 have in the past shown moderately high volatility. With a fund of category 5, you have a moderately high risk of losing money but your chance for gains is also moderately high.

Investment risk - There is no guarantee that the sub-fund will achieve its objective.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub-fund because it primarily invests in this market.

Credit risk - the issuer of a Bond or a similar investment within the sub-fund may not pay income or repay capital to the sub fund when due. Bonds which are rated below investment grade are considered to have a higher risk exposure with respect to meeting their payment obligations.

Interest rate risk - investments in bonds are affected by interest rates and inflation trends which may affect the value of the sub-fund.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the Fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub-fund takes charges from capital of the sub fund. Investors should be aware that there is potential for capital erosion if insufficient capital growth is achieved by the sub-fund to cover the charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risk Factors" section of the Prospectus.

Asset Allocation

UK Equities	81.14%
European Equities	15.97%
North American Equities	2.92%
UK Corporate Bonds	0.45%
Derivatives	(0.02)%
Net other liabilities	(0.46)%
Total	100.00%

Portfolio allocation

United Kingdom:

Oil & Gas Producers	10.48%
Banks	7.88%
Pharmaceuticals & Biotechnology	7.66%
Life Insurance	4.83%
Financial Services	5.45%
Aerospace & Defence	3.61%
Media	3.53%
Electricity	3.35%
Household Goods & Home Construction	3.16%
Mining	3.29%
Fixed Line Telecommunications	2.99%
Tobacco	3.06%
Travel & Leisure	2.99%
Mobile Telecommunication	2.96%
General Retailers	2.82%
Gas, Water & Multiutilities	2.61%
Non-life Insurance	2.00%
Real Estate Investment Trusts	1.37%
Technology Hardware & Equipment	1.45%
Support Services	1.35%
Food Producers	1.07%
Health Care Equipment & Services	0.83%
Industrial Engineering	0.74%
Equity Investment Instruments	0.59%
Real Estate Investment & Services	0.52%
United Kingdom Fixed Rate Corporate Bonds	0.45%
Industrial Transportation	0.32%
General Industrials	0.25%
United Kingdom Derivatives	(0.02)%

Overseas:

Switzerland Equities	7.99%
Germany Equities	3.50%
United States America Equities	2.92%
France Equities	2.14%
Denmark Equities	1.37%
Jersey Equities	0.96%
Net other Liabilities	(0.46)%

Total	100.00%
--------------	----------------

Major holdings

BP	4.96%
GlaxoSmithKline	4.79%
HSBC	4.64%
Royal Dutch Shell 'B'	4.02%
Novartis	3.72%
Rio Tinto	3.29%
Imperial Tobacco	3.06%
Legal & General	3.05%
Glencore Xstrata	3.03%
BT	2.99%

Number of holdings

59

Ongoing charges figure (OCF)*

30.09.13 Income 'A'	1.55%
31.03.14 Income 'A'	1.54%
31.03.14 Accumulation 'U2'	0.72%
31.03.14 Income 'U2'	0.70%

* The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.

All information is at 31 March 2014 unless otherwise stated.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 81.58% (30 September 2013 86.70%)			
United Kingdom Debt Securities 0.45% (30 September 2013 0.43%)			
United Kingdom Fixed Rate Corporate Bonds 0.45% (30 September 2013 0.43%)			
£399,000	F&C Finance 9% Guaranteed Bonds 20/12/2016	455	0.45
United Kingdom Equities 81.14% (30 September 2013 86.27%)			
Aerospace & Defence 3.61% (30 September 2013 5.38%)			
207,828	BAE Systems	853	0.84
595,420	Cobham	1,781	1.75
57,642	Ultra Electronics	1,037	1.02
		3,671	3.61
Banks 7.88% (30 September 2013 6.77%)			
917,824	Barclays	2,129	2.09
775,266	HSBC	4,712	4.64
1,562,964	Lloyds Banking	1,165	1.15
		8,006	7.88
Chemicals 0.00% (30 September 2013 0.18%)			
Construction Materials 0.00% (30 September 2013 0.42%)			
Electricity 3.35% (30 September 2013 2.96%)			
185,461	Drax	1,422	1.40
133,170	SSE	1,976	1.95
		3,398	3.35
Equity Investment Instruments 0.59% (30 September 2013 0.53%)			
424,688	Ecofin Water & Power Opportunities	595	0.59
Financial Services 5.45% (30 September 2013 3.96%)			
596,971	3i	2,366	2.33
534,529	Artemis Global Income Fund	461	0.45
168,458	IG	1,066	1.05
82,880	London Stock Exchange	1,640	1.62
		5,533	5.45
Fixed Line Telecommunications 2.99% (30 September 2013 2.92%)			
805,108	BT	3,041	2.99
Food Producers 1.07% (30 September 2013 3.16%)			
163,102	Tate & Lyle	1,090	1.07
Gas, Water & Multiutilities 2.61% (30 September 2013 3.72%)			
808,264	Centrica	2,651	2.61

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	General Industrials 0.24% (30 September 2013 1.96%)		
19,559	Smiths	249	0.24
	General Retailers 2.82% (30 September 2013 1.94%)		
235,727	Halfords	1,074	1.06
426,970	Kingfisher	1,787	1.76
		2,861	2.82
	Health Care Equipment & Services 0.83% (30 September 2013 1.73%)		
93,010	Smith & Nephew	845	0.83
	Household Goods & Home Construction 3.16% (30 September 2013 2.60%)		
77,867	Persimmon	1,054	1.04
43,691	Reckitt Benckiser	2,152	2.12
		3,206	3.16
	Industrial Engineering 0.74% (30 September 2013 1.02%)		
252,294	Melrose Industries	749	0.74
	Industrial Transportation 0.32% (30 September 2013 0.30%)		
99,135	BBA Aviation	326	0.32
	Life Insurance 4.83% (30 September 2013 3.97%)		
1,498,992	Legal & General	3,097	3.05
478,842	Standard Life	1,805	1.78
		4,902	4.83
	Media 3.53% (30 September 2013 4.30%)		
139,841	Pearson	1,463	1.44
231,478	Reed Elsevier	2,125	2.09
		3,588	3.53
	Mining 3.29% (30 September 2013 5.50%)		
100,122	Rio Tinto	3,345	3.29
	Mobile Telecommunication 2.96% (30 September 2013 4.09%)		
145,392	Inmarsat	1,061	1.04
880,316	Vodafone	1,946	1.92
		3,007	2.96
	Non-Equity Investment Instruments 0.00% (30 September 2013 0.41%)		
	Non-life Insurance 2.00% (30 September 2013 3.00%)		
471,099	Direct Line Insurance	1,129	1.11
879,798	RSA Insurance	789	0.78
329,924	RSA Insurance – Nil paid right 24.04.2014	111	0.11
		2,029	2.00

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Oil & Gas Producers 10.48% (30 September 2013 9.79%)			
80,212	BG	894	0.88
1,038,767	BP	5,037	4.96
214,233	Premier Oil	630	0.62
173,048	Royal Dutch Shell 'B'	4,080	4.02
		<u>10,641</u>	<u>10.48</u>
Pharmaceuticals & Biotechnology 7.66% (30 September 2013 7.11%)			
74,528	AstraZeneca	2,911	2.87
303,384	GlaxoSmithKline	4,869	4.79
		<u>7,780</u>	<u>7.66</u>
Real Estate Investment & Services 0.52% (30 September 2013 0.23%)			
1,250,000	Assura	528	0.52
Real Estate Investment Trusts 1.37% (30 September 2013 1.28%)			
420,109	Segro	1,396	1.37
Support Services 1.35% (30 September 2013 0.34%)			
165,248	Hogg Robinson	128	0.13
1,010,532	Rentokil Initial	1,244	1.22
		<u>1,372</u>	<u>1.35</u>
Technology Hardware & Equipment 1.45% (30 September 2013 1.05%)			
486,532	Laird	1,471	1.45
Tobacco 3.06% (30 September 2013 3.21%)			
127,738	Imperial Tobacco	3,104	3.06
Travel & Leisure 2.99% (30 September 2013 2.44%)			
271,882	Carnival	1,194	1.18
538,137	William Hill	1,838	1.81
		<u>3,032</u>	<u>2.99</u>
United Kingdom Derivatives (0.02)% (30 September 2013 0.05%)			
£5,915,643	Sterling vs Euro Forward Exchange Contract	(11)	(0.01)
£4,800,000	Sterling vs Swiss Franc Forward Exchange Contract	(8)	(0.01)
£11,394,000	Sterling vs Danish Krone Forward Exchange Contract	(3)	0.00
£4,260,000	Sterling vs US Dollar Forward Exchange Contract	3	0.00
		<u>(19)</u>	<u>(0.02)</u>
Overseas 18.88% (30 September 2013 15.22%)			
Europe 15.96% (30 September 2013 11.97%)			
Europe Equities 15.96% (30 September 2013 11.97%)			
Denmark Equities 1.37% (30 September 2013 1.11%)			
252,188	TDC	1,387	1.37

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	France Equities 2.14% (30 September 2013 0.00%)		
34,505	Sanofi	2,176	2.14
	Germany Equities 3.50% (30 September 2013 4.00%)		
22,011	Bayer	1,799	1.77
78,276	Deutsche Post	1,762	1.73
		3,561	3.50
	Jersey Equities 0.96% (30 September 2013 1.06%)		
147,550	Phoenix	977	0.96
	Switzerland Equities 7.99% (30 September 2013 5.80%)		
245,585	Informa	1,260	1.24
988,312	Glencore Xstrata	3,074	3.03
74,433	Novartis	3,784	3.72
		8,118	7.99
	America 2.92% (30 September 2013 3.25%)		
	North America Equities 2.92% (30 September 2013 3.25%)		
	United States of America Equities 2.92% (30 September 2013 3.25%)		
30,343	Norfolk Southern	1,756	1.73
42,446	Verizon Communications	1,208	1.19
		2,964	2.92
	Investment assets*	102,035	100.46
	Net other liabilities	(465)	(0.46)
	Total net assets	101,570	100.00

* Including investment liabilities.

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000
	Note		
Income			
Net capital gains			4,065
Revenue		1,575	
Expenses		(797)	
Finance costs: Interest	2	(3)	
Net revenue before taxation		775	
Taxation		(37)	
Net revenue after taxation			738
Total return before distributions			4,803
Finance costs: Distributions	2		(1,506)
Change in net assets attributable to unitholders from investment activities			3,297

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000
Opening net assets attributable to unitholders		100,784
Amounts received on issue of units	5,710	
Amounts paid on cancellation of units	(8,211)	
		(2,501)
Stamp duty reserve tax		(11)
Change in net assets attributable to unitholders from investment activities		3,297
Retained distribution on accumulation units		1
Closing net assets attributable to unitholders		101,570

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		102,054		102,773
Debtors	738		796	
Cash and bank balances	726		558	
Total other assets		1,464		1,354
Total assets		103,518		104,127
Liabilities				
Investment liabilities		(19)		-
Creditors	(456)		(945)	
Distribution payable on income shares	(1,473)		(2,398)	
Total other liabilities		(1,929)		(3,343)
Total liabilities		(1,948)		(3,343)
Net assets attributable to unitholders		101,570		100,784

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

1 Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2 Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000
Interim (31 March)	1,473
Revenue deducted on cancellation of units	1,473
Revenue received on issue of units	59
Finance costs: Distributions	1,506
Finance costs: Interest	3
Total finance costs	1,509
Reconciliation of distributions:	
Net revenue after taxation	738
Capitalised ACD fee rebate	(2)
Capitalised ACD fee	778
Tax relief on capitalised fees	(8)
Finance costs: Distributions	1,506

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution payable 31.05.14 pence per unit
Income 'A' Units			
Group 1	1.5811	-	1.5811
Group 2	1.1156	0.4655	1.5811
Accumulation 'U2' Units**			
Group 1	0.0540	-	0.0540
Group 2	0.0232	0.0308	0.0540
Income 'U2' Units***			
Group 1	0.0000	-	0.0000
Group 2	0.0000	0.0000	0.0000

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

** Accumulation 'U2' units launched 21 February 2014

*** Accumulation 'U2' units launched 28 February 2014

Old Mutual Artemis UK Special Situations Fund

Launch date	12 April 2013
Sector classification	UK All Companies
Investment adviser	Artemis Investment Management LLP
Net asset value	£37,975,745

Objective

To achieve long term capital growth by exploiting special situations.

Policy

The sub-fund invests principally in UK equities and in companies which are headquartered or have a significant part of their activities in the UK which are quoted on a regulated market outside the UK. The Investment Adviser actively manages the portfolio in order to achieve the objective and will not be restricted in respect of investment either by company size or industry. The securities of companies listed, quoted and/or traded in the UK but domiciled elsewhere and the securities of companies traded on PLUS may be included in the portfolio.

The sub-fund may also invest in other transferable securities, units of collective investment schemes, money market instruments, warrants, cash and near cash, derivatives and forward transactions and other investments to the extent that each is permitted by the FCA Rules.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 100p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.13			
Accumulation 'A'	£37,480,097	33,658,606	111.35
31.03.14			
Accumulation 'A'	£37,954,866	31,123,231	121.95
Accumulation 'U2'*	£20,879	21,079	99.05

* from 17 February 2014

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2013*		
Accumulation 'A'	119.3	97.85
2014**		
Accumulation 'A'	126.1	118.5
Accumulation 'U2'***	102.3	97.93

* From 12 April

** to 31 March

*** from 17 February 2014

Income (Net Accumulations)

Calendar year	Pence per unit
2013	
Accumulation 'A'	1.4643
2014*	
Accumulation 'A'	0.0000
Accumulation 'U2'**	0.0000

* ex dividend date of 31 March and payable on 31 May 2014

** from 17 February 2014

Investment Manager's review

Despite increasing signs of recovery in the UK economy, corporate earnings are coming under pressure. Trading statements from BG, Debenhams, Wm Morrison, Rolls Royce, RSA, Shell and Tate & Lyle, for example, have been cautious. Despite these disappointments – and concerns over Ukraine and slower growth in China – the UK market registered a positive return. The fund, meanwhile, outperformed significantly.

Our strongest performers included Advanced Computer Software, Britvic, Xchanging and Pace. Despite the fund's strong performance, there were some disappointments. Most notably, RSA was hurt by the revelation of fraud in its Irish business. Its shares, however, have responded positively to the appointment of Stephen Hester as CEO. We support his approach to unlocking RSA's considerable potential.

In terms of fund activity, we supported a refinancing of Flybe. A new management team from easyJet is already beginning to reduce costs significantly. We also bought Rentokil. Its new management team has reduced the debt burden and focused on improving returns.

We started to take profits where we feel valuations have become stretched relative to historic levels. For example shares in Kingfisher moved higher despite unimpressive earnings growth, causing us to sell. We also took profits in BAE Systems, ITV and Avon Rubber. All three stocks had performed strongly for us. We have reduced our position in Reed Elsevier, which had risen significantly. It remains an excellent business, but we feel it no longer merits being our largest holding.

In terms of our outlook, uncertainty abounds. Worries about the health of the Chinese economy persist – and there are question marks over valuations in certain sectors of the UK market. It is difficult for us to offer any insight into events in China, but the overvaluation of certain technology stocks is clear. We are, meanwhile, sceptical of the recent boom in IPOs. Desperate for growth, investors are awarding bizarre valuations to some online businesses. We have not been active in this area and expect the froth to disperse in time.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rates at which funds of this type have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 5 have in the past shown moderately high volatility. With a fund of category 5, you have a moderately high risk of losing money but your chance for gains is also moderately high.

Investment risk - There is no guarantee that the sub fund will achieve its objective.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub fund because it primarily invests in this market.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk – Some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk – the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges.

For a more detailed explanation of risks, please refer to the "Risk Factors" section of the prospectus.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 86.49% (30 September 2013 87.74%)			
United Kingdom Equities 86.49% (30 September 2013 87.74%)			
Aerospace & Defence 2.32% (30 September 2013 3.08%)			
58,378	BAE Systems	150	0.39
327,360	Chemring	733	1.93
		<u>883</u>	<u>2.32</u>
Banks 5.01% (30 September 2013 5.02%)			
432,047	Barclays	1,002	2.64
148,334	HSBC	902	2.37
		<u>1,904</u>	<u>5.01</u>
Beverages 1.93% (30 September 2013 1.50%)			
99,119	Britvic	734	1.93
Chemicals 0.00% (30 September 2013 0.66%)			
Electricity 2.97% (30 September 2013 1.56%)			
147,178	Drax	1,128	2.97
Electronic & Electrical Equipment 4.42% (30 September 2013 2.63%)			
233,438	E2V Technologies	367	0.96
154,163	HellermannTyton	496	1.31
148,891	Morgan Advanced Materials	527	1.39
60,470	Security Research	27	0.07
27,805	Xaar	260	0.69
		<u>1,677</u>	<u>4.42</u>
Financial Services 8.01% (30 September 2013 8.68%)			
113,201	3i	449	1.18
3,570,472	Helphire	241	0.63
179,349	IG	1,134	2.99
31,577	London Stock Exchange	625	1.65
584,540	Man	591	1.56
		<u>3,040</u>	<u>8.01</u>
Fixed Line Telecommunications 1.33% (30 September 2013 1.79%)			
133,287	BT	503	1.33
Food & Drug Retailers 0.65% (30 September 2013 1.36%)			
157,579	Conviviality Retail	247	0.65

Portfolio statement

as at 31 March 2014

Food Producers 0.82% (30 September 2013 0.70%)		
46,726	Tate & Lyle	312 0.82
General Retailers 1.22% (30 September 2013 2.61%)		
776,303	Vertu Motors	464 1.22
Health Care Equipment Services 1.54% (30 September 2013 3.58%)		
64,453	Smith & Nephew	586 1.54
Life Insurance 3.04% (30 September 2013 5.02%)		
186,516	Aviva	892 2.35
127,081	Legal & General	263 0.69
		1,155 3.04
Media 5.22% (30 September 2013 6.95%)		
416,498	ITV	798 2.10
128,845	Reed Elsevier	1,183 3.12
		1,981 5.22
Mining 3.98% (30 September 2013 2.86%)		
44,402	Anglo American	676 1.78
24,956	Rio Tinto	834 2.20
		1,510 3.98
Mobile Telecommunication 3.15% (30 September 2013 5.17%)		
57,406	Inmarsat	419 1.11
350,908	Vodafone	776 2.04
		1,195 3.15
Non-life Insurance 0.82% (30 September 2013 1.81%)		
113,509	RSA Insurance	272 0.72
302,690	RSA Insurance Rights	38 0.10
		310 0.82
Oil & Gas Producers 6.79% (30 September 2013 6.49%)		
353,642	BP	1,715 4.51
294,187	Premier Oil	865 2.28
		2,580 6.79
Oil Equipment Services & Distribution 0.00% (30 September 2013 1.17%)		
Pharmaceuticals & Biotechnology 1.93% (30 September 2013 2.71%)		
25,000	Eco Animal Health	41 0.11
43,124	GlaxoSmithKline	692 1.82
		733 1.93

Portfolio statement

as at 31 March 2014

Software & Computer Services 9.23% (30 September 2013 5.80%)		
499,509	Advanced Computer Software	607 1.60
123,919	Computacenter	806 2.12
201,119	Micro Focus International	1,652 4.35
130,672	SDL	440 1.16
		<hr/> 3,505 9.23 <hr/>
Support Services 10.16% (30 September 2013 7.92%)		
261,010	G4S	628 1.65
63,138	Lavendon	508 1.34
137,081	Northgate	326 0.86
77,745	RPS	404 1.06
458,690	SIG	565 1.49
114,107	Tribal	356 0.94
129,447	WYG	140 0.37
563,610	Xchanging	930 2.45
		<hr/> 3,857 10.16 <hr/>
Technology Hardware & Equipment 1.17% (30 September 2013 1.49%)		
99,623	Pace	446 1.17
Travel & Leisure 10.78% (30 September 2013 7.18%)		
52,059	Betfair	566 1.49
483,899	Firstgroup	690 1.82
356,371	Flybe	469 1.23
124,254	GameAccount Network	170 0.45
224,903	Mitchells & Butlers	1,020 2.69
161,378	Stagecoach	630 1.66
307,853	Thomas Cook	547 1.44
		<hr/> 4,092 10.78 <hr/>
Overseas 10.31% (30 September 2013 6.91%)		
Europe 8.85% (30 September 2013 5.20%)		
Europe Equities 8.85% (30 September 2013 5.20%)		
Gibraltar Equities 1.12% (30 September 2013 0.94%)		
337,107	Bwin.Party Digital Entertainment	425 1.12
Guernsey Equities 2.43% (30 September 2013 2.79%)		
305,814	Resolution	921 2.43
Ireland Equities 0.90% (30 September 2013 0.00%)		
145,197	Dalata Hotel	343 0.90

Portfolio statement (continued)

as at 31 March 2014

	Jersey Equities 2.18% (30 September 2013 1.47%)		
95,439	Phoenix	632	1.66
58,598	Stanley Gibbons	198	0.52
		<u>830</u>	<u>2.18</u>
	Switzerland Equities 2.22% (30 September 2013 0.00%)		
270,891	Dalata Hotel	843	2.22
	Asia Pacific (excluding Japan) 1.46% (30 September 2013 1.40%)		
	Asia Pacific (excluding Japan) Equities 1.46% (30 September 2013 1.40%)		
	Singapore Equities 1.46% (30 September 2013 1.40%)		
179,436	Cape	555	1.46
	Middle East 0.00% (30 September 2013 0.31%)		
	Middle East Equities 0.00% (30 September 2013 0.31%)		
	United Arab Emirates Equities 0.00%" (30 September 2013 0.31%)		
		<u>36,759</u>	<u>96.80</u>
	Investment assets		
		<u>1,217</u>	<u>3.20</u>
	Net other liabilities		
		<u>37,976</u>	<u>100.00</u>
	Total net assets		

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000
	Note		
Income			
Net capital gains			3,535
Revenue		331	
Expenses		(299)	
Finance costs: Interest	2	-	
Net revenue before taxation		32	
Taxation		-	
Net revenue after taxation			32
Total return before distributions			3,567
Finance costs: Equalisation	2		(2)
Change in net assets attributable to unitholders from investment activities			3,565

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000
Opening net assets attributable to unitholders		37,480
Amounts received on issue of units	2,881	
Amounts paid on cancellation of units	(5,943)	
		(3,062)
Stamp duty reserve tax		(7)
Change in net assets attributable to unitholders from investment activities		3,565
Retained distribution on accumulation units		-
Closing net assets attributable to unitholders		37,976

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		36,759		35,475
Debtors	900		1,118	
Cash and bank balances	577		1,237	
Total other assets		1,477		2,355
Total assets		38,236		37,830
Liabilities				
Creditors	(260)		(350)	
Total other liabilities		(260)		(350)
Total liabilities		(260)		(350)
Net assets attributable to unitholders		37,976		37,480

Distribution table

1. Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2. Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000
Interim (31 March)	-
Revenue deducted on cancellation of units	4
Revenue received on issue of units	(2)
Finance costs: Distributions	2
Finance costs: Interest	-
Total finance costs	2
Reconciliation of distributions:	
Net revenue after taxation	32
Revenue deficit carried forward	(30)
Finance costs: Distributions	2

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution payable 31.05.14 pence per unit
Accumulation 'A' Units			
Group 1	0.0000	-	0.0000
Group 2	0.0000	0.0000	0.0000
Accumulation 'U2' Units**			
Group 1	0.0000	-	0.0000
Group 2	0.0000	0.0000	0.0000

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

** Accumulation 'U2' Units launched 18th February 2014.

Old Mutual BlackRock UK Special Situations Fund

Launch date	27 March 2013
Sector classification	UK All companies
Investment adviser	BlackRock Advisors (UK) Limited
Net asset value	£74,219,914

Objective

To achieve long term capital growth for investors.

Policy

The Fund invests primarily in the shares of companies incorporated or listed in the UK and will normally have an emphasis on small or medium sized companies. The Fund may also invest in collective investment schemes. Small and medium sized companies are those whose market capitalisation is lower than that of companies in the FTSE 100 Index at the time of the Fund's investment.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 50p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.13			
Accumulation 'A'	£74,805,322	71,890,536	104.05
31.03.14			
Accumulation 'A'	£73,545,061	66,142,695	111.19
Accumulation 'U2'*	£674,853	684,576	98.58

* from 14 February 2014

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2013		
Accumulation 'A'	112.9	96.09
2014*		
Accumulation 'A'	114.6	108.3
Accumulation 'U2'**	101.8	96.18

* to 31 March

** from 14 February 2014

Income (Net Accumulations)

Calendar year	Pence per unit
2013	
Accumulation 'A'	0.7329
2014*	
Accumulation 'A'	0.3935
Accumulation 'U2'	0.1148

* ex dividend date of 31 March and payable on 31 May 2014

** from 14 February 2014

Investment Manager's Review

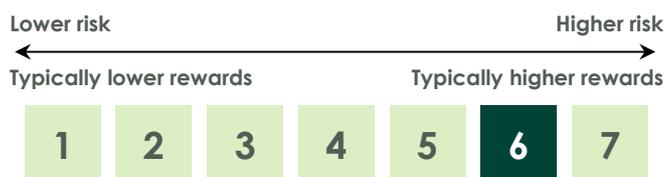
Market volatility was a prominent feature during the period as market participants reflected on the impact of a potential US strike on Syria, the outcome of the German elections and the timing of the tapering of quantitative easing by the Federal Reserve. Notwithstanding the focus on central-bank policy measures and geopolitical risks, there was a mood of quietly increasing optimism over improving economic indicators in the US, UK, Eurozone, Japan and China. European equity markets performed particularly well over the period, as investors sensed that the continent was finally emerging from its political and financial difficulties. US and UK equities also performed well relative to the broader global equity market. However, uncertainty over Federal Reserve policy took its toll on Asia Pacific and other global emerging markets as investors' risk appetite ebbed. For much of the period, concerns over the sustainability of Chinese economic growth also had a negative impact on markets in the region, although a subsequent improvement in the country's economic indicators seemed to reassure investors and boosted commodity prices. The performance of bond markets was mixed, oscillating on conflicting central-bank signals. Given investors' concerns over tapering, government bonds underperformed investment-grade corporate bonds and high-yield bonds, both of which were helped by the healthier corporate environment.

The largest contributor to performance came from the fund's holding in Ashtead which continued to trade well in the US benefiting from their well-invested fleet, the supply constraints of poorly capitalised competition and a nascent recovery in demand. Housebuilders continue to perform well, with further supportive policy from the UK Government. Bovis posted a positive trading statement in January highlighting a strong increase in orders for 2014. Victrex saw a pick-up in end user and reported a good start to the year and Howdens Joinery continues to perform well. Following the 2014 Budget announcement a benefit to performance was not owning life insurance and gaming companies within the portfolio, both of which have fared badly.

Over the quarter we have added to the Fund's positions in Jupiter Fund Management, Shaftesbury, Workspace and Dunelm and opened new positions in Elementis, Carnival and Ted Baker. We took some profits from our holding in Ashtead Group and Howdens Joinery and sold our positions in Verizon Communications, Antofagasta and Dialight.

Recent macroeconomic data from the developed world has been encouraging with clear signs that the UK economy is beginning to improve and some early signs of stabilisation in parts of Europe, although this has been balanced by continued worries regarding the outlook for emerging markets. Overall global GDP growth remains modest yet positive and equity valuations continue to look attractive relative to other assets. We continue to maintain an overall emphasis on high quality, well financed companies that we believe are able to prosper in a relatively low growth world.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rates at which funds of this type have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 6 have in the past shown relatively high volatility. With a fund of category 6, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Investment risk - There is no guarantee that the sub fund will achieve its objective.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub fund because it primarily invests in this market.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk - Some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the Fund's ability to meet redemption requests upon demand.

Derivative risk - the sub fund may use derivatives to reduce costs and/or the overall risk of the sub fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub fund takes charges from capital of the sub fund. Investors should be aware that there is potential for capital erosion if insufficient capital growth is achieved by the Fund to cover the charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risk Factors" section of the prospectus.

Asset allocation		Major holdings	Percentage of portfolio
UK Equities	97.00%	Royal Dutch Shell 'B'	5.03%
European Equities	2.78%	HSBC	4.21%
Net other liabilities	0.22%	Rio Tinto	3.55%
		GlaxoSmithKline	3.54%
		Victrex	3.11%
Total	100.00%	Ashtead	3.00%
		Bellway	2.95%
Portfolio allocation		Howden Joinery	2.88%
		Senior	2.84%
United Kingdom:		Barclays	2.83%
Oil & Gas Producers	10.76%		
Support Services	9.94%		
Banks	8.38%	Number of holdings	71
Financial Services	6.65%		
Household Goods & Home Construction	6.26%		
Mining	6.15%	Ongoing charges figure (OCF)*	
Electronic & Electrical Equipment	5.88%	30.09.13 Accumulation 'A'	1.61%
Pharmaceuticals & Biotechnology	4.91%	31.03.14 Accumulation 'A'	1.61%
Industrial Engineering	4.80%	31.03.14 Accumulation 'U2'	0.71%
Real Estate Investment Trusts	4.34%		
Software & Computer Services	3.89%		
Chemicals	3.64%		
Aerospace & Defence	3.16%		
Travel & Leisure	2.67%		
Food Producers	2.23%		
Food & Drug Retailers	2.02%		
Mobile Telecommunication	2.01%		
Beverages	1.96%		
Real Estate Investment & Services	1.86%		
Media	1.51%		
Oil Equipment, Services & Distribution	1.09%		
Construction & Materials	0.98%		
Fixed Line Telecommunications	0.61%		
Technology Hardware & Equipment	0.59%		
General Retailers	0.49%		
Personal Goods	0.22%		
Overseas:			
Ireland	2.59%		
Jersey	0.19%		
Net other assets	0.22%		
Total	100.00%		

* The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.

All information is at 31 March 2014 unless otherwise stated.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 97.00% (30 September 2013 99.51%)			
United Kingdom Equities 97.00% (30 September 2013 99.51%)			
Aerospace & Defence 3.16% (30 September 2013 3.15%)			
692,001	Senior	2,106	2.84
13,248	Ultra Electronics	238	0.32
		<u>2,344</u>	<u>3.16</u>
Banks 8.38% (30 September 2013 9.35%)			
904,390	Barclays	2,098	2.83
514,077	HSBC	3,125	4.21
1,334,962	Lloyds Banking	995	1.34
		<u>6,218</u>	<u>8.38</u>
Beverages 1.96% (30 September 2013 2.42%)			
77,366	Diageo	1,453	1.96
Chemicals 3.64% (30 September 2013 2.53%)			
140,616	Elementis	399	0.53
115,234	Victrex	2,307	3.11
		<u>2,706</u>	<u>3.64</u>
Construction & Materials 0.98% (30 September 2013 0.94%)			
67,279	Keller	710	0.95
53,262	Superglass	22	0.03
		<u>732</u>	<u>0.98</u>
Electronic & Electrical Equipment 5.88% (30 September 2013 6.47%)			
121,650	Domino Printing Sciences	940	1.27
67,177	Oxford Instruments	844	1.13
18,892	Renishaw	365	0.49
43,196	Spectris	995	1.34
130,447	Xaar	1,221	1.65
		<u>4,365</u>	<u>5.88</u>
Financial Services 6.65% (30 September 2013 6.69%)			
352,558	Jupiter Fund Management	1,412	1.90
128,277	Numis	394	0.54
81,595	Rathbone Brothers	1,479	1.99
82,176	Schroders	1,648	2.22
		<u>4,934</u>	<u>6.65</u>
Fixed Line Telecommunications 0.61% (30 September 2013 0.53%)			
95,002	Alternative Networks	453	0.61

Portfolio statement (continued)

as at 31 March 2014

Food & Drug Retailers 2.02% (30 September 2013 1.72%)		
904,152	Booker	1,498 2.02
Food Producers 2.23% (30 September 2013 2.40%)		
64,588	Unilever	1,657 2.23
General Retailers 0.49% (30 September 2013 0.16%)		
355,151	boohoo.com	186 0.25
19,166	Dunelm	180 0.24
		367 0.49
Household Goods & Home Construction 6.26% (30 September 2013 4.82%)		
131,920	Bellway	2,187 2.95
15,934	Berkeley	416 0.56
228,700	Bovis Homes	2,040 2.75
		4,644 6.26
Industrial Engineering 4.80% (30 September 2013 5.11%)		
65,920	Rotork	1,733 2.34
63,794	Spirax-Sarco Engineering	1,826 2.46
		3,559 4.80
Media 1.51% (30 September 2013 2.31%)		
109,504	Bloomsbury Publishing	191 0.26
494,858	ITE	932 1.25
		1,123 1.51
Mining 6.15% (30 September 2013 6.13%)		
96,713	BHP Billiton	1,794 2.41
433,007	Griffin Mining	139 0.19
78,725	Rio Tinto	2,630 3.55
		4,562 6.15
Mobile Telecommunication 2.01% (30 September 2013 3.96%)		
676,067	Vodafone	1,494 2.01
Oil & Gas Producers 10.76% (30 September 2013 11.10%)		
113,761	BG	1,268 1.71
418,499	BP	2,029 2.73
507,233	Faroe Petroleum	572 0.78
252,153	Premier Oil	376 0.51
158,621	Royal Dutch Shell 'B'	3,739 5.03
		7,985 10.76
Oil Equipment, Services & Distribution 1.09% (30 September 2013 1.85%)		
104,684	John Wood	808 1.09
Personal Goods 0.22% (30 September 2013 0.00%)		
7,393	Ted Baker	160 0.22

Portfolio statement (continued)

as at 31 March 2014

Pharmaceuticals & Biotechnology 4.91% (30 September 2013 6.06%)		
260,459	Abcam	1,013 1.37
164,129	GlaxoSmithKline	2,634 3.54
		<hr/> 3,647 4.91 <hr/>
Real Estate Investment & Services 1.86% (30 September 2013 1.51%)		
303,374	Development Securities	709 0.96
187,083	Foxtons	669 0.90
		<hr/> 1,379 1.86 <hr/>
Real Estate Investment Trusts 4.34% (30 September 2013 3.43%)		
71,758	Big Yellow	390 0.53
210,049	Great Portland Estates	1,335 1.80
206,714	Shaftesbury	1,354 1.82
24,233	Workspace	142 0.19
		<hr/> 3,221 4.34 <hr/>
Software & Computer Services 3.89% (30 September 2013 5.06%)		
80,552	Aveva	1,676 2.26
300,688	Blinkx	350 0.47
19,733	Fidessa	508 0.69
104,547	SDL	352 0.47
		<hr/> 2,886 3.89 <hr/>
Speciality Retail 0.00% (30 September 2013 0.17%)		
Support Services 9.94% (30 September 2013 8.70%)		
232,682	Ashtead	2,230 3.00
93,303	Brammer	453 0.61
570,765	Howden Joinery	2,143 2.88
27,648	Latchways	283 0.38
37,808	PayPoint	434 0.58
178,645	Robert Walters	545 0.74
80,223	RWS	786 1.07
251,514	SIG	504 0.68
		<hr/> 7,379 9.94 <hr/>
Technology Hardware & Equipment 0.59% (30 September 2013 1.30%)		
83,649	Pure Wafer	65 0.09
384,304	Spirent Communications	376 0.50
		<hr/> 441 0.59 <hr/>
Travel & Leisure 2.67% (30 September 2013 1.64%)		
15,500	Carnival	357 0.48
75,090	Merlin Entertainments	283 0.38
119,774	Restaurant	844 1.14
25,805	Young & Co's Brewery	182 0.25
34,139	Young & Co's Brewery 'A'	314 0.42
		<hr/> 1,980 2.67 <hr/>

Portfolio statement (continued)

as at 31 March 2014

Overseas 2.78% (30 September 2013 0.68%)

Europe 2.78% (30 September 2013 0.68%)

Europe Equities 2.78% (30 September 2013 0.68%)

Ireland Equities 2.59% (30 September 2013 0.68%)

1,920,146	BlackRock Institutional Cash Series - Institutional Sterling Liquidity Fund	1,920	2.59
	Jersey 0.19% (30 September 2013 0.00%)		
42,288	Stanley Gibbons	143	0.19
	Investment assets	74,057	99.78
	Net other liabilities	163	0.22
	Total net assets	74,220	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14	01.10.13 to 31.03.14
	Note	£'000	£'000
Income			
Net capital gains			4,765
Revenue		873	
Expenses		(605)	
Finance costs: Interest	2	-	
Net revenue before taxation		268	
Taxation		-	
Net revenue after taxation			268
Total return before distributions			5,033
Finance costs: Distributions	2		(268)
Change in net assets attributable to unitholders from investment activities			4,765

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14	01.10.13 to 31.03.14
	£'000	£'000
Opening net assets attributable to unitholders		74,805
Amounts received on issue of units	2,426	
Amounts paid on cancellation of units	(8,029)	
		(5,603)
Stamp duty reserve tax		(8)
Change in net assets attributable to unitholders from investment activities		4,765
Retained distribution on accumulation units		261
Closing net assets attributable to unitholders		74,220

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		74,057		74,949
Debtors	558		264	
Cash and bank balances	-		199	
Total other assets		558		463
Total assets		74,615		75,412
Liabilities				
Creditors	(363)		(607)	
Bank overdrafts	(32)		-	
Total other liabilities		(395)		(607)
Total liabilities		(395)		(607)
Net assets attributable to unitholders		74,220		74,805

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

1 Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2 Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000
Interim (31 March)	261
Revenue deducted on cancellation of units	261
Revenue received on issue of units	10
	(3)
Finance costs: Distributions	268
Finance costs: Interest	-
Total finance costs	268
Reconciliation of distributions:	
Net revenue after taxation	268
Finance costs: Distributions	268

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution payable 31.05.14 pence per unit
Accumulation 'A' Units			
Group 1	0.3935	-	0.3935
Group 2	0.2236	0.1699	0.3935
Accumulation 'U2' Units**			
Group 1	0.1148	-	0.1148
Group 2	0.0606	0.0542	0.1148

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

** Accumulation 'U2' Units launched 18th February 2014.

Old Mutual Equity 1 Fund

Launch date	19 October 2004
Sector classification	Unclassified
Investment adviser	Old Mutual Asset Managers (UK) Limited
Net asset value	£120,198,641

Objective

To maximise capital growth through investment in a focused portfolio of predominantly UK equities.

Policy

Investment will be in a portfolio of predominantly UK equities, either directly in transferable securities or through collective investment schemes, including those managed and operated by the Manager.

For efficient portfolio management purposes only, investment may also be made into derivatives or forward transactions.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 50p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.11			
Accumulation 'A'	£84,494,033	180,613,704	46.78
30.09.12			
Accumulation 'A'	£119,570,839	193,628,130	61.75
30.09.13			
Accumulation 'A'	£120,375,079	144,882,226	83.08
31.03.14			
Accumulation 'A'	£120,198,641	125,369,364	95.88

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2009		
Accumulation 'A'	48.01	30.06
2010		
Accumulation 'A'	55.71	42.39
2011		
Accumulation 'A'	59.89	45.54
2012		
Accumulation 'A'	66.31	50.51
2013		
Accumulation 'A'	91.26	67.27
2014*		
Accumulation 'A'	99.09	89.76

* to 31 March

Income (Net Accumulations)

Calendar year	Pence per unit
2009	
Accumulation 'A'	0.9338
2010	
Accumulation 'A'	0.4419
2011	
Accumulation 'A'	0.6111
2012	
Accumulation 'A'	0.5696
2013	
Accumulation 'A'	0.9484
2014*	
Accumulation 'A'	0.1121

* ex dividend date of 31 March and payable on 31 May 2014

Investment Manager's Review

UK data continued to improve over the review period. The housing market is generally positive and the employment picture has been especially encouraging, suggesting that overall growth may be stronger than official GDP figures suggest. There is a broad expectation that interest rates will rise, but the extent is likely to be limited. Inflation has continued to ease and there is little sense that this will reverse. Consumers remain hypersensitive to interest rates, not least through exposure to variable rate mortgages, adding to the Bank of England's caution in respect of raising rates.

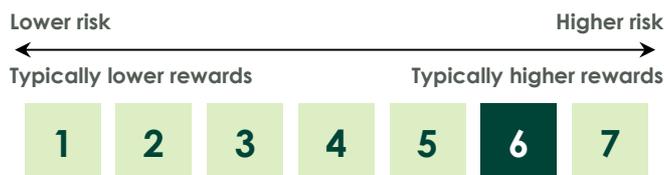
The global picture was positive, if more mixed. A severe winter and poor communication from the Federal Reserve clouded views on the US, though recovery there seemed to remain solid. Conditions in the eurozone have greatly improved, but resilient growth may still be some way off.

An overweight position in support services made the strongest positive contribution to returns at a sector level. The overweight is largely a reflection of the position in Ashtead, which delivered an excellent trading update. Overweights in Travel & Leisure and Household Goods & Home Construction were also positive, the latter driven by good performance from Barratt Developments. Software & Computer Services and Media were the main detractors at a sector level. At a stock level, Foxtons, the London estate agency, Al Noor Hospitals, Bodycote and storage business Big Yellow made good positive contributions. Phoenix Group was key detractor following the announcements on pension reform. ITE also detracted, suffering from its trading exposure to Ukraine and Russia.

We see no catalyst for changing the positioning of the fund – the combination of reasonable levels of global growth and the maintenance of loose monetary policy argues, in our view, for continuing to combine a range of stocks with structural growth or self-help features with an array of economically sensitive businesses, in particular those likely to benefit from an improving picture for the UK consumer. We aim to add value through good stock selection within this thematic framework.

Valuations continue to look reasonable, with the FTSE 250 Index (ex Investment Trusts) trading on around 15x 12-month forward earnings. From current valuation levels, it is critical that earnings growth projections are achieved to push equity prices higher. So far, corporate earnings growth remains muted so there has been no real catalyst to spur the market to further gains in recent months. However, there is a strong relationship between economic growth and corporate profit growth. If UK and global GDP growth expectations prove to be well founded then there is every reason to expect profit growth to resume as we move through 2014. The particular sensitivity of the mid-cap market to the UK economy bodes well in this respect.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rates at which funds of this type have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 6 have in the past shown relatively high volatility. With a fund of category 6, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sun-fund because it primarily invests in this market.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub-fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 90.08% (30 September 2013 90.84%)			
United Kingdom Equities 90.08% (30 September 2013 90.84%)			
Aerospace & Defence 1.78% (30 September 2013 1.83%)			
702,000	Senior	2,136	1.78
Beverages 0.00% (30 September 2013 1.22%)			
Chemicals 1.92% (30 September 2013 1.02%)			
820,681	Synthomer	2,302	1.92
Construction & Materials 1.57% (30 September 2013 1.77%)			
274,000	Balfour Beatty	821	0.68
100,938	Keller	1,065	0.89
		1,886	1.57
Electricity 1.44% (30 September 2013 0.00%)			
225,992	Drax	1,732	1.44
Electronic & Electrical Equipment 1.41% (30 September 2013 2.71%)			
25,384	Domino Printing Sciences	196	0.16
260,000	Halma	1,500	1.25
		1,696	1.41
Financial Services 6.47% (30 September 2013 9.26%)			
537,368	3i	2,130	1.77
17,037	Acquisition 1234	7	0.01
411,576	Brewin Dolphin	1,380	1.14
175,000	International Personal Finance	893	0.74
591,000	Jupiter Fund Management	2,368	1.96
244,916	SVG Capital	1,026	0.85
		7,804	6.47
Fixed Line Telecommunications 1.58% (30 September 2013 0.82%)			
395,977	TalkTalk Telecom	1,281	1.07
34,000	Telecom Plus	610	0.51
		1,891	1.58
General Industrials 2.25% (30 September 2013 2.02%)			
843,000	DS Smith	2,710	2.25
General Retailers 6.08% (30 September 2013 4.95%)			
3,875,224	boohoo.com	2,034	1.69
7,199,603	Dixons Retail	3,515	2.92
164,276	N Brown	940	0.78
348,786	Pets at Home	834	0.69
		7,323	6.08

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Household Goods & Home Construction 7.73% (30 September 2013 9.55%)			
720,978	Barratt Developments	2,966	2.47
59,000	Berkeley	1,542	1.28
257,956	Persimmon	3,493	2.91
1,106,946	Taylor Wimpey	1,291	1.07
		9,292	7.73
Industrial Engineering 3.16% (30 September 2013 2.76%)			
467,000	Bodycote	3,794	3.16
Industrial Metals & Mining 0.00% (30 September 2013 0.30%)			
Life Insurance 2.95% (30 September 2013 3.45%)			
44	St James's Place	3,545	2.95
Media 4.87% (30 September 2013 3.59%)			
284,518	Daily Mail & General Trust	2,467	2.05
450,589	ITE	849	0.71
96,653	Rightmove	2,532	2.11
		5,848	4.87
Mining 0.42% (30 September 2013 1.25%)			
179,000	Lonmin	509	0.42
Mobile Telecommunication 0.85% (30 September 2013 0.91%)			
139,359	Inmarsat	1,017	0.85
Non-life Insurance 0.91% (30 September 2013 0.00%)			
454,933	Direct Line Insurance	1,090	0.91
Oil & Gas Producers 0.00% (30 September 2013 1.12%)			
Oil & Equipment Services & Distribution 0.00% (30 September 2013 0.84%)			
Personal Goods 2.16% (30 September 2013 1.14%)			
153,586	SuperGroup	2,596	2.16
Pharmaceuticals & Biotechnology 3.21% (30 September 2013 1.09%)			
587,278	BTG	3,195	2.66
40,163	Hikma Pharmaceuticals	658	0.55
		3,853	3.21
Real Estate Investment & Services 9.26% (30 September 2013 8.52%)			
1,143,987	Capital & Counties Properties	4,015	3.34
660,267	Foxtons	2,362	1.97
296,000	Savills	1,955	1.63
642,991	Unite	2,791	2.32
		11,123	9.26

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Real Estate Investment Trusts 2.97% (30 September 2013 2.13%)		
364,186	Big Yellow	1,979	1.65
	Real Estate Investment Trusts (continued)		
271,082	Workspace	1,593	1.32
		3,572	2.97
	Software & Computer Services 0.61% (30 September 2013 4.94%)		
89,889	Micro Focus International	738	0.61
	Support Services 14.49% (30 September 2013 9.71%)		
571,405	Ashtead	5,477	4.56
223,000	Essentra	1,919	1.60
570,000	Howden Joinery	2,140	1.78
197,034	Interserve	1,433	1.19
243,000	Northgate	1,261	1.05
526,194	Optimal Payments	1,927	1.60
920,000	Rentokil Initial	1,133	0.94
154,421	WS Atkins	2,128	1.77
		17,418	14.49
	Technology Hardware & Equipment 2.06% (30 September 2013 1.22%)		
127,720	CSR	889	0.74
353,000	Pace	1,581	1.32
		2,470	2.06
	Travel & Leisure 9.93% (30 September 2013 12.72%)		
331,760	Enterprise Inns	483	0.40
32,234	Go-Ahead	601	0.50
230,000	Greene King	2,063	1.72
584,000	Restaurant	4,114	3.43
2,263,662	Spirit Pub	1,828	1.52
1,596,000	Thomas Cook	2,836	2.36
		11,926	9.93
	Overseas 5.42% (30 September 2013 7.33%)		
	Europe 3.02% (30 September 2013 5.55%)		
	Europe Equities 3.02% (30 September 2013 5.55%)		
	Jersey Equities 1.98% (30 September 2013 2.85%)		
359,500	Phoenix	2,380	1.98
	Luxembourg Equities 1.04% (30 September 2013 1.03%)		
564,000	Regus	1,246	1.04

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Switzerland Equities 0.00% (30 September 2013 1.67%)		
	Asia 0.00%" (30 September 2013 0.55%)		
	Asia Equities 0.00% (30 September 2013 0.55%)		
	Russian Federation Equities 0.00% (30 September 2013 0.55%)		
	Middle East 2.40% (30 September 2013 1.23%)		
	Middle East Equities 2.40% (30 September 2013 1.23%)		
	Israel Equities 0.90% (30 September 2013 0.00%)		
179,579	Plus500	1,086	0.90
	United Arab Emirates Equities 1.50% (30 September 2013 1.23%)		
170,404	Al Noor Hospitals	1,803	1.50
	Investment assets	114,787	95.50
	Net other assets	5,412	4.50
	Total net assets	120,199	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

	Note	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Income					
Net capital gains			17,784		26,270
Revenue		846		1,442	
Expenses		(664)		(720)	
Finance costs: Interest	2	-		-	
Net revenue before taxation		182		722	
Taxation		(5)		-	
Net revenue after taxation			177		722
Total return before distributions			17,961		26,992
Finance costs: Distributions	2		(177)		(722)
Change in net assets attributable to unitholders from investment activities			17,784		26,270

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Opening net assets attributable to unitholders		120,375*		119,571
Amounts received on issue of units	1,654		5,614	
Amounts paid on cancellation of units	(19,745)		(7,728)	
		(18,091)		(2,114)
Stamp duty reserve tax		(10)		(14)
Change in net assets attributable to unitholders from investment activities		17,784		26,270
Retained distribution on accumulation units		141		714
Closing net assets attributable to unitholders		120,199		144,427

* Section 3.30 of the IMA SORP issued in October 2010 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to net assets at the start of the current period.

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		114,786		118,178
Debtors	592		1,806	
Cash and bank balances	5,440		1,080	
Total other assets		6,032		2,886
Total assets		120,818		121,064
Liabilities				
Creditors	(619)		(689)	
Total other liabilities		(619)		(689)
Total liabilities		(619)		(689)
Net assets attributable to unitholders		120,199		120,375

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

1 Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2 Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000
Interim (31 March)	140	714
Revenue deducted on cancellation of units	140	714
Revenue received on issue of units	40	21
	(3)	(13)
Finance costs: Distributions	177	722
Finance costs: Interest	-	-
Total finance costs	177	722
Reconciliation of distributions:		
Net revenue after taxation	177	722
Finance costs: Distributions	177	722

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution payable 31.05.14 pence per unit	Distribution paid 31.05.13 pence per unit
Accumulation 'A' Units				
Group 1	0.1121	-	0.1121	0.3744
Group 2	0.0000	0.1121	0.1121	0.3744

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

Old Mutual Equity 2 Fund

Launch date	13 December 2002
Sector classification	Unclassified
Investment adviser	Investec Asset Management Limited
Net asset value	£145,124,436

Objective

To provide long term total return from capital growth and income in a portfolio of predominantly UK equities.

Policy

Investment will be in a portfolio of predominantly UK equities, either directly in transferable securities or through collective investment schemes, including those managed and operated by the Manager.

For efficient portfolio management purposes only, investment may also be made into derivatives or forward transactions.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 50p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.11			
Accumulation 'A'	£153,212,746	191,081,577	80.18
Income*	£14,871	25,000	59.48
30.09.12			
Accumulation 'A'	£154,845,064	161,146,298	96.09
30.09.13			
Accumulation 'A'	£129,927,461	108,631,883	119.60
31.03.14			
Accumulation 'A'	£145,124,436	113,530,790	127.83

* closed on 30 July 2012

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2009		
Accumulation 'A'	80.13	46.59
Income	63.47	38.53
2010		
Accumulation 'A'	88.00	72.38
Income	67.48	56.39
2011		
Accumulation 'A'	93.09	77.17
Income	70.43	58.39
2012		
Accumulation 'A'	100.3	86.71
Income*	70.35	63.33
2013		
Accumulation 'A'	126.7	100.8
2014**		
Accumulation 'A'	129.9	122.7

* to 30 July

** to 31 March

Income (Net Distributions/ Accumulations)

Calendar year	Pence per unit
2009	
Accumulation 'A'	2.7121
Income	2.2138
2010	
Accumulation 'A'	2.6143
Income	2.0545
2011	
Accumulation 'A'	2.7478
Income	2.0911
2012	
Accumulation 'A'	3.2654
Income*	1.1980
2013	
Accumulation 'A'	3.2809
2014**	
Accumulation 'A'	1.7842

* to 30 July

** ex dividend date of 31 March and payable on 31 May 2014

Investment Manager's review

UK equity markets ended 2013 strongly. Investor belief that quantitative easing, the large-scale bond-buying programme by the US Federal Reserve, could be slowed, stopped and even reversed painlessly, was supported by their confidence in a recovering US economy. However, this ignored both the high valuation of equities and the disappointing earnings growth across the market.

At the start of 2014, the UK market edged higher with, once again, mid-caps outperforming the FTSE 100 Index. Despite February's strong rise, increased risk owing to events in Ukraine saw the market pull back in March. The bulls seem to have changed their story. Previously it was low valuations driving markets higher. Now it is the strongly growing UK economy and recovering US economy which is expected to drive earnings. In our view, this approach continues to ignore both the flat earnings profile and high valuations, which still exist.

The OM Equity 2 Fund provided positive returns over the period and outperformed its comparative index. General retailers was the best performing sector and good stock selection with the likes of Signet Jewelers contributed. The company performed strongly as its proposed purchase of US jeweller, Zale Corporation, was given the all clear by US regulators. Building supplies company, Grafton Group, also outperformed as housebuilders were supported by the extension of the Help to Buy Lending Scheme to 2020.

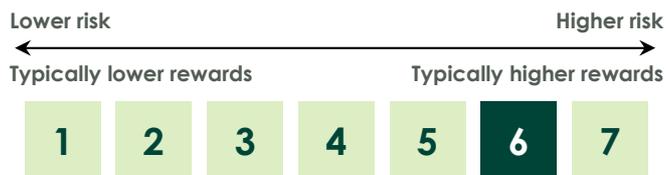
Among individual stocks, QinetiQ Group, a multinational defence company, also put in a good performance over the period, while insurer, Direct Line Insurance Group, also provided positive returns for the Fund.

In terms of negative contributors, Avon Products continued to perform poorly after recent disappointing earnings announcements, corporate governance issues and weak emerging market currencies – where Avon earns the lion's share of its profits.

Financial stock HSBC has also been impacted by emerging market issues, while Royal Bank of Scotland underperformed due to lingering fears over the outcome for the large shareholding owned by the UK government.

We remain, as always, focused on purchasing out of favour companies, which are cheap on our assessment of their normalised level of profits and which have sound balance sheets. There seems to be slightly more stock dispersion in the UK market, which provides us with the opportunity to investigate some new ideas while continuing to reduce some of our large long-term holdings.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 6 have in the past shown relatively high volatility. With a fund of category 6, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub-fund because it primarily invests in this market.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub-fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub-fund takes charges from capital of the sub-fund. Investors should be aware that there is potential for capital erosion if insufficient capital growth is achieved by the sub-fund to cover the charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the Prospectus.

Asset allocation		Major holdings	Percentage of portfolio
UK Equities	67.84%	Royal Dutch Shell 'B'	8.64%
European Equities	11.32%	HSBC	8.57%
North American Equities	7.62%	United Kingdom 4.75% Bonds 07/09/2015	7.16%
UK Government Bonds	7.16%	GlaxoSmithKline	6.84%
UK Corporate Bonds	1.00%	BP	5.64%
African Equities	0.34%	Grafton	3.93%
Derivatives	0.03%	Unilever	3.42%
		QinetiQ	3.28%
Net other assets	4.69%	Signet Jewelers	2.89%
		British American Tobacco	2.74%
Total	100.00%	Number of holdings	55
Portfolio allocation		Ongoing charges figure (OCF)*	
United Kingdom:		30.09.12 Accumulation 'A'	1.08%
Oil & Gas Producers	16.20%	30.09.13 Accumulation 'A'	1.08%
Banks	11.02%	31.03.14 Accumulation 'A'	1.09%
United Kingdom Fixed Rate Government Bonds	7.16%		
Pharmaceuticals & Biotechnology	6.84%		
Aerospace & Defence	5.65%		
Tobacco	3.96%		
Support Services	3.91%		
Food Producers	3.42%		
Real Estate Investment Trusts	3.05%		
Non-life Insurance	2.57%		
Food & Drug Retailers	2.44%		
Fixed Line Telecommunications	2.41%		
Travel & Leisure	2.04%		
Software & Computer Services	1.21%		
Real Estate Investment & Services	1.19%		
United Kingdom Variable Rate Corporate Bonds	1.00%		
Gas, Water & Multiutilities	0.81%		
Media	0.46%		
General Retailers	0.41%		
Industrial Transportation	0.11%		
Chemicals	0.07%		
Leisure Goods	0.04%		
Construction & Materials	0.03%		
Overseas:			
Ireland Equities	8.55%		
United States of America Equities	4.10%		
Bermuda Equities	2.89%		
France Equities	1.46%		
Netherlands Equities	1.31%		
Mexico Equities	0.36%		
South Africa Equities	0.34%		
Canada Equities	0.27%		
Overseas Derivatives	0.03%		
Net other assets	4.69%		
Total	100.00%		

* The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.

All information is at 31 March 2014 unless otherwise stated.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 76.00% (30 September 2013 77.93%)			
United Kingdom Debt Securities 8.16% (30 September 2013 7.08%)			
United Kingdom Fixed Rate Government Bonds 7.16% (30 September 2013 5.99%)			
£9,805,700	United Kingdom 4.75% Bonds 07/09/2015	10,390	7.16
United Kingdom Variable Rate Corporate Bonds 1.00% (30 September 2013 1.09%)			
£245,000	Aviva 5.9021% Perpetual	249	0.17
£1,156,000	Nationwide Building Society 7.971% Perpetual Subordinated Bonds	1,205	0.83
		1,454	1.00
United Kingdom Equities 67.84% (30 September 2013 70.85%)			
Aerospace & Defence 5.65% (30 September 2013 3.98%)			
197,132	BAE Systems	809	0.56
1,025,846	Chemring	2,634	1.81
2,126,127	QinetiQ	4,760	3.28
		8,203	5.65
Banks 11.02% (30 September 2013 9.68%)			
2,046,256	HSBC	12,437	8.57
1,151,614	Royal Bank of Scotland	3,556	2.45
		15,993	11.02
Chemicals 0.07% (30 September 2013 0.09%)			
32,599	Alent	102	0.07
Construction & Materials 0.03% (30 September 2013 0.29%)			
5,550	Morgan Sindall	42	0.03
Financial Services 0.00% (30 September 2013 0.05%)			
Fixed Line Telecommunications 2.41% (30 September 2013 4.44%)			
884,468	BT	3,341	2.30
108,891	Colt	160	0.11
		3,501	2.41
Food & Drug Retailers 2.44% (30 September 2013 0.36%)			
735,361	Tesco	2,177	1.50
641,198	Wm Morrison Supermarkets	1,372	0.94
		3,549	2.44
Food Producers 3.42% (30 September 2013 3.18%)			
193,604	Unilever	4,968	3.42

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Gas, Water & Multiutilities 0.81% (30 September 2013 0.89%)		
359,911	Centrica	1,181	0.81
	General Industrials 0.00% (30 September 2013 0.22%)		
	General Retailers 0.41% (30 September 2013 6.09%)		
140,687	Kingfisher	589	0.41
	Industrial Transportation 0.11% (30 September 2013 0.00%)		
29,610	Royal Mail	167	0.11
	Leisure Goods 0.04% (30 September 2013 0.05%)		
79,849	Hornby	64	0.04
	Media 0.46% (30 September 2013 0.77%)		
381,066	Bloomsbury Publishing	663	0.46
	Mobile Telecommunication 0.00% (30 September 2013 5.74%)		
	Non-life Insurance 2.57% (30 September 2013 2.06%)		
1,559,452	Direct Line Insurance	3,736	2.57
	Oil & Gas Producers 16.20% (30 September 2013 10.43%)		
249,591	BG	2,783	1.92
1,686,719	BP	8,178	5.64
532,150	Royal Dutch Shell 'B'	12,545	8.64
		23,506	16.20
	Pharmaceuticals & Biotechnology 6.84% (30 September 2013 6.52%)		
618,375	GlaxoSmithKline	9,925	6.84
	Real Estate Investment & Services 1.19% (30 September 2013 0.89%)		
462,676	Helical Bar	1,730	1.19
	Real Estate Investment Trusts 3.05% (30 September 2013 2.65%)		
289,628	British Land	1,910	1.32
244,093	Land Securities	2,512	1.73
		4,422	3.05
	Software & Computer Services 1.21% (30 September 2013 0.93%)		
270,236	Computacenter	1,757	1.21

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Support Services 3.91% (30 September 2013 5.17%)		
243,735	Serco	1,020	0.70
1,793,923	SIG	3,591	2.47
56,574	Travis Perkins	1,068	0.74
		5,679	3.91
	Tobacco 3.96% (30 September 2013 3.09%)		
118,704	British American Tobacco	3,972	2.74
72,828	Imperial Tobacco	1,770	1.22
		5,742	3.96
	Travel & Leisure 2.04% (30 September 2013 3.28%)		
92,175	Go-Ahead	1,720	1.19
144,644	J D Wetherspoon	1,237	0.85
		2,957	2.04
	Overseas 19.31% (30 September 2013 18.90%)		
	Europe 11.32% (30 September 2013 14.22%)		
	Europe Equities 11.32% (30 September 2013 14.29%)		
	France Equities 1.46% (30 September 2013 1.35%)		
91,262	Carrefour	2,126	1.46
	Ireland Equities 8.55% (30 September 2013 11.67%)		
892,944	Aer Lingus	1,217	0.84
157,379	CRH	2,640	1.82
883,835	Grafton	5,710	3.93
246,409	Kingspan	2,842	1.96
		12,409	8.55
	Netherlands Equities 1.31% (30 September 2013 1.27%)		
321,174	TNT Express	1,897	1.31
	Europe Derivatives 0.03% (30 September 2013 0.07%)		
	Europe Open Forward Exchange Contracts 0.03% (30 September 2013 0.07%)		
£7,597,000	Sterling vs Euro Forward Exchange Contract	38	0.03
	America 7.62% (30 September 2013 4.31%)		
	North America Equities 7.62% (30 September 2013 4.31%)		
	Bermuda Equities 2.89% (30 September 2013 0.00%)		
66,011	Signet Jewelers	4,199	2.89

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Canada Equities 0.27% (30 September 2013 0.30%)		
22,101	Barrick Gold	242	0.17
57,475	Kinross Gold	145	0.10
		387	0.27
	Mexico Equities 0.36% (30 September 2013 0.00%)		
60,869	Freshnillo	518	0.36
	United States of America Equities 4.10% (30 September 2013 4.01%)		
266,008	Avon Products	2,294	1.58
109,669	Carnival	2,522	1.74
25,191	Coach	751	0.52
26,144	Newmont Mining	376	0.26
		5,943	4.10
	Africa 0.34% (30 September 2013 0.37%)		
	Africa Equities 0.34% (30 September 2013 0.37%)		
	South Africa Equities 0.34% (30 September 2013 0.37%)		
28,117	AngloGold Ashanti ADR	296	0.21
81,627	Gold Fields ADR	191	0.13
		487	0.34
	Investment assets	138,324	95.31
	Net other assets	6,800	4.69
	Total net assets	145,124	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

	Note	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Income					
Net capital gains			7,510		24,040
Revenue		2,068		2,420	
Expenses		(741)		(870)	
Finance costs: Interest	2	-		(1)	
Net revenue before taxation		1,327		1,549	
Taxation		(6)		(15)	
Net revenue after taxation			1,321		1,534
Total return before distributions			8,831		25,574
Finance costs: Distributions	2		(1,985)		(2,305)
Change in net assets attributable to unitholders from investment activities			6,846		23,269

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Opening net assets attributable to unitholders		129,927*		154,845
Amounts received on issue of units	11,197		18,269	
Amounts paid on cancellation of units	(4,795)		(36,317)	
		6,402		(18,048)
Stamp duty reserve tax		(77)		(60)
Change in net assets attributable to unitholders from investment activities		6,846		23,269
Retained distribution on accumulation units		2,026		2,138
Closing net assets attributable to unitholders		145,124		162,144

* Section 3.30 of the IMA SORP issued in October 2010 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to net assets at the start of the current period.

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		138,324		125,903
Debtors	1,007		328	
Cash and bank balances	6,528		3,933	
Total other assets		7,535		4,261
Total assets		145,859		130,164
Liabilities				
Investment liabilities		-		(95)
Creditors	(735)		(142)	
Total other liabilities		(735)		(142)
Total liabilities		(735)		(237)
Net assets attributable to unitholders		145,124		129,927

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

1. Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2. Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000
Interim (31 March)	2,026	2,138
Revenue deducted on cancellation of units	2,026	2,138
Revenue received on issue of units	16	302
	(57)	(135)
Finance costs: Distributions	1,985	2,305
Finance costs: Interest	-	1
Total finance costs	1,985	2,306
Reconciliation of distributions:		
Net revenue after taxation	1,321	1,534
Capitalised fees	683	795
CT relief transfer	(19)	(24)
Finance costs: Distributions	1,985	2,305

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution paid 31.05.14 pence per unit	Distribution paid 31.05.13 pence per unit
Accumulation 'A' Units				
Group 1	1.7842	-	1.7842	1.4840
Group 2	0.9235	0.8607	1.7842	1.4840

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

Old Mutual Ethical Fund

Launch date	23 September 2005
Sector classification	Global Growth
Investment adviser	Impax Asset Management Limited
Net asset value	£81,145,355

Objective

To achieve long term capital growth and income through investment in a well-diversified portfolio of international securities issued by companies that demonstrate sound ethical practice.

Policy

Investment will be in a well diversified portfolio, predominantly of equities, which are held either directly or through collective investment schemes. Investment may also be in fixed interest securities.

For efficient portfolio management purposes only, investment may also be made into derivatives or forward transactions.

Securities are screened against ethical investment criteria, with the aim of ensuring that only companies with sound ethical practice are included in the portfolio. Further information about these criteria is available to unitholders or prospective unitholders on request.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 50p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.11			
Accumulation 'A'	£61,755,024	122,332,240	50.48
30.09.12			
Accumulation 'A'	£64,316,575	109,878,561	58.53
30.09.13			
Accumulation 'A'	£76,621,165	99,876,764	76.72
Accumulation 'R'	£663,707	867,429	76.51
31.03.14			
Accumulation 'A'	£74,080,072	92,587,651	80.01
Accumulation 'R'	£7,065,283	8,783,988	80.43

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2009		
Accumulation 'A'	56.05	36.80
2010		
Accumulation 'A'	64.54	51.33
2011		
Accumulation 'A'	65.70	48.68
2012		
Accumulation 'A'	61.94	54.46
2013		
Accumulation 'A'	80.39	62.21
Accumulation 'R'**	81.72	68.81
2014*		
Accumulation 'A'	81.59	76.29
Accumulation 'R'	81.99	76.63

* to 31 March

** from 18 February

Income (Net Accumulations)

Calendar year	Pence per unit
2009	
Accumulation 'A'	0.5655
2010	
Accumulation 'A'	0.3058
2011	
Accumulation 'A'	—**
2012	
Accumulation 'A'	—**
2013	
Accumulation 'A'	—**
Accumulation 'R'	—**
2014*	
Accumulation 'A'	—**
Accumulation 'R'	0.6092

* ex dividend date of 31 March and payable on 31 May 2013

** for the period under review, the expenses exceeded revenue and therefore there was no revenue available to accumulate within this sub-fund.

Investment Manager's review

In the final three months of 2013, markets experienced modest profit taking early in December but still ended ahead for the quarter, after a strong year for global equities. Shares were supported by positive data and optimistic outlooks for corporate earnings. From a regional perspective, Europe saw some weakness and Chinese equities underperformed after a strong November. Japan performed well as the yen continued to weaken in the face of improved US economic data.

But markets struggled to advance further during the first quarter of the new year. Although economic data was supportive and corporate 2013 results did not disappoint, there was insufficient positive news to attract investors to global equities. Tensions between the Ukraine and Russia were a major catalyst for risk aversion in Europe, taking the shine off equities after a nice start in February. In Asia, the Japanese yen recovered some of its losses during the quarter, but this later triggered renewed profit taking, while weak industrial data and export numbers in China made investors nervous and caused equities to fall sharply there. The panic across emerging markets inspired by falls in the Argentine and Turkish currencies proved a short-term negative catalyst that triggered further outflows from EM investments.

Economically-sensitive companies continued to outperform more defensive businesses during the six months. Restructuring in the renewable and alternative energy sub-sector resulted in the adjustment of supply to demand, improving revenues for wind and solar in emerging markets.

The fund enjoyed a strong absolute gain in the fourth quarter of 2013, but lagged the FTSE Environmental Opportunities All Share Index. In the first quarter of 2014, the fund return was marginally negative and again trailed the FTSE Environmental Opportunities All Share Index which ended slightly higher.

In the first half of the reporting interval, one of the biggest detractors was not holding Beijing Enterprises - a Hong Kong based pollution-control-solutions business whose shares outperformed - because it does not meet the requirements of the ethical screen. In general other holdings that detracted from returns were companies reporting disappointing third quarter results and forecasts, or businesses that were hurt by weak volumes and pricing for recycled materials. But the fund was helped in the fourth quarter by its holdings in companies that stand to benefit from the environmentally-focused reforms confirmed at the third Plenum in China, and from its holdings in companies reporting strong third quarter results and positive forecasts.

In the second half of the reporting period, the main factors detracting from performance were disappointing earnings results and weak outlook statements, which contributed to profit taking in a number of stock holdings following strong 2013 gains. However, a number of other companies that were holdings in the portfolio reported strong 2013 results and 2014 outlook statements that boosted their shares and thus benefited the fund's returns.

This year could see higher volatility, with the first signs of a maturing equity market driven by valuation concerns and affected by further tapering with additional concerns regarding rising short rates in the US. A new risk has appeared with the tensions between Ukraine and Russia, mainly affecting European companies.

The manager is cautiously optimistic that global equity markets will be higher in 12 months time as moderate improvements (on balance) to global economic and industrial data continue to come in. Companies reporting earnings disappointments are likely to be strongly penalised though.

There were few significant trades over the last three months of 2013, though in the alternative energy/energy efficiency sector the manager bought Quanta of the US (power network efficiency) liking its attractive price and an improved outlook for its order book.

In the first quarter of 2014, the manager bought Regal Beloit of the US (industrial energy efficiency) as after two years of relatively weak performance and a re-basing of earnings expectations, the stock had become an attractive investment. The manager also bought Huaneng Renewables (renewable energy developers and IPPs) to capture the opportunities in Chinese power markets. The manager sold Power Integrations (consumer energy efficiency) as the stock became overvalued following a period of strong performance, and Samsung Electro-Mechanics (consumer energy efficiency) due to increasing pressure from competitors in consumer electronics. The manager also sold China Everbright International (waste technology equipment) because the stock price had become rather expensive following a period of strong performance.

Meanwhile, a holding in UK water utility Severn Trent was purchased as the company stands to benefit from an improving regulatory outlook in the UK market. And shares in Beijing Enterprises Water Group (water infrastructure) were bought on weakness. This is a company with a strong long-term growth story and a direct beneficiary of the Chinese water scarcity theme. And last, the manager sold United Utilities of the UK following a period of resilient performance.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rates at which funds of this type have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the Fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 6 have in the past shown relatively high volatility. With a sub-fund of category 6, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective.

Strategy risk - the sub-fund invests in sectors and companies using an ethical investment strategy. This means the range of the sub-fund's investments may be more restrictive, and consequently the sub-fund may be less diversified than other investment funds.

Concentration risk (number of securities) - the sub-fund typically invests in a limited number of investments. A fall in the value of a single investment may have a greater impact on the sub-fund's value than if it held a larger number of investments.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub-fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Asset allocation

North American Equities	38.13%
European Equities	21.22%
Asia Pacific (Excluding Japan) Equities	12.81%
UK Equities	12.65%
Japan Equities	11.28%
South American Equities	1.94%
Net other assets	1.97%
Total	100.00%

Portfolio allocation

United Kingdom:

Gas, Water & Multiutilities	5.75%
Industrial Engineering	4.42%
Automobiles & Parts	2.48%

Overseas:

United States of America Equities	38.13%
Japan Equities	11.28%
Germany Equities	6.35%
Switzerland Equities	6.15%
France Equities	5.08%
China Equities	4.79%
Hong Kong Equities	3.35%
Ireland Equities	2.16%
Taiwan Equities	2.07%
Brazil Equities	1.94%
Singapore Equities	1.64%
Austrian Equities	1.48%
Phillipines Equities	0.96%
Net other assets	1.97%
Total	100.00%

Major holdings	Percentage of portfolio	Ongoing charges figure (OCF)*	
GEA	3.46%	30.09.12 Accumulation 'A'	1.95%
Watts Water Technologies	3.21%	30.09.13 Accumulation 'A'	1.90%
Pennon	3.16%	30.09.13 Accumulation 'R'**	1.53%
ENN Energy	3.13%	31.03.14 Accumulation 'A'	1.87%
ABB	3.09%	31.03.14 Accumulation 'R'	1.36%
Pentair	3.06%		
American Water Works	3.02%		
BorgWarner	2.88%		
Infineon Technologies	2.88%		
CLARCOR	2.87%		
Number of holdings	44		

* The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.
 ** Estimated - launched on 19 February 2013.

All information is at 31 March 2014 unless otherwise stated.

Portfolio Statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	United Kingdom 12.65% (30 September 2013 9.39%)		
	United Kingdom Equities 12.65% (30 September 2013 9.39%)		
	Automobiles & Parts 2.48% (30 September 2013 0.00%)		
355,904	Delphi Automotive	2,012	2.48
	Gas, Water & Multiutilities 5.75% (30 September 2013 5.00%)		
344,601	Pennon	2,567	3.16
114,564	Severn Trent	2,099	2.59
		4,666	5.75
	Industrial Engineering 4.42% (30 September 2013 4.39%)		
111,591	IMI	1,635	2.01
68,367	Spirax-Sarco Engineering	1,957	2.41
		3,592	4.42
	Overseas 85.38% (30 September 2013 89.30%)		
	Europe 21.22% (30 September 2013 21.25%)		
	Europe Equities 21.22% (30 September 2013 3.59%)		
	Austria Equities 1.48% (30 September 2013 1.55%)		
32,706	Andritz	1,204	1.48
	France Equities 5.08% (30 September 2013 5.13%)		
54,756	Legrand	2,050	2.53
169,718	Suez Environnement	2,072	2.55
		4,122	5.08
	Germany Equities 6.35% (30 September 2013 5.57%)		
101,379	GEA	2,812	3.47
327,819	Infineon Technologies	2,340	2.88
		5,152	6.35
	Ireland Equities 2.16% (30 September 2013 2.52%)		
152,246	Kingspan	1,756	2.16
	Switzerland Equities 6.15% (30 September 2013 6.48%)		
162,207	ABB	2,507	3.09
53,200	Pentair	2,482	3.06
		4,989	6.15

Portfolio Statement (continued)

as at 31 March 2014

Asia Pacific (excluding Japan) Equities 12.81% (30 September 2013 13.46%)

China Equities 4.79% (30 September 2013 2.83%)

610,000	ENN Energy	2,539	3.13
6,634,000	Huaneng Renewables	1,346	1.66
		<u>3,885</u>	<u>4.79</u>

Hong Kong Equities 3.35% (30 September 2013 3.59%)

2,402,000	Beijing Enterprises Water	1,005	1.24
4,585,800	Lee & Man Paper Manufacturing	1,708	2.11
		<u>2,713</u>	<u>3.35</u>

Phillipines Equities 0.96% (30 September 2013 2.08%)

2,437,200	Manila Water	778	0.96
-----------	--------------	-----	------

Singapore Equities 1.64% (30 September 2013 1.73%)

2,283,500	Hyflux	1,328	1.64
-----------	--------	-------	------

South Korea Equities 0.00% (30 September 2013 1.25%)

Taiwan Equities 2.07% (30 September 2013 1.98%)

1,163,000	Epistar	1,677	2.07
-----------	---------	-------	------

Japan 11.28% (30 September 2013 10.75%)

Japan Equities 11.28% (30 September 2013 10.75%)

190,814	Daiseki	1,976	2.43
86,800	Horiba	1,963	2.42
121,700	Kurita Water Industries	1,586	1.95
33,300	Rinnai	1,756	2.16
11,900	SMC Corp	1,886	2.32
		<u>9,167</u>	<u>11.28</u>

America 40.07% (30 September 2013 43.84%)

North America Equities 38.13% (30 September 2013 41.77%)

United States of America Equities 38.13% (30 September 2013 41.77%)

10,200	Acuity Brands	798	0.98
90,400	American Water Works	2,451	3.02
64,900	BorgWarner	2,340	2.88
68,500	Clarcor	2,326	2.87
67,397	Clean Harbors	2,227	2.75
62,600	Franklin Electric	1,565	1.93
23,000	Hubbell	1,626	2.00
76,300	Itron	1,588	1.96
73,100	LKQ	1,137	1.40
74,800	Quanta Services	1,656	2.04
46,000	Regal-Beloit	1,970	2.43
98,300	Republic Services	1,988	2.45
47,400	Schnitzer Steel Industries	812	1.00

Portfolio Statement (continued)

as at 31 March 2014

United States of America Equities (continued)		
27,400	Stericycle	1,844 2.27
24,600	Toro	930 1.15
17,700	Valmont Industries	1,555 1.92
74,700	Watts Water Technologies	2,603 3.21
70,200	Xylem Inc/NY	1,518 1.87
		<hr/> 30,934 38.13 <hr/>
South America Equities 1.94% (30 September 2013 2.07%)		
Brazil Equities 1.94% (30 September 2013 2.07%)		
288,200	Cia de Saneamento Basico do Estado de Sao Paulo ADR	<hr/> 1,574 1.94 <hr/>
	Investment assets	<hr/> 79,549 98.03 <hr/>
	Net other assets	<hr/> 1,596 1.97 <hr/>
	Total net assets	<hr/> 81,145 100.00 <hr/>

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

	Note	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Income					
Net capital gains			3,485		14,796
Revenue		638		353	
Expenses		(732)		(660)	
Finance costs: Interest	2	-		-	
Net revenue before taxation		(94)		(307)	
Taxation		(38)		(35)	
Net revenue after taxation			(132)		(342)
Total return before distributions			3,353		14,454
Finance costs: Distributions	2		(38)		-
Change in net assets attributable to unitholders from investment activities			3,315		14,454

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Opening net assets attributable to unitholders		77,285*		64,317
Amounts received on issue of units	5,474		1,226	
Amounts paid on cancellation of units	(4,980)		(5,470)	
Stamp duty reserve tax		494		(4,244)
Change in net assets attributable to unitholders from investment activities		(2)		(1)
Retained distribution on accumulation units		3,315		14,454
		53		-
Closing net assets attributable to unitholders		81,145		74,526

* Section 3.30 of the IMA SORP issued in October 2010 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to net assets at the start of the current period.

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		79,549		76,276
Debtors	326		799	
Cash and bank balances	1,544		896	
Total other assets		1,870		1,695
Total assets		81,419		77,971
Liabilities				
Creditors	(274)		(686)	
Total other liabilities		(274)		(686)
Total liabilities		(274)		(686)
Net assets attributable to unitholders		81,145		77,285

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

1. Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2. Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000
Interim (31 March)	54	-
Revenue deducted on cancellation of units	54	-
Revenue received on issue of units	1	-
	(17)	-
Finance costs: Distributions	38	-
Finance costs: Interest	-	-
Total finance costs	38	-
Reconciliation of distributions:		
Net expense after taxation	(132)	(342)
Revenue deficit carried forward	143	370
RDR conversion transfer from Income to Capital	27	-
UK stock dividends not distributed	-	(28)
Finance costs: Distributions	38	-

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution payable 31.05.14 pence per unit	Distribution paid 31.05.13 pence per unit**
Accumulation 'A' Units**				
Group 1	0.0000	-	0.0000	0.0000
Group 2	0.0000	0.0000	0.0000	0.0000
Accumulation 'R' Units				
Group 1	0.6092	-	0.6092	0.0000
Group 2	0.0435	0.5657	0.6092	0.0000

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

** For the period under review, the expenses exceeded revenue and therefore there was no revenue available to accumulate.

Old Mutual Newton Higher Income Fund

Launch date	12 April 2013
Sector classification	UK Equity Income
Investment adviser	Newton Investment Management Limited
Net asset value	£34,758,400

Objective

To achieve increasing annual income together with long term capital growth.

Policy

The Fund will invest primarily in the shares of UK companies. The Fund may also invest in other transferable securities, warrants, collective investment schemes, money market instruments, deposits and derivatives.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 50p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.13			
Income 'A'	£36,000,094	36,195,479	99.46
31.03.14			
Accumulation 'U2**'	£1,012	1,000	101.20
Income 'A'	£34,757,388	32,948,305	105.49

* from 14 February 2014

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2013		
Income 'A'	107.2	96.51
2014*		
Accumulation 'U2**'	102.3	99.75
Income 'A'	107.5	101.3

* to 31 March

** from 14 February 2014

Income (Net Distributions/ Accumulations)

Calendar year	Pence per unit
2013	
Income 'A'	1.8513
2014*	
Accumulation 'U2**'	0.5740
Income 'A'	0.7885

* ex dividend date of 31 March and payable on 31 May 2014

** from 14 February 2014

Investment Manager’s review

Not owning HSBC Holdings proved helpful to performance, initially as concerns about emerging market credit deepened and subsequently as it missed profit expectations. By contrast, owning Vodafone Group detracted as rumours, circulated later in the period of a takeover by AT&T proved unfounded.

The portfolio received shares in Verizon Communications following Vodafone's disposal of its stake in the company. We disposed of these shares because of our concern over the increasingly competitive environment in the US.

Political risk continued to weigh on some parts of the market, such as utilities, with a talk of a price freeze. This affected energy suppliers Centrica and SSE.

More recently, we once again established a holding in BHP Billiton, one of our preferred companies in the global mining sector. We also started a position in United Utilities, because we believe that it is attractively valued and could be an acquisition target.

We topped up the existing position in Standard Life following a drop in the share price at the end of 2013.

Among other activity, we reduced the position in Severn Trent to help fund the United Utilities purchase. Disposals included Standard Chartered over concerns that current levels of capital may be inadequate if credit conditions continue to deteriorate in Asia. We exited the position in Unilever because of its emerging-market exposure and vulnerability to rises in interest rates.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rates at which funds of this type have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 5 have in the past shown moderately high volatility. With a fund of category 5, you have a moderately high risk of losing money but your chance for gains is also moderately high.

Investment risk - There is no guarantee that the sub fund will achieve its objective.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub fund because it primarily invests in this market.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk – Some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the Fund's ability to meet redemption requests upon demand.

Derivative risk – the fund may use derivatives to reduce costs and/or the overall risk of the sub fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub fund takes charges from capital of the Fund. Investors should be aware that there is potential for capital erosion if insufficient capital growth is achieved by the Fund to cover the charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risk Factors" section of the prospectus.

Asset allocation		Major holdings	Percentage of portfolio
UK Equities	79.23%	Royal Dutch Shell 'B'	7.41%
European Equities	8.72%	GlaxoSmithKline	4.91%
North American Equities	8.38%	Vodafone	4.55%
Net other Assets	3.67%	Standard Life	4.19%
		British American Tobacco	4.02%
Total	100.00%	National Grid	3.56%
		Centrica	2.93%
		Sage	2.92%
		Reed Elsevier	2.87%
		Diageo	2.75%
Portfolio allocation		Number of holdings	52
United Kingdom:		Ongoing charges figure (OCF)*	
Gas, Water & Multiutilities	10.73%	30.09.13 Income 'A'	1.62%
Oil & Gas Producers	7.41%	31.03.14 Accumulation 'U2'	0.71%
Life Insurance	6.74%	31.03.14 Income 'A'	1.62%
Media	6.02%		
Pharmaceuticals & Biotechnology	5.41%		
Support Services	5.08%		
Mobile Telecommunication	4.55%		
Tobacco	4.02%		
Travel & Leisure	4.01%		
Non-life Insurance	3.31%		
Financial Services	2.94%		
Software & Computer Services	2.92%		
Beverages	2.75%		
Aerospace & Defence	2.75%		
Mining	2.13%		
Electricity	1.66%		
Chemicals	1.60%		
Fixed Line Telecommunications	1.46%		
Household Goods & Home Construction	1.26%		
Electronic & Electrical Equipment	1.11%		
Industrial Engineering	1.10%		
General Retailers	0.26%		
Overseas:			
United States of America Equities	6.32%		
Switzerland Equities	6.26%		
Bermuda Equities	2.06%		
France Equities	1.14%		
Netherlands Equities	0.98%		
Guernsey Equities	0.34%		
Net other assets	3.67%		
Total	100.00%		

* The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.

All information is at 31 March 2014 unless otherwise stated.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 79.23% (30 September 2013 83.44%)			
United Kingdom Equities 79.23% (30 September 2013 83.44%)			
Aerospace & Defence 2.75% (30 September 2013 4.26%)			
192,318	Cobham	575	1.65
21,237	Ultra Electronics	382	1.10
		<u>957</u>	<u>2.75</u>
Beverages 2.75% (30 September 2013 3.79%)			
50,960	Diageo	957	2.75
Chemicals 1.60% (30 September 2013 1.43%)			
17,009	Johnson Matthey	557	1.60
Electricity 1.66% (30 September 2013 3.14%)			
38,960	SSE	578	1.66
Electronic & Electrical Equipment 1.11% (30 September 2013 1.06%)			
49,860	Domino Printing Sciences	385	1.11
Financial Services 2.94% (30 September 2013 4.33%)			
26,015	Close Brothers	367	1.06
157,609	Intermediate Capital	654	1.88
		<u>1,021</u>	<u>2.94</u>
Fixed Line Telecommunications 1.46% (30 September 2013 0.00%)			
960,000	Cable & Wireless Communications	508	1.46
Food Producers 0.00% (30 September 2013 2.58%)			
Gas, Water & Multiutilities 10.73% (30 September 2013 11.77%)			
310,993	Centrica	1,020	2.93
150,330	National Grid	1,236	3.56
39,136	Severn Trent	717	2.06
95,673	United Utilities	757	2.18
		<u>3,730</u>	<u>10.73</u>
General Retailers 0.26% (30 September 2013 0.26%)			
6,101	Dignity	89	0.26
Household Goods & Home Construction 1.26% (30 September 2013 0.00%)			
16,788	Berkeley	439	1.26
Industrial Engineering 1.10% (30 September 2013 1.07%)			
26,000	IMI	381	1.10
Industrial Transportation 0.00% (30 September 2013 0.87%)			

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Life Insurance 6.74% (30 September 2013 5.17%)		
69,000	Prudential	886	2.55
386,000	Standard Life	1,455	4.19
		2,341	6.74
	Media 6.03% (30 September 2013 9.12%)		
46,960	British Sky Broadcasting	430	1.24
108,600	Reed Elsevier	997	2.87
54,734	WPP	666	1.92
		2,093	6.03
	Mining 2.13% (30 September 2013 0.00%)		
40,000	BHP Billiton	742	2.13
	Mobile Telecommunication 4.55% (30 September 2013 3.04%)		
715,202	Vodafone	1,581	4.55
	Non-life Insurance 3.31% (30 September 2013 2.54%)		
30,000	Admiral	428	1.23
94,734	Amlin	458	1.32
56,981	Hiscox C	28	0.08
34,600	Lancashire	238	0.68
		1,152	3.31
	Oil & Gas Producers 7.41% (30 September 2013 7.89%)		
109,277	Royal Dutch Shell 'B'	2,576	7.41
	Pharmaceuticals & Biotechnology 5.41% (30 September 2013 6.52%)		
4,460	AstraZeneca	28	0.08
106,260	GlaxoSmithKline	238	0.68
		1,152	3.31
	Software & Computer Services 2.92% (30 September 2013 1.51%)		
242,260	Sage	1,016	2.92
	Support Services 5.08% (30 September 2013 4.58%)		
36,167	Berendsen	403	1.16
20,836	Bunzl	333	0.96
52,712	Capita	579	1.67
32,639	WS Atkins	450	1.29
		1,765	5.08
	Tobacco 4.02% (30 September 2013 4.47%)		
41,724	British American Tobacco	1,396	4.02
	Travel & Leisure 4.01% (30 September 2013 4.04%)		
87,926	Compass	808	2.32
107,759	Domino's Pizza	587	1.69
		1,395	4.01

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Overseas 17.10% (30 September 2013 14.89%)		
	Europe 8.72% (30 September 2013 6.39%)		
	Europe Equities 8.72% (30 September 2013 6.39%)		
	France Equities 1.14% (30 September 2013 0.00%)		
6,260	Sanofi	395	1.14
	Guernsey Equities 0.34% (30 September 2013 0.00%)		
100,021	John Laing Infrastructure Fund	117	0.34
	Netherlands Equities 0.98% (30 September 2013 0.00%)		
20,101	Wolters Kluwer	342	0.98
	Norway Equities 0.00% (30 September 2013 1.04%)		
	Switzerland Equities 6.26% (30 September 2013 5.35%)		
8,600	Nestle	391	1.12
8,329	Novartis	423	1.22
2,241	Roche	405	1.16
1,400	Swisscom	514	1.48
2,436	Zurich Insurance	446	1.28
		2,179	6.26
	America 8.38% (30 September 2013 8.50%)		
	North America Equities 8.38% (30 September 2013 8.50%)		
	Bermuda Equities 2.06% (30 September 2013 2.05%)		
69,000	Catlin	370	1.07
50,713	Hiscox	346	0.99
		716	2.06
	United States of America Equities 6.32% (30 September 2013 6.45%)		
1,574	Apple	508	1.46
13,196	Merck	444	1.28
35,306	Microsoft	854	2.46
12,199	Reynolds American	389	1.12
		2,195	6.32
	Investment assets	33,483	96.33
	Net other assets	1,275	3.67
	Total net assets	34,758	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

	Note	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000
Income			
Net capital gains			2,396
Revenue		541	
Expenses		(287)	
Finance costs: Interest	2	-	
Net revenue before taxation		254	
Taxation		(9)	
Net revenue after taxation			245
Total return before distributions			2,641
Finance costs: Distributions	2		(514)
Change in net assets attributable to unitholders from investment activities			2,127

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000
Opening net assets attributable to unitholders		36,000
Amounts received on issue of units	652	
Amounts paid on cancellation of units	(4,018)	
		(3,366)
Stamp duty reserve tax		(3)
Change in net assets attributable to unitholders from investment activities		2,127
Retained distribution on accumulation units		
Closing net assets attributable to unitholders		34,758

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		33,483		35,399
Debtors	533		611	
Cash and bank balances	1,597		755	
Total other assets		2,130		1,366
Total assets		35,613		36,765
Liabilities				
Creditors	(595)		(447)	
Distribution payable on income units	(260)		(318)	
Total other liabilities		(855)		(765)
Total liabilities		(855)		(765)
Net assets attributable to unitholders		34,758		36,000

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

1. Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2. Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000
Interim (31 December)	248
Interim (31 March)	260
	508
Revenue deducted on cancellation of units	9
Revenue received on issue of units	(3)
Finance costs: Distributions	514
Finance costs: Interest	-
Total finance costs	514
Reconciliation of distributions:	
Net revenue after taxation	245
Capitalised fees	269
CT relief transfer	-
Finance costs: Distributions	514

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit**	Distribution paid 31.05.14 pence per unit	Distribution paid 31.05.13 pence per unit
Accumulation 'U2' Units**				
Group 1	0.5740	-	0.5740	-
Group 2	0.0000	0.0000	0.0000	-
Income 'A' Units				
Group 1	0.7885	-	0.7885	-
Group 2	0.3170	0.4715	0.7885	-

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

** from 14 February 2014

Old Mutual Newton Managed Fund

Launch date	23 February 2005
Sector classification	Balanced Managed
Investment adviser	Newton Investment Management Limited
Net asset value	£-

The Old Mutual Newton Managed Fund closed on 27th February 2014

Objective

The sub-fund aimed to achieve capital growth through predominant investment in a well-diversified portfolio with long-term asset allocation of global equities and global fixed interest securities, with a bias towards the UK.

Policy

Investments may have been made through collective investment schemes or through directly invested portfolios. Outperformance was sought through a combination of stock selection and asset allocation between markets, and the performance of this sub-fund was therefore determined by movements in both asset prices and currency exchange rates.

For efficient portfolio management purposes only, investment may have also been made into currency forwards but no other derivatives or forward transactions.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting year. Units were first issued at 50p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.11			
Accumulation 'A'	£316,664,746	461,851,258	68.56
30.09.12			
Accumulation 'A'	£321,992,282	412,590,355	78.04
30.09.13			
Accumulation 'A'	£312,938,301	367,833,664	85.08
31.03.14*			
Accumulation 'A'	-	-	-

*the sub-fund closed on 27th February 2014

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2009		
Accumulation 'A'	69.85	52.23
2010		
Accumulation 'A'	76.53	66.61
2011		
Accumulation 'A'	78.20	66.90
2012		
Accumulation 'A'	78.86	71.20
2013		
Accumulation 'A'	89.12	78.93
2014*		
Accumulation 'A'	87.27	83.85

* to 27th February 2014

Income (Net Accumulations)

Calendar year	Pence per unit
2009	
Accumulation 'A'	1.2802
2010	
Accumulation 'A'	1.1880
2011	
Accumulation 'A'	1.1078
2012	
Accumulation 'A'	1.0051
2013	
Accumulation 'A'	0.9128
2014*	
Accumulation 'A'	0.0000

*the sub-fund closed on 27th February 2014

Investment Manager's review

Following an extraordinary general meeting the Old Mutual Newton Managed Fund was merged into the Old Mutual Foundation 4 Fund on 27th February 2014.

Over the six months to 31 March 2014, the Fund's performance benefited from good stock-selection within the healthcare, technology and consumer goods sectors.

Swiss pharmaceuticals-companies Roche Holdings and Novartis performed well. They issued good full-year results and have strong drug pipelines. The results of US technology company Hewlett-Packard were also well received, with the company generating strong revenue.

The Fund also benefited from its positions in UK retailers Next, Carphone Warehouse and Associated British Foods owner of Primark.

Overall, the telecommunications sector was an area of weakness but one highlight was the performance of Swiss firm Swisscom.

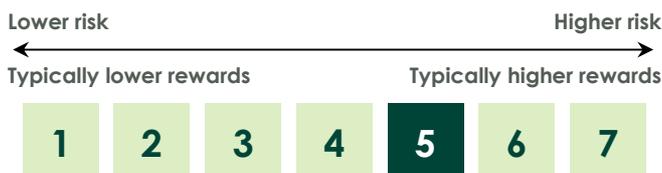
On the negative side, performance was held back by UK industrial company Smiths Group, which issued disappointing results. We retain a position in the stock as it is still generating high and stable returns.

We initiated a new position in the global speciality-chemicals company, Eastman Chemicals, which has an attractive set of speciality chemical assets. We also started a position in Intuit, a US based provider of business and financial-management solutions. In our view, there are significant opportunities for the company by continuing to address the unmet needs of small businesses, consumers and accounting professionals.

Among other activity, we sold the position in UK life insurer Prudential due to its exposure to emerging markets. Also within the financials sector we sold the US regional bank Keycorp, after it reached our target price.

In order to reduce exposure to emerging markets, we also sold Swiss food producer Nestle and French-based cosmetics company L'Oreal.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Sub-funds in category 5 have in the past shown moderately high volatility. With a sub-fund of category 5, you have a moderately high risk of losing money but your chance for gains is also moderately high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective.

Credit risk - the issuer of a Bond or a similar investment within the sub-fund may not pay income or repay capital to the sub-fund when due.

Interest rate risk - investments in bonds are affected by interest rates and inflation trends which may affect the value of the sub-fund.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub-fund's ability to meet redemption requests upon demand.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub-fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of sub-fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges.

For a more detailed explanation of risks, please refer to the "Risks" section of the prospectus.

Ongoing charges figure (OCF)*

30.09.12 Accumulation 'A'	1.58%
30.09.13 Accumulation 'A'	1.56%
31.03.14 Accumulation 'A'**	n/a

* The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.

**The sub-fund closed on 27th February 2014.

All information is at 31 March 2014 unless otherwise stated.

Portfolio statement

as at 31 March 2014

The sub-fund closed to investors on 27th February 2014. Accordingly, no portfolio statement has been provided.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

	Note	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Income					
Net capital gains			2,927		28,790
Revenue		2,871		3,874	
Expenses		(2,037)		(2,547)	
Finance costs: Interest	2	(2)		-	
Net revenue before taxation		832		1,327	
Taxation		(68)		(156)	
Net revenue after taxation			764		1,171
Total return before distributions			3,691		29,961
Finance costs: Distributions	2		(551)		(1,171)
Change in net assets attributable to unitholders from investment activities			3,140		28,790

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14 £'000	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000	01.10.12 to 31.03.13 £'000
Opening net assets attributable to unitholders		312,938*		321,992
Amounts received on issue of units	1,548		4,057	
Amounts paid on cancellation of units	(317,620)		(20,926)	
		(316,072)		(16,869)
Stamp duty reserve tax		(6)		(7)
Change in net assets attributable to unitholders from investment activities		3,140		28,790
Retained distribution on accumulation units		-		1,146
Closing net assets attributable to unitholders		-		335,052

* Section 3.30 of the IMA SORP issued in October 2010 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to net assets at the start of the current period.

The sub-fund closed on 27th February 2014.

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		-		293,691
Debtors	1,098		2,900	
Cash and bank balances	164		17,614	
Total other assets		1,262		20,514
Total assets		1,262		314,205
Liabilities				
Investment liabilities		-		(38)
Creditors	(401)		(1,229)	
Payable to Old Mutual Foundation 4	(861)		-	
Total other liabilities		(1,262)		(1,229)
Total liabilities		(1,262)		(1,267)
Net assets attributable to unitholders		-		312,938

The sub-fund closed on 27th February 2014.

Notes to the financial statements

for the period from 1 October 2013 to 31 March 2014

1. Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2. Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000	01.10.12 31.03.13 £'000
Interim (31 March)	-	1,146
	-	1,146
Revenue deducted on cancellation of units	553	30
Revenue received on issue of units	(2)	(5)
Finance costs: Distributions	551	1,171
Finance costs: Interest	2	-
Total finance costs	553	1,171
Reconciliation of distributions:		
Net revenue after taxation	764	1,171
Undistributed revenue carried forward	(213)	-
Finance costs: Distributions	551	1,171

Old Mutual UK Alpha Fund

Launch date	31 January 2003
Sector classification	Unclassified
Investment adviser	Old Mutual Global Investors (UK) Limited
Net asset value	£1,252,610,965

Objective

To maximise capital growth through investment in a portfolio of predominantly UK equities.

Policy

Investment will be in a portfolio of predominantly UK equities, either directly in transferable securities or through collective investment schemes, including those managed and operated by the Manager.

For efficient portfolio management purposes only, investment may also be made into derivatives or forward transactions.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting period. Units were first issued at 50p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.11			
Accumulation 'R'	£135,062,430	175,295,849	77.05
Income	£15,660	25,000	62.64
30.09.12			
Accumulation 'R'	£141,966,146	158,183,284	89.75
Income*	£-	-	-
30.09.13			
Accumulation 'A'	£44,240,384	42,871,167	103.19
Accumulation 'R'	£195,641,067	164,138,786	119.19
Accumulation 'U1'	£113,321,975	107,268,966	105.64
Income 'A'	£4,418,837	4,162,887	106.15
Income 'R'	£2,975,205	2,780,823	106.99
Income 'U1'	£219,782,309	211,076,953	104.12
31.03.14			
Accumulation 'A'	£112,178,784	103,848,723	108.02
Accumulation 'R'	£308,068,805	245,782,102	125.34
Accumulation 'U1'	£193,002,614	173,902,711	110.98
Accumulation 'U2'**	£179,163,784	169,322,025	105.81
Accumulation 'X'***	£13,756,052	14,200,000	96.87
Income 'A'	£11,175,259	10,148,979	110.11
Income 'R'	£12,628,931	11,356,284	111.21
Income 'U1'	£421,850,170	388,734,030	108.52
Income 'U2'***	£786,566	749,794	104.90

* closed on 30 July 2012

** from 8 October 2013

*** from 28 February 2014

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2009		
Accumulation 'R'	74.66	51.17
Income	62.25	44.17
2010		
Accumulation 'R'	89.16	68.33
Income	72.38	56.97
2011		
Accumulation 'R'	92.24	73.77
Income	74.99	59.26
2012		
Accumulation 'R'	99.98	80.14
Income*	72.66	63.57
2013		
Accumulation 'A'***	111.8	93.78
Accumulation 'R'	129.2	101.0
Accumulation 'U1'****	114.4	95.57
Accumulation 'U2'****	108.1	99.97
Income 'A'†	114.8	97.13
Income 'R'††	115.7	97.69
Income 'U1'†††	112.9	95.23
2014††††		
Accumulation 'A'	115.0	107.8
Accumulation 'R'	133.0	124.7
Accumulation 'U1'	117.8	110.4
Accumulation 'U2'	111.4	104.5
Accumulation 'X'	102.2	96.71
Income 'A'	118.1	110.7
Income 'R'	119.1	111.7
Income 'U1'	116.2	109.0
Income 'U2'‡	112.3	105.3

* closed on 30 July 2012

** from 3 June 2013

*** from 15 May 2013

**** from 8 October 2013

† from 7 June 2013

†† from 21 June 2013

††† from 14 May 2013

†††† to 31 March

‡ from 28 February 2014

Old Mutual UK Alpha Fund

Income (Net Distributions/Accumulations)

Calendar year	Pence per unit
2009	
Accumulation 'R'	2.1662
Income	1.8515
2010	
Accumulation 'R'	1.6487
Income	1.3684
2011	
Accumulation 'R'	1.8682
Income	1.5206
2012	
Accumulation 'R'	2.3576
Income*	0.5612
2013	
Accumulation 'A'	0.7283
Accumulation 'R'	2.7900
Accumulation 'U1'	1.1237
Income 'A'	0.7449
Income 'R'	0.6015
Income 'U1'	0.8729
2014**	
Accumulation 'A'	0.9202
Accumulation 'R'	1.0630
Accumulation 'U1'	0.9353
Accumulation 'U2'***	0.8842
Accumulation 'X'****	0.2931
Income 'A'	0.9468
Income 'R'	0.9519
Income 'U1'	0.9286
Income 'U2'***	0.8807

* closed 20 July 2012

** ex dividend date of 31 March and payable on 31 May 2014

*** from 8 October 2013

**** from 28 February 2014

Old Mutual UK Alpha Fund

Investment Manager's review

Over the final quarter of 2013 the UK equity market's rally extended its gains for the year, but the first quarter of 2014 saw a more volatile performance, ending slightly lower. Investor confidence that growth in the developed world was firmly established and would not be derailed by the gradual reduction of stimulus by the US Federal Reserve ran into a statistical fog caused by severe winter weather impacting activity in many parts of the US.

Meanwhile, after two years of re-rating in anticipation of strong profits growth, corporate results announcements in the UK market in Q1 were actually pretty mixed. Sterling strength led to downgraded expectations for multinational companies, alongside continued weakness in a number of developing economies, whilst regulatory pressure to build capital ratios further held back bank shares.

The fund outperformed in the final quarter of 2013 but gave back some relative returns in the first quarter of 2014, giving a net return in line with the FTSE All Share Index return over the six months. The fund benefitted from good results and strong gains from a number of domestic economy holdings such as Next, Whitbread, Home Retail Group and Taylor Wimpey, together with financials such as St James's Place and Aviva, a new holding. International Consolidated Airlines Group also made more progress.

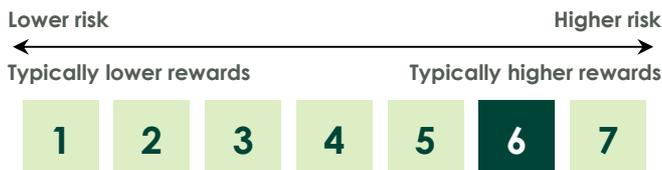
Offsetting these were poor returns from Debenhams and Ladbrokes, both of which are behind peers in their development of successful online offerings. Tate & Lyle suffered from intense price competition for sweetener Sucralose from China, while life assurer Resolution was adversely affected by planned reform to the UK annuity market.

Over the period we sold power generator Aggreko and cruise line operator Carnival on weaker trading and increased competition, alongside our holding in Invensys following its takeover. Aside from the Aviva purchase, we also began a holding in Vodafone towards the end of the six months.

The market may well remain in a broad trading range for a while to come, given its gains of recent years. But we expect it to breakout on the upside once rising economic activity starts to generate broader gains in corporate profits. The portfolio retains a pro-cyclical and financial bias rather than a defensive stance to benefit from this on-going improvement in the growth outlook.

The Old Mutual UK Alpha Fund produced a robust real return that strongly outperformed the benchmark during the reporting interval. Being both overweight and stock picking in travel/leisure and technology were positive factors for the fund's performance. Share selection and an underweight in telecoms were also beneficial, as was stock picking in personal/household goods. An underweight in oil/gas (despite unhelpful stock picking) was another plus for performance. Among the few detractors were stock picking in industrials and financials (where an underweight this sector also hurt).

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rates at which funds of this type have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 6 have in the past shown relatively high volatility. With a fund of category 6, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Investment risk - there is no guarantee that the sub fund will achieve its objective.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub fund because it primarily invests in this market.

Concentration risk (number of securities) - the sub fund typically invests in a limited number of investments. A fall in the value of a single investment may have a greater impact on the Fund's value than if it held a larger number of investments.

Smaller companies risk - smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.

Liquidity risk - some investments may become hard to value or sell at a desired time and price. In extreme circumstances this may affect the sub fund's ability to meet redemption requests upon demand.

Currency risk - the sub fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub fund may use derivatives to reduce costs and/or the overall risk of the Fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the Fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub fund takes charges from capital of the Fund. Investors should be aware that there is potential for capital erosion if insufficient capital growth is achieved by the Fund to cover the charges. Capital erosion may have the effect of reducing the level of income generated.

For a more detailed explanation of risks, please refer to the "Risks" section of the Prospectus.

Asset allocation

UK Equities	93.87%
Ireland Equities	3.14%
Net other assets	2.99%
Total	100.00%

Portfolio allocation

United Kingdom:

Life Insurance	16.50%
Banks	13.02%
Oil & Gas Producers	10.19%
Mining	8.65%
Travel & Leisure	7.93%
General Retailers	7.37%
Food Producers	5.43%
Pharmaceuticals & Biotechnology	3.74%
Household Goods & Home Construction	3.34%
Electricity	3.00%
Media	2.73%
Aerospace & Defence	2.65%
Financial Services	2.42%
Support Services	2.23%
Gas, Water & Multiutilities	1.76%
Industrial Engineering	1.56%
Mobile Telecommunications	1.35%

Overseas

Ireland Equities	3.14%
Net other assets	2.99%
Total	100.00%

Major holdings

	Percentage of portfolio
HSBC	4.45%
Royal Dutch Shell 'B'	4.30%
Rio Tinto	3.96%
St James's Place	3.89%
Lloyds Banking	3.86%
International Consolidated Airlines	3.79%
GlaxoSmithKline	3.74%
General Energy	3.52%
Resolution	3.27%
Aviva	3.71%

Number of holdings **35**

Ongoing charges figure (OCF)*

30.09.13 Accumulation 'A'	1.55%
30.09.13 Accumulation 'R'	0.79%
30.09.13 Accumulation 'U1'	0.72%
30.09.13 Income 'A'	1.54%
30.09.13 Income 'R'	0.80%
30.09.13 Income 'U1'	0.72%
31.03.14 Accumulation 'A'	1.55%
31.03.14 Accumulation 'R'	0.79%
31.03.14 Accumulation 'U1'	0.72%
31.03.14 Accumulation 'U2'	0.65%
31.03.14 Accumulation 'X'	0.05%
31.03.14 Income 'A'	1.54%
31.03.14 Income 'R'	0.80%
31.03.14 Income 'U1'	0.72%
31.03.14 Income 'U2'	0.68%

*The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.

All information is at 31 March 2014 unless otherwise stated.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 93.87% (30 September 2013 94.23%)			
United Kingdom Equities 93.87%, (30 September 2013 94.23%)			
Aerospace & Defence 2.65% (30 September 2013 2.68%)			
3,075,355	Rolls-Royce	33,183	2.65
Banks 13.02% (30 September 2013 12.21%)			
17,558,734	Barclays	40,736	3.25
9,173,577	HSBC	55,757	4.45
64,998,882	Lloyds Banking	48,437	3.86
5,941,301	Royal Bank of Scotland	18,347	1.46
		163,277	13.02
Electricity 3.00% (30 September 2013 3.83%)			
4,900,006	Drax	37,559	3.00
Financial Services 2.42% (30 September 2013 2.81%)			
129,280	Acquisition 1234	52	0.01
7,949,742	ICAP	30,177	2.41
		30,229	2.42
Food Producers 5.43% (30 September 2013 4.97%)			
5,727,208	Tate & Lyle	38,286	3.06
1,159,086	Unilever	29,742	2.37
		68,028	5.43
Gas, Water & Multiutilities 1.76% (30 September 2013 1.78%)			
6,712,955	Centrica	22,018	1.76
General Retailers 7.37% (30 September 2013 7.59%)			
32,482,531	Debenhams	25,255	2.02
15,469,936	Home Retail	33,461	2.67
502,887	Next	33,593	2.68
		92,309	7.37
Household Goods & Home Construction 3.34% (30 September 2013 2.89%)			
35,873,181	Taylor Wimpey	41,828	3.34
Industrial Engineering 1.56% (30 September 2013 2.52%)			
6,602,997	Melrose Industries	19,598	1.56

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Life Insurance 16.50% (30 September 2013 12.71%)			
9,723,876	Aviva	46,500	3.71
18,370,602	Legal & General	37,954	3.03
2,537,168	Prudential	32,590	2.60
13,592,860	Resolution	40,942	3.27
5,847,394	St James's Place	48,709	3.89
		206,695	16.50
Media 2.73% (30 September 2013 2.62%)			
3,718,308	Reed Elsevier	34,134	2.73
Mining 8.65% (30 September 2013 8.79%)			
867,949	BHP Billiton	16,096	1.29
13,702,265	Glencore Xstrata	42,621	3.40
1,482,145	Rio Tinto	49,511	3.96
		108,228	8.65
Mobile Telecommunication 1.35% (30 September 2013 0.00%)			
7,668,139	Vodafone	16,950	1.35
Oil & Gas Producers 10.19% (30 September 2013 8.67%)			
2,659,166	BG	29,650	2.37
4,536,355	General Energy	44,071	3.52
2,286,802	Royal Dutch Shell 'B'	53,911	4.30
		127,632	10.19
Pharmaceuticals & Biotechnology 3.74% (30 September 2013 3.28%)			
2,917,008	GlaxoSmithKline	46,818	3.74
Software & Computer Services 0.00% (30 September 2013 2.86%)			
Support Services 2.23% (30 September 2013 4.91%)			
2,567,425	Experian	27,934	2.23
Travel & Leisure 7.93% (30 September 2013 9.11%)			
11,354,450	International Consolidated Airlines	47,496	3.79
15,829,439	Ladbrokes	21,196	1.69
729,916	Whitbread	30,715	2.45
		99,407	7.93
Europe 3.14% (30 September 2013 2.99%)			
Europe Equities 3.14% (30 September 2013 2.99%)			
Ireland Equities 3.14% (30 September 2013 2.99%)			
1,319,354	Shire	39,343	3.14

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Investment assets	1,215,170	97.01
	Net other assets	37,442	2.99
	Total net assets	1,252,611	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14	01.10.13 to 31.03.14	01.10.12 to 31.03.13	01.10.12 to 31.03.13
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains			22,761		29,762
Revenue		9,189		1,395	
Expenses		(4,018)		(852)	
Finance costs: Interest	2	(6)		-	
Net revenue before taxation		5,165		543	
Taxation		-		(3)	
Net revenue after taxation			5,165		540
Total return before distributions			27,926		30,302
Finance costs: Distributions	2		(8,948)		(1,280)
Change in net assets attributable to unitholders from investment activities			18,978		29,022

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14	01.10.13 to 31.03.14	01.10.12 to 31.03.13	01.10.12 to 31.03.13
		£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders			580,380*		141,966
Amounts received on issue of units		676,538		17,491	
Amounts paid on cancellation of units		(29,810)		(27,749)	
			646,728		(10,258)
Stamp duty reserve tax			(209)		(67)
Change in net assets attributable to unitholders from investment activities			18,978		29,022
Retained distribution on accumulation units			6,734		1,229
Closing net assets attributable to unitholders			1,252,611		161,892

* Section 3.30 of the IMA SORP issued in October 2010 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to net assets at the start of the current period.

Balance sheet

as at 31 March 2014

	31.03.14	31.03.14	30.09.13	30.09.13
	£'000	£'000	£'000	£'000
Assets				
Investment assets		1,215,169		564,242
Debtors	15,816		5,274	
Cash and bank balances	41,902		18,613	
Total other assets		57,718		23,887
Total assets		1,272,887		588,129
Liabilities				
Creditors	(16,456)		(5,859)	
Distribution payable on income units	(3,820)		(1,890)	
Total other liabilities		(20,276)		(7,749)
Total liabilities		(20,276)		(7,749)
Net assets attributable to unitholders		1,252,611		580,380

Notes to the financial statements

for the period 1 October 2013 to 31 March 2014

1. Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2. Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000
Interim (31 March)	10,554	1,229
Revenue deducted on cancellation of units	10,554	1,229
Revenue received on issue of units	122	113
	(1,728)	(62)
Finance costs: Distributions	8,948	1,280
Finance costs: Interest	6	-
Total finance costs	8,954	1,280
Reconciliation of distributions:		
Net revenue after taxation	5,165	540
Capitalised fees	3,784	783
UK stock dividends not distributed	-	(43)
Undistributed revenue carried forward	(1)	-
Finance costs: Distributions	8,948	1,280

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution payable 31.05.14 pence per unit	Distribution paid 31.05.13 pence per unit
Accumulation 'A' Units				
Group 1	0.9202	-	0.9202	-
Group 2	0.4939	0.4263	0.9202	-
Accumulation 'R' Units				
Group 1	1.0630	-	1.0630	0.7033
Group 2	0.6608	0.4022	1.0630	0.7033
Accumulation 'U1' Units				
Group 1	0.9353	-	0.9353	-
Group 2	0.5360	0.3993	0.9353	-
Accumulation 'U2' Units**				
Group 1	0.8842	-	0.8842	-
Group 2	0.7464	0.1378	0.8842	-
Accumulation 'X' Units***				
Group 1	0.2931	-	0.2931	-
Group 2	0.2931	0.0000	0.2931	-
Income 'A' Units				
Group 1	0.9438	-	0.9438	0.5612
Group 2	0.5467	0.3971	0.9438	0.5612
Income 'R' Units				
Group 1	0.9519	-	0.9519	-
Group 2	0.5024	0.4495	0.9519	-
Income 'U1' Units				
Group 1	0.9286	-	0.9286	-
Group 2	0.5503	0.3783	0.9286	-
Income 'U2' Units**				
Group 1	0.8807	-	0.8807	-
Group 2	0.7552	0.1255	0.8807	-

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

** from 8 October 2013

***from 28 February 2014

Old Mutual UK Index Fund

Launch date	13 December 2002
Sector classification	UK All Companies
Investment adviser	BlackRock Advisors (UK) Limited
Net asset value	£186,454,429

Objective

To achieve capital growth through predominant investment in a portfolio of UK equities aimed at tracking the performance of the FTSE All-Share Index.

Policy

Investment will be in a portfolio of predominantly UK equities, either directly in transferable securities or through collective investment schemes, including those managed and operated by the Manager.

For efficient portfolio management purposes only, investment may also be made into derivatives or forward transactions.

Performance record

Net asset value

The table below shows the total net asset value of the sub-fund, the net asset value per unit in pence and the number of units in existence at the end of the accounting period. A Accumulation units were first issued at 50p per unit, R Accumulation units were first issued at 100p per unit and U2 Accumulation units were first issued at 100p per unit.

Date	Net asset value of sub-fund	Units in issue	Net asset value per unit
30.09.11			
Accumulation 'A'	£301,338,611	350,096,607	86.07
30.09.12			
Accumulation 'A'	£312,121,597	309,375,084	100.89
30.09.13			
Accumulation 'A'	£185,701,070	156,673,146	118.53
31.03.14			
Accumulation 'A'	£186,203,905	149,682,439	124.40
Accumulation 'R'*	£11,450	9,331	122.71
Accumulation 'U2'**	£239,074	240,870	99.25

* from 30 December 2013

** from 18 February 2014

Comparative table

The table below shows the highest and lowest unit prices per unit in pence for the calendar years indicated below.

Calendar year	Highest price	Lowest price
2009		
Accumulation 'A'	85.51	53.28
2010		
Accumulation 'A'	98.74	78.25
2011		
Accumulation 'A'	101.5	82.77
2012		
Accumulation 'A'	105.1	90.82
2013		
Accumulation 'A'	125.0	106.1
Accumulation 'R'*	125.0	124.6
2014**		
Accumulation 'A'	127.3	119.7
Accumulation 'R'	125.4	117.9
Accumulation 'U2'***	101.5	97.64

* from 30 December 2013

** to 31 March

*** from 18 February 2014

Income (Accumulations)

Calendar year	Pence per unit
2009	
Accumulation 'A'	2.7614
2010	
Accumulation 'A'	2.4181
2011	
Accumulation 'A'	2.5205
2012	
Accumulation 'A'	3.1770
2013	
Accumulation 'A'	3.5123
2014*	
Accumulation 'A'	1.5956
Accumulation 'R'**	0.9447
Accumulation 'U2'***	0.2153

* ex dividend date of 31 March and payable on 31 May 2014

** from 30 December 2013

*** from 18 February 2014

Investment Manager’s review

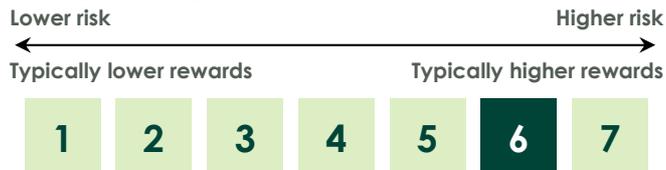
The UK equity fund ended higher in the six month to the end of March 2014, though returns were not smooth over the period as a whole. October and December were positive, as was February, while the intervening months were negative. There was a particularly sharp sell-off in January, followed by an almost equally sharp rally in February.

Meanwhile, after two years of re-rating in anticipation of strong profits growth, corporate results announcements in the UK market in Q1 were actually pretty mixed. Sterling strength led to downgraded expectations for multinational companies, alongside continued weakness in a number of developing economies, whilst regulatory pressure to build capital ratios further held back bank shares.

At a sector level, alternative energy, health care equipment & services, real estate, household goods & home construction and financial services made the greatest positive contribution to performance. Industrial metals & mining, food & drug retailers, personal goods and banks were the weakest. At a stock level, Greencore, a food producer, had the best returns, followed by Safestore, Pace and Darty. Partnership Assurance, Perform Group, Kenmare Resources and Mothercare were among the weakest.

The UK Index Fund is designed to track the performance of the FTSE All Share Index. For the twelve month reporting interval the portfolio achieved a strong gain that marginally exceeded that of the benchmark.

Risk and Reward Profile



The calculated risk and reward category, as shown above, uses a method of calculation derived from EU rules. It is based on the rate at which the returns of the sub-fund have moved up and down in the past (i.e. volatility) and is not a guide to the future risk and reward category of the sub-fund. The category shown is not a target or guarantee and may shift over time. Even the lowest category 1 does not mean a risk-free investment. The seven-category scale is nonlinear, for example, 2 is not twice as risky as 1.

Funds in category 6 have in the past shown relatively high volatility. With a sub-fund of category 6, you have a relatively high risk of losing money but your chance for gains is also relatively high.

Investment risk - there is no guarantee that the sub-fund will achieve its objective.

Index-tracking risk - the performance of the sub-fund will depend on the performance of the relevant index and the success of the sub-fund in tracking that index.

Geographic concentration risk - a fall in the UK market may have a significant impact on the value of the sub-fund because it primarily invests in this market.

Currency risk - the sub-fund is denominated in British Pounds but may hold assets denominated in, or with exposure to, other currencies. The value of your units may rise and fall as a result of exchange rate movements between these currencies.

Derivative risk - the sub-fund may use derivatives to reduce costs and/or the overall risk of the sub-fund (i.e. Efficient Portfolio Management (EPM)). Derivatives involve a level of risk, however, for EPM; they should not increase the overall riskiness of the sub-fund. Derivatives also involve counterparty risk where the institutions acting as counterparty to derivatives may not meet its contractual obligations.

Capital erosion risk - the sub-fund takes its charges from the income of the sub-fund in the first instance. The impact of Fund charges may be material on the value of any income you receive from your investment. There is potential for capital erosion if insufficient income is generated by the sub-fund to cover these charges.

For a more detailed explanation of risks, please refer to the "Risks" section of the Prospectus.

Asset allocation		Portfolio allocation	
UK Equities	96.69%	United Kingdom:	
Ireland Equities	1.47%	Oil & Gas Producers	13.76%
Switzerland Equities	0.14%	Banks	10.57%
United Arab Emirates Equities	0.04%	Mining	7.07%
Georgia` Equities	0.03%	Pharmaceuticals & Biotechnology	6.41%
Unites States of America Equities	0.02%	Support Services	4.69%
United Kingdom Derivatives	0.02%	Life Insurance	4.26%
Israel Equities	0.01%	Tobacco	4.18%
Singapore Equities	0.01%	Beverages	3.79%
		Travel & Leisure	3.65%
Net other assets	1.57%	Equity Investment Instruments	3.36%
		Media	3.05%
Total	100.00%	Mobile Telecommunications	2.99%
		Gas, Water & Multiutilities	2.89%
		Household Goods & Home Construction	2.52%
		Food Producers	2.28%
		Financial Services	2.21%
		General Retailers	2.17%
		Aerospace & Defence	2.17%
		Food & Drug Retailers	1.83%
		Fixed Line Telecommunications	1.68%
		Real Estate Investment Trusts	1.61%
		Non-Life Insurance	1.05%
		Industrial Engineering	0.98%
		Technology Hardware & Equipment	0.89%
		Electricity	0.85%
		Chemicals	0.78%
		General Industrials	0.69%
		Oil Equipment, Services & Distribution	0.60%
		Real Estate Investment & Services	0.59%
		Software & Computer Services	0.55%
		Electronic & Electrical Equipment	0.51%
		Health Care Equipment & Services	0.45%
		Personal Goods	0.41%
		Construction & Materials	0.33%
		Industrial Transportation	0.31%
		Automobiles & Parts	0.31%
		Forestry & Paper	0.18%
		Industrial Metals & Mining	0.03%
		Leisure Goods	0.03%
		Derivatives	0.02%
		Alternative Energy	0.01%
		Ireland Equities	1.47%
		Switzerland Equities	0.14%
		United Arab Emirates Equities	0.04%
		Georgia Equities	0.03%
		United States of America Equities	0.02%
		Israel Equities	0.01%
		Singapore Equities	0.01%
		Net other assets	1.57%
		Total	100.00%

Major holdings	Percentage of portfolio
HSBC	5.52%
BP	4.31%
Royal Dutch Shell 'A'	4.08%
GlaxoSmithKline	3.77%
British American Tobacco	3.05%
Vodafone	2.84%
Royal Dutch Shell 'B'	2.79%
AstraZeneca	2.35%
Diageo	2.29%
Rio Tinto	2.01%

Number of holdings **625**

Ongoing charges figure (OCF)*

30.09.12 Accumulation 'A'	0.48%
30.09.13 Accumulation 'A'	0.47%
31.03.14 Accumulation 'A'	0.48%
31.03.14 Accumulation 'R'	0.37%
31.03.14 Accumulation 'U2'	0.27%

* The ongoing charges figure is the ratio of the sub-fund's ongoing charges to the average net assets of the sub-fund.

All information is at 31 March 2014 unless otherwise stated.

Portfolio statement

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
United Kingdom 96.71% (30 September 2013 99.13%)			
United Kingdom Equities 96.69% (30 September 2013 99.13%)			
Aerospace & Defence 2.17% (30 September 2013 2.36%)			
2,496	Avon Rubber	15	0.01
287,213	BAE Systems	1,179	0.63
16,652	Chemring	43	0.02
97,816	Cobham	293	0.16
71,705	Meggitt	344	0.18
60,274	QinetiQ	134	0.07
168,599	Rolls-Royce	1,819	0.97
36,444	Senior	111	0.06
6,312	Ultra Electronics	114	0.07
		4,052	2.17
Alternative Energy 0.01% (30 September 2013 0.00%)			
3,805	Porvair	13	0.01
Automobiles & Parts 0.31% (30 September 2013 0.28%)			
146,748	GKN	578	0.31
Banks 10.57% (30 September 2013 11.50%)			
1,447,935	Barclays	3,360	1.80
1,692,523	HSBC	10,287	5.52
4,355,783	Lloyds Banking	3,245	1.74
188,814	Royal Bank of Scotland	583	0.31
178,076	Standard Chartered	2,225	1.20
		19,700	10.57
Beverages 3.79% (30 September 2013 4.02%)			
8,137	AG Barr	49	0.02
21,661	Britvic	160	0.08
226,856	Diageo	4,260	2.29
85,150	SABMiller	2,572	1.38
10,588	Stock Spirits	31	0.02
		7,072	3.79
Chemicals 0.78% (30 September 2013 0.73%)			
35,649	AZ Electronic Materials	143	0.08
21,092	Alent	66	0.04
5,556	Carclo	10	0.00
12,225	Croda International	309	0.17
39,861	Elementis	113	0.06
18,463	Johnson Matthey	604	0.32
23,673	Synthomer	66	0.04
7,160	Victrex	143	0.07
		1,454	0.78

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Construction & Materials 0.33% (30 September 2013 0.28%)			
61,475	Balfour Beatty	184	0.10
1,505	Costain	4	0.00
7,406	Galliford Try	98	0.05
9,722	Henry Boot	20	0.01
6,088	Keller	64	0.04
4,956	Kier	82	0.04
31,863	Low & Bonar	27	0.01
22,000	Marshalls	39	0.02
3,831	Morgan Sindall	29	0.02
67,250	Norcros	14	0.01
16,024	Tyman	47	0.03
		608	0.33
Electricity 0.85% (30 September 2013 0.84%)			
36,419	Drax	279	0.15
8,467	Infinis Energy	20	0.01
86,330	SSE	1,281	0.69
		1,580	0.85
Electronic & Electrical Equipment 0.51% (30 September 2013 0.47%)			
2,917	Dialight	26	0.01
9,913	Domino Printing Sciences	77	0.04
22,499	e2v Technologies	35	0.02
34,150	Halma	197	0.11
13,894	HellermannTyton	45	0.02
26,655	Morgan Advanced Materials	94	0.05
4,752	Oxford Instruments	60	0.03
3,229	Renishaw	62	0.03
10,750	Spectris	248	0.13
13,643	TT Electronics	29	0.02
10,038	Volex	11	0.01
7,225	Xaar	68	0.04
		952	0.51
Equity Investment Instruments 3.36% (30 September 2013 3.20%)			
53,633	3i Infrastructure	72	0.04
19,891	Aberdeen Asian Income Fund	36	0.02
3,038	Aberdeen Asian Smaller Companies Investment Trust	24	0.01
9,600	Aberdeen New Dawn Investment Trust	16	0.01
2,749	Aberdeen New Thai Investment Trust	10	0.01
9,033	Aberdeen UK Tracker Trust	28	0.02
8,806	Aberforth Smaller Companies Trust	100	0.05
5,996	AcenciA Debt Strategies	6	0.00
5,457	Advance Developing Markets Fund	22	0.01
51,469	Alliance Trust	234	0.13
2,851	Artemis Alpha Trust	8	0.00

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Equity Investment Instruments (continued)			
903	Ashmore Global Opportunities	6	0.00
6,404	Asian Total Return Investment	11	0.01
25,885	BACIT	32	0.02
6,910	Baillie Gifford Japan Trust	23	0.01
3,488	Baillie Gifford Shin Nippon	10	0.01
11,038	Bankers Investment Trust	63	0.03
1,368	Baring Emerging Europe	9	0.01
3,878	BH Global	47	0.03
5,450	BH Macro	105	0.06
33,716	Bilfinger Berger Global Infrastructure SICAV Fund	40	0.02
5,706	Biotech Growth Trust	26	0.01
14,613	BlackRock Commodities Income Investment Trust	16	0.01
2,029	BlackRock Emerging Europe	5	0.00
11,893	BlackRock Frontiers Investment Trust	14	0.01
7,490	BlackRock Greater Europe Investment Trust	18	0.01
1,872	BlackRock Greater Europe Investment Trust – Subscription shares	0	0.00
3,118	BlackRock Latin American Investment Trust	13	0.01
26,048	BlackRock New Energy Investment Trust	0	0.00
9,844	BlackRock North American Income Trust	11	0.01
3,984	BlackRock Smaller Companies Trust	35	0.02
7,359	BlackRock Throgmorton Trust	23	0.01
17,164	BlackRock World Mining Trust	79	0.04
38,819	BlueCrest AllBlue Fund	67	0.04
4,951	BlueCrest BlueTrend	4	0.00
11,830	Bluefield Solar Income Fund	12	0.01
27,911	British Assets Trust	38	0.02
14,175	British Empire Securities and General Trust	69	0.04
2,544	Brunner Investment Trust	13	0.01
3,050	Caledonia Investments	59	0.03
626	Candover Investments	3	0.00
190	Capital Gearing Trust	6	0.00
7,826	City Merchants High Yield Trust	14	0.01
7,430	City Natural Resources High Yield Trust	9	0.01
25,046	City of London Investment Trust	94	0.05
14,259	CVC Credit Partners European Opportunities	15	0.01
9,820	Dexion Absolute	16	0.01
5,383	Dexion Trading	7	0.00
28,447	Diverse Income Trust	24	0.01
2,801	Dunedin Enterprise Investment Trust	11	0.01
14,126	Dunedin Income Growth Investment Trust	38	0.02
2,249	Dunedin Smaller Companies Investment Trust	5	0.00
15,302	Ecofin Water & Power Opportunities	21	0.01
20,313	Edinburgh Dragon Trust	49	0.03
17,975	Edinburgh Investment Trust	107	0.06
2,818	Edinburgh Worldwide Investment Trust	12	0.01
3,260	Electra Private Equity	85	0.05
11,295	Electric and General Investment Trust	0	0.00

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Equity Investment Instruments (continued)			
4,172	EP Global Opportunities Trust	9	0.00
3,127	European Investment Trust	24	0.01
8,635	F&C Capital & Income Investment Trust	22	0.01
3,722	F&C Global Smaller Companies	32	0.02
7,739	F&C Private Equity Trust	18	0.01
2,140	F&C US Smaller Companies	13	0.01
8,253	Fidelity Asian Values	17	0.01
56,025	Fidelity China Special Situations	57	0.03
4,011	Fidelity European Values	62	0.03
5,775	Fidelity Special Values	54	0.03
8,209	Finsbury Growth & Income Trust	42	0.02
51,344	Foreign & Colonial Investment Trust	190	0.10
13,932	Foresight Solar Fund	14	0.01
27,840	GCP Infrastructure Investments	30	0.02
12,514	Genesis Emerging Markets Fund	62	0.03
6,916	Graphite Enterprise Trust	42	0.02
16,525	Greencoat UK Wind	17	0.01
1,045	Hansa Trust	9	0.00
12,049	Henderson Diversified Income	11	0.01
1,459	Henderson European Focus Trust	14	0.01
2,773	Henderson EuroTrust	22	0.01
10,831	Henderson Far East Income	33	0.02
3,200	Henderson Global Trust	11	0.01
5,243	Henderson High Income Trust	9	0.00
7,832	Henderson Smaller Companies Investment Trust	45	0.02
3,074	Henderson Value Trust	7	0.00
7,994	Herald Investment Trust	56	0.03
2,831	HgCapital Trust	30	0.02
104,125	HICL Infrastructure	142	0.08
10,130	ICG-Longbow Senior Secured UK Property Debt Investments	10	0.01
24,559	Impax Environmental Markets	37	0.02
4,614	International Biotechnology Trust	13	0.01
69,907	International Public Partnerships	90	0.05
6,927	Invesco Asia Trust	11	0.01
7,620	Invesco Income Growth Trust	21	0.01
5,353	Invesco Perpetual UK Smaller Companies Investment Trust	18	0.01
2,206	Investors in Global Real Estate	2	0.00
61,931	John Laing Infrastructure Fund	73	0.04
4,834	JPMorgan American Investment Trust	57	0.03
10,980	JPMorgan Asian Investment Trust	22	0.01
9,349	JPMorgan Chinese Investment Trust	14	0.01
4,348	JPMorgan Claverhouse Investment Trust	26	0.01
10,773	JPMorgan Emerging Markets Investment Trust	58	0.03
3,263	JPMorgan European Investment Trust - Income	4	0.00
8,000	JPMorgan European Investment Trust - Growth	18	0.01
2,984	JPMorgan European Smaller Companies Investment Trust	36	0.02

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Equity Investment Instruments (continued)			
13,712	JPMorgan Global Convertibles Income Fund	15	0.01
23,872	JPMorgan Global Emerging Markets Income Trust	27	0.01
8,494	JPMorgan Indian Investment Trust	31	0.02
437	JPMorgan Japan Smaller Companies Trust	1	0.00
12,999	JPMorgan Japanese Investment Trust	27	0.01
1,901	JPMorgan Mid Cap Investment Trust	16	0.01
1,960	JPMorgan Overseas Investment Trust	18	0.01
4,946	JPMorgan Russian Securities	21	0.01
2,449	JPMorgan Smaller Companies Investment Trust	21	0.01
6,546	Jupiter European Opportunities Trust	30	0.02
31,948	Jupiter Second Split Trust	8	0.00
1,533	Keystone Investment Trust	26	0.01
10,424	Law Debenture	55	0.03
9,953	LMS Capital	8	0.00
2,044	Lowland Investment Company	29	0.01
6,312	Majedie Investments	13	0.01
4,438	Martin Currie Pacific Trust	12	0.01
10,269	Martin Currie Portfolio Investment Trust	17	0.01
9,117	Mercantile Investment Trust	145	0.08
10,169	Merchants Trust	51	0.03
7,204	Middlefield Canadian Income PCC	7	0.00
1,280	Miton Income Opportunities Trust	7	0.00
20,484	Monks Investment Trust	80	0.04
2,060	Montanaro European Smaller Cos Trust	11	0.01
2,441	Montanaro UK Smaller Companies Investment Trust	12	0.01
6,582	Murray Income Trust	51	0.03
11,758	Murray International Trust	122	0.07
108,400	NB Global Floating Rate Income Fund	107	0.06
4,741	New India Investment Trust	11	0.00
20,000	New City High Yield Fund	13	0.00
2,285	North American Income Trust	18	0.01
1,027	North Atlantic Smaller Cos Investment Trust	17	0.00
13,458	Pacific Assets Trust	20	0.01
5,345	Pacific Horizon Investment Trust	9	0.00
3,608	Pantheon International Participation	39	0.02
20,166	Perpetual Income and Growth Investment Trust	76	0.04
141	Personal Assets Trust	47	0.03
14,462	Polar Capital Global Financials Trust	15	0.01
9,337	Polar Capital Global Healthcare Growth & Income	14	0.01
12,202	Polar Capital Technology Trust	58	0.03
3,343	RCM Technology Trust	18	0.01
26,939	Renewables Infrastructure	27	0.01
11,594	RIT Capital Partners	153	0.08
2,375	Riverstone Energy	21	0.01
9,059	Ruffer Investment Company	19	0.01
16,397	Schroder AsiaPacific Fund	39	0.02

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Equity Investment Instruments (continued)			
8,010	Schroder Income Growth Fund	21	0.01
13,005	Schroder Japan Growth Fund	14	0.01
18,746	Schroder Oriental Income Fund	32	0.02
12,714	Schroder UK Growth Fund	23	0.01
3,802	Schroder UK Mid Cap Fund	19	0.01
11,497	Scottish American Investment	27	0.01
10,241	Scottish Investment Trust	60	0.03
22,899	Scottish Mortgage Investment Trust	234	0.13
3,297	Scottish Oriental Smaller Companies Trust	24	0.01
8,641	Securities Trust of Scotland	12	0.01
2,370	Shires Income	6	0.00
3,168	Standard Life Equity Income Trust	13	0.01
11,314	Standard Life European Private Equity Trust	23	0.01
4,848	Standard Life UK Smaller Trust	16	0.01
23,004	Starwood European Real Estate Finance	23	0.01
6,099	Temple Bar Investment Trust	74	0.04
28,902	Templeton Emerging Markets Investment Trust	151	0.08
4,921	TR European Growth Trust	29	0.02
31,952	TR Property Investment Trust - Ordinary Shares	78	0.04
22,586	Troy Income & Growth Trust	14	0.01
18,571	TwentyFour Income Fund	23	0.01
20,869	Utilico Emerging Markets	37	0.02
2,935	Value and Income Trust	8	0.00
18,422	Witan Investment Trust	126	0.07
8,868	Witan Pacific Investment Trust	19	0.01
4,000	Worldwide Healthcare Trust	52	0.02
		6,264	3.36
Financial Services 2.21% (30 September 2013 1.98%)			
87,377	3i	346	0.18
85,383	Aberdeen Asset Management	339	0.18
9,559	Arrow Global	21	0.01
36,517	Ashmore	121	0.06
23,966	Brewin Dolphin	80	0.04
2,348	Charles Taylor	6	0.00
2,544	City of London Investment	6	0.00
13,385	Close Brothers	189	0.10
49,751	F&C Asset Management	60	0.03
19,667	Hargreaves Lansdown	287	0.15
94,315	Henderson	247	0.13
48,645	ICAP	185	0.10
32,531	IG	206	0.11
35,824	Intermediate Capital	149	0.08
22,748	International Personal Finance	116	0.07
45,431	Investec	218	0.12
37,102	IP	77	0.04

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Financial Services (continued)			
37,920	Jupiter Fund Management	152	0.08
15,958	London Stock Exchange	316	0.17
147,065	Man	149	0.08
28,450	Paragon	115	0.06
12,559	Provident Financial	247	0.14
4,551	Rathbone Brothers	82	0.05
130	S&U	3	0.01
10,187	Schroders	265	0.14
19,498	SVG Capital	82	0.05
17,565	Tullett Prebon	49	0.03
		4,113	2.21
Fixed Line Telecommunications 1.68% (30 September 2013 1.53%)			
709,203	BT	2,679	1.44
229,364	Cable & Wireless Communications	121	0.07
27,832	Colt	41	0.02
46,496	Kcom	46	0.02
47,002	TalkTalk Telecom	152	0.08
4,948	Telecom Plus	89	0.05
		3,128	1.68
Food & Drug Retailers 1.83% (30 September 2013 2.21%)			
131,402	Booker	218	0.12
10,142	Greggs	51	0.03
125,837	J Sainsbury	399	0.21
38,472	Ocado	179	0.10
723,683	Tesco	2,143	1.15
195,029	Wm Morrison Supermarkets	417	0.22
		3,407	1.83
Food Producers 2.28% (30 September 2013 2.12%)			
2,120	Anglo-Eastern Plantations	15	0.01
31,393	Associated British Foods	886	0.47
563	Carr's Milling Industries	8	0.01
4,691	Cranswick	58	0.03
11,844	Dairy Crest	57	0.03
13,822	Devro	32	0.02
35,315	Greencore	98	0.05
4,010	Hilton Food	20	0.01
18,727	Premier Foods	12	0.01
29,963	Premier Foods	4	0.00
41,388	Tate & Lyle	277	0.15
108,667	Unilever	2,788	1.49
		4,255	2.28
Forestry & Paper 0.18% (30 September 2013 0.19%)			
32,942	Mondi	344	0.18

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Gas, Water & Multiutilities 2.89% (30 September 2013 2.86%)			
456,900	Centrica	1,499	0.81
335,955	National Grid	2,763	1.48
33,228	Penon	248	0.13
21,454	Severn Trent	393	0.21
61,434	United Utilities	486	0.26
		5,389	2.89
General Industrials 0.69% (30 September 2013 0.70%)			
1,681	British Polythene Industries	11	0.01
84,217	DS Smith	271	0.14
70,997	Rexam	347	0.19
15,007	RPC	93	0.05
35,325	Smiths	449	0.24
25,288	Vesuvius	109	0.06
		1,280	0.69
General Retailers 2.17% (30 September 2013 1.99%)			
4,620	Carpetright	28	0.01
34,244	Carphone Warehouse	112	0.06
47,116	Darty	53	0.03
111,181	Debenhams	86	0.05
4,614	Dignity	67	0.04
328,917	Dixons Retail	161	0.09
General Retailers (continued)			
8,197	Dunelm	77	0.04
9,277	Findel	29	0.01
18,117	Halfords	83	0.04
73,616	Home Retail	159	0.09
42,044	Inchcape	271	0.14
611	JD Sports Fashion	10	0.01
213,400	Kingfisher	893	0.48
21,937	Laura Ashley	5	0.00
29,181	Lookers	43	0.02
144,767	Marks & Spencer	656	0.35
7,886	Mothercare	15	0.01
13,397	N Brown	77	0.04
13,408	Next	896	0.48
115,985	Pendragon	35	0.02
18,352	Sports Direct International	155	0.08
9,715	Topps Tiles	13	0.01
11,075	WH Smith	133	0.07
		4,057	2.17

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Health Care Equipment & Services 0.45% (30 September 2013 0.40%)			
2,909	Consort Medical	27	0.01
9,856	Optos	18	0.01
80,781	Smith & Nephew	734	0.39
4,960	Synergy Health	68	0.04
		847	0.45
Household Goods & Home Construction 2.52% (30 September 2013 2.25%)			
1,917	Aga Rangemaster	3	0.00
88,407	Barratt Developments	364	0.19
10,957	Bellway	182	0.10
11,072	Berkeley	289	0.16
12,073	Bovis Homes	108	0.06
15,372	Crest Nicholson	60	0.03
5,950	Headlam	28	0.02
19,054	McBride	20	0.01
27,238	Persimmon	369	0.20
58,107	Reckitt Benckiser	2,862	1.53
21,108	Redrow	68	0.04
292,939	Taylor Wimpey	341	0.18
		4,694	2.52
Industrial Engineering 0.98% (30 September 2013 1.03%)			
17,802	Bodycote	145	0.08
17,856	Fenner	70	0.04
304	Goodwin	12	0.01
6,418	Hill & Smith	35	0.02
24,485	IMI	359	0.19
96,597	Melrose Industries	287	0.15
Industrial Engineering (continued)			
10,724	Renold	6	0.00
7,829	Rotork	206	0.11
12,607	Severfield-Rowen	7	0.00
6,785	Spirax-Sarco Engineering	194	0.10
4,546	Vitec	28	0.02
19,148	Weir	487	0.26
		1,836	0.98
Industrial Metals & Mining 0.03% (30 September 2013 0.05%)			
47,715	Evrz	36	0.02
11,298	Ferrexpo	17	0.01
		53	0.03

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Industrial Transportation 0.31% (30 September 2013 0.13%)			
43,601	BBA Aviation	144	0.08
610	Braemar Shipping Services	3	0.00
872	Clarkson	21	0.01
3,556	James Fisher & Sons	52	0.03
55,542	Royal Mail	314	0.16
27,274	Stobart	35	0.02
1,495	UK Mail	10	0.01
7,977	Wincanton	9	0.00
		588	0.31
Leisure Goods 0.03% (30 September 2013 0.02%)			
3,075	Games Workshop	16	0.01
25,075	Photo-Me International	34	0.02
		50	0.03
Life Insurance 4.26% (30 September 2013 3.89%)			
265,295	Aviva	1,269	0.68
9,171	Chesnara	28	0.02
16,415	Just Retirement	23	0.01
528,001	Legal & General	1,091	0.58
440,274	Old Mutual	888	0.48
13,611	Partnership Assurance	19	0.01
19,343	Phoenix	128	0.07
229,830	Prudential	2,952	1.58
122,672	Resolution	369	0.20
45,972	St James's Place	383	0.20
212,032	Standard Life	799	0.43
		7,949	4.26
Media 3.05% (30 September 2013 3.12%)			
1,410	4imprint	9	0.00
4,499	Bloomsbury Publishing	8	0.00
87,636	British Sky Broadcasting	803	0.43
9,282	Centaur Media	6	0.00
8,182	Chime Communications	28	0.02
18,250	Entertainment One	61	0.04
3,201	Euromoney Institutional Investor	39	0.02
18,523	Huntsworth	12	0.01
54,500	Informa	280	0.15
21,823	ITE	41	0.02
337,279	ITV	646	0.35
72,790	Johnston Press	16	0.01
31,137	Moneysupermarket.com	58	0.03
73,253	Pearson	766	0.42
9,873	Perform	24	0.01
105,285	Reed Elsevier	967	0.52
8,697	Rightmove	228	0.12

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Media (continued)			
4,486	Tarsus	9	0.00
22,156	Trinity Mirror	43	0.02
22,124	UBM	151	0.08
3,477	UTV Media	8	0.00
6,839	Wilmington	16	0.01
120,075	WPP	1,461	0.79
		5,680	3.05
Mining 7.07% (30 September 2013 7.14%)			
12,872	African Barrick Gold	33	0.02
117,699	Anglo American	1,792	0.96
6,691	Anglo Pacific	12	0.01
31,440	Antofagasta	264	0.14
49,777	Aquarius Platinum	18	0.01
11,382	Asia Resource Minerals	25	0.01
190,232	BHP Billiton	3,528	1.89
90,217	Centamin	46	0.02
15,288	Fresnillo	130	0.07
8,881	Gem Diamonds	15	0.01
866,338	Glencore Xstrata	2,695	1.45
16,421	Hochschild Mining	28	0.02
22,452	Kazakhmys	60	0.03
237,332	Kenmare Resources	33	0.02
38,946	Lonmin	111	0.06
13,599	New World Resources	4	0.00
35,231	Petra Diamonds	52	0.03
16,252	Petropavlovsk	13	0.01
17,545	Polymetal International	107	0.06
8,275	Randgold Resources	378	0.20
112,373	Rio Tinto	3,754	2.01
8,615	Vedanta Resources	77	0.04
		13,175	7.07
Mobile Telecommunication 2.99% (30 September 2013 5.39%)			
38,594	Inmarsat	282	0.15
2,392,751	Vodafone	5,289	2.84
		5,571	2.99
Non-Life Insurance 1.05% (30 September 2013 0.96%)			
17,503	Admiral	250	0.13
45,372	Amlin	219	0.12
45,708	Beazley	122	0.07
30,325	Catlin	163	0.09
137,034	Direct Line Insurance	328	0.18
21,442	esure	60	0.03
28,511	Hiscox	194	0.10
32,035	Hiscox C Shares	16	0.01

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Non-Life Insurance (continued)			
11,467	Jardine Lloyd Thompson	120	0.06
16,487	Lancashire	113	0.06
5,018	Novae	29	0.02
329,430	RSA Insurance	296	0.16
123,536	RSA Insurance Rights	41	0.02
		1,951	1.05
Oil & Gas Producers 13.76% (30 September 2013 13.53%)			
98,624	Afren	140	0.08
306,537	BG	3,418	1.83
1,658,664	BP	8,042	4.31
52,150	Cairn Energy	85	0.05
11,249	Caracal Energy	39	0.02
66,090	EnQuest	83	0.05
28,860	Essar Energy	19	0.01
9,237	Exillon Energy	11	0.01
609	Hardy Oil & Gas	0	0.00
19,086	Heritage Oil	45	0.02
2,939	JKX Oil & Gas	2	0.00
45,903	Ophir Energy	110	0.06
46,423	Premier Oil	137	0.07
344,819	Royal Dutch Shell 'A'	7,600	4.08
220,425	Royal Dutch Shell 'B'	5,197	2.79
10,160	RusPetro	1	0.00
25,733	Salamander Energy	27	0.01
19,966	Soco International	80	0.04
81,432	Tullow Oil	618	0.33
		25,654	13.76
Oil Equipment, Services & Distribution 0.60% (30 September 2013 0.59%)			
26,762	AMEC	300	0.16
9,480	Cape	29	0.02
11,888	Hunting	102	0.05
32,719	John Wood	253	0.14
9,199	Hunting	70	0.04
19,093	Lamprell	26	0.01
23,331	Petrofac	333	0.18
		1,113	0.60
Personal Goods 0.41% (30 September 2013 0.46%)			
39,915	Burberry	561	0.30
27,891	PZ Cussons	98	0.05
2,908	SuperGroup	49	0.03
2,291	Ted Baker	49	0.03
		757	0.41

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Pharmaceuticals & Biotechnology 6.41% (30 September 2013 6.05%)			
112,356	AstraZeneca	4,388	2.35
32,707	BTG	178	0.10
8,917	Dechra Pharmaceuticals	60	0.03
5,506	Genus	55	0.03
437,879	GlaxoSmithKline	7,028	3.77
12,085	Hikma Pharmaceuticals	198	0.11
29,689	Vectura	45	0.02
		11,952	6.41
Real Estate Investment & Services 0.59% (30 September 2013 0.46%)			
59,437	Capital & Counties Properties	209	0.12
3,484	Capital & Regional	2	0.00
1,929	CLS	25	0.01
14,611	Countrywide	96	0.05
382	Daejan	18	0.01
10,198	Development Securities	24	0.01
49,314	F&C Commercial Property Trust	59	0.03
19,630	F&C UK Real Estate Investment	16	0.01
17,560	Foxtons	63	0.03
38,654	Grainger	94	0.05
8,544	Helical Bar	32	0.02
6,246	LSL Property Services	27	0.02
33,139	Medicx Fund	28	0.02
36,383	Picton Property Income	21	0.01
37,920	Quintain Estates & Development	39	0.02
53,002	Raven Russia	37	0.02
20,568	Safestore	49	0.03
11,283	Savills	75	0.04
30,137	Schroder Real Estate Investment Trust	15	0.01
14,298	ST Modwen Properties	57	0.03
6,937	Standard Life Investment Property Income Trust	5	0.00
32,627	UK Commercial Property Trust	26	0.01
17,662	Unite	77	0.04
		1,094	0.59
Real Estate Investment Trusts 1.61% (30 September 2013 1.46%)			
11,593	Big Yellow	63	0.03
89,952	British Land	593	0.32
8,298	Derwent London	226	0.12
31,202	Great Portland Estates	198	0.10
63,452	Hammerson	353	0.19
56,694	Hansteen	61	0.03
61,112	Intu Properties	172	0.09
17,461	Intu Properties Rights	16	0.01
70,873	Land Securities	729	0.39
52,350	Londonmetric Property	74	0.04
611	McKay Securities	1	0.00

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Real Estate Investment Trusts (continued)			
3,994	Mucklow A & J	18	0.01
8,872	Primary Health Properties	30	0.02
66,526	Redefine International/Isle of Man	35	0.02
67,273	Segro	224	0.12
22,053	Shaftesbury	145	0.08
5,628	Town Centre Securities	13	0.01
9,326	Workspace	55	0.03
		3,006	1.61
Software & Computer Services 0.55% (30 September 2013 0.69%)			
24,300	Anite	19	0.01
5,954	Aveva	124	0.07
7,365	Computacenter	48	0.03
3,408	Fidessa	88	0.04
112,446	Innovation	39	0.02
12,570	Micro Focus International	103	0.05
16,265	NCC	30	0.02
10,304	Phoenix IT	12	0.01
98,857	Sage	415	0.22
7,677	SDL	26	0.01
18,846	Telecity	131	0.07
		1,035	0.55
Support Services 4.69% (30 September 2013 4.42%)			
22,719	Aggreko	343	0.18
45,358	Ashtead	435	0.23
32,353	Babcock International	446	0.24
15,111	Berendsen	168	0.09
10,906	Brammer	53	0.02
29,916	Bunzl	477	0.26
59,264	Capita	651	0.35
37,782	Carillion	135	0.07
7,530	DCC	246	0.13
9,202	De La Rue	74	0.04
10,368	Diploma	74	0.04
38,205	Electrocomponents	107	0.06
21,143	Essentra	182	0.10
90,985	Experian	990	0.53
139,839	G4S	337	0.18
19,670	Grafton	127	0.07
127,763	Hays	184	0.10
28,807	Hogg Robinson	22	0.01
25,462	Homeserve	81	0.04
55,912	Howden Joinery	210	0.11
3,107	Hyder Consulting	13	0.01
11,574	Interserve	84	0.04
14,485	Intertek	446	0.24

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Support Services (continued)			
4,541	John Menzies	29	0.02
12,985	Lavendon	31	0.02
8,045	Management Consulting	2	0.00
8,673	Mears	45	0.02
27,078	Michael Page International	132	0.07
33,808	Mitie	109	0.06
11,374	Northgate	59	0.03
6,515	PayPoint	75	0.05
33,268	Premier Farnell	76	0.04
59,320	Regus	131	0.07
164,204	Rentokil Initial	202	0.11
4,433	Ricardo	28	0.02
4,931	Robert Walters	15	0.01
19,555	RPS	61	0.03
45,075	Serco	189	0.10
35,124	Shanks	39	0.02
51,780	SIG	104	0.06
13,539	Smiths News	21	0.01
49,742	Speedy Hire	29	0.01
10,464	St Ives	21	0.01
10,728	SThree	42	0.02
21,980	Travis Perkins	415	0.22
8,883	Tribal	18	0.01
1,693	Vp	10	0.01
23,803	Wolseley	819	0.44
9,450	WS Atkins	130	0.07
20,448	Xchanging	34	0.02
		8,751	4.69
Technology Hardware & Equipment 0.89% (30 September 2013 0.88%)			
125,815	ARM	1,245	0.67
15,019	CSR	105	0.05
17,615	Imagination Technologies	36	0.02
23,732	Laird	72	0.03
28,058	Pace	126	0.07
7,357	Sapura	10	0.01
53,383	Spirent Communications	52	0.03
7,828	Wolfson Microelectronics	10	0.01
		1,656	0.89
Tobacco 4.18% (30 September 2013 4.22%)			
170,194	British American Tobacco	5,696	3.05
86,587	Imperial Tobacco	2,104	1.13
		7,800	4.18

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
Travel & Leisure 3.65% (30 September 2013 3.22%)			
13,376	888	20	0.01
8,066	Betfair	88	0.05
67,694	Bwin.Party Digital Entertainment	85	0.05
16,444	Carnival	378	0.20
Travel & Leisure (continued)			
17,240	Cineworld	53	0.03
161,893	Compass	1,488	0.80
12,321	Domino's Pizza	67	0.04
22,389	easyJet	384	0.21
45,047	Enterprise Inns	66	0.04
108,352	Firstgroup	155	0.08
12,000	Flybe	16	0.01
3,370	Fuller Smith & Turner	31	0.01
3,803	Go-Ahead	71	0.04
19,451	Greene King	174	0.09
23,352	InterContinental Hotels	450	0.24
183,420	International Consolidated Airlines	767	0.41
7,585	J D Wetherspoon	65	0.03
83,302	Ladbrokes	112	0.06
52,746	Marston's	76	0.04
31,072	Merlin Entertainments	117	0.06
13,636	Millennium & Copthorne Hotels	76	0.04
21,328	Mitchells & Butlers	97	0.05
38,191	National Express	107	0.06
17,300	Playtech	117	0.06
43,923	Punch Taverns	5	0.00
11,568	Rank	18	0.01
18,592	Restaurant	131	0.08
61,364	Spirit Pub	50	0.03
4,932	Sportech	4	0.01
38,672	Stagecoach	151	0.08
131,830	Thomas Cook	234	0.12
45,363	TUI Travel	199	0.11
9,117	Wembley	0	0.00
16,245	Whitbread	684	0.36
77,752	William Hill	266	0.14
		6,802	3.65
United Kingdom Derivatives 0.02% (30 September 2013 (0.01)%)			
Sterling Futures Contracts 0.02% (30 September 2013 (0.01)%)			
49	FTSE 100 Index Future 21/06/2014	31	0.02

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	Australia 0.00% (30 September 2013 0.00%)		
	Australia Equities 0.00% (30 September 2013 0.00%)		
9,662	International Ferro Metals	1	0.00
	Asia 0.04% (30 September 2013 0.05%)		
	Georgia Equities 0.03% (30 September 2013 0.02%)		
2,518	Bank of Georgia	62	0.03
	Singapore 0.01% (30 September 2013 0.03%)		
	Singapore Equities 0.01% (30 September 2013 0.03%)		
1,450	XP Power	24	0.01
	Europe 1.61% (30 September 2013 1.44%)		
	Europe Equities 1.61% (30 September 2013 1.44%)		
	Ireland Equities 1.47% (30 September 2013 1.26%)		
65,457	CRH	1,099	0.58
52,878	Shire	1,577	0.85
21,185	UDG Healthcare	74	0.04
		2,750	1.47
	Finland Equities 0.00% (30 September 2013 0.00%)		
109,200	Talvivaara Mining	4	0.00
	Switzerland Equities 0.14% (30 September 2013 0.18%)		
17,793	Coca-Cola HBC	266	0.14
	Middle East 0.05% (30 September 2013 0.03%)		
	Israel 0.01% (30 September 2013 0.01%)		
	Israel Equities 0.01% (30 September 2013 0.01%)		
65,251	BATM Advanced Communications	11	0.01
	United Arab Emirates 0.04% (30 September 2013 0.02%)		
	United Arab Emirates Equities 0.04% (30 September 2013 0.02%)		
3,866	Al Noor Hospitals	41	0.02
6,851	NMC Health	36	0.02
		77	0.04

Portfolio statement (continued)

as at 31 March 2014

Holding	Investment	Market Value £'000	Percentage of total net assets %
	America 0.02% (30 September 2013 0.01%)		
	North America Equities 0.02% (30 September 2013 0.01%)		
	United States of America Equities 0.02% (30 September 2013 0.01%)		
8,226	Kofax	41	0.02
	Investment assets	183,527	98.43
	Net other assets	2,927	1.57
	Total net assets	186,454	100.00

All investments are approved securities being either officially listed in a member state or traded on or under the rules of an eligible securities market, unless otherwise stated.

All investments are in ordinary shares unless otherwise stated.

Statement of total return

for the period from 1 October 2013 to 31 March 2014

		01.10.13 to 31.03.14	01.10.13 to 31.03.14	01.10.12 to 31.03.13	01.10.12 to 31.03.13
	Note	£'000	£'000	£'000	£'000
Income					
Net capital gains			6,925		28,032
Revenue		2,905		4,041	
Expenses		(447)		(630)	
Finance costs: Interest	2	-		(1)	
Net revenue before taxation		2,458		3,410	
Taxation		(1)		-	
Net revenue after taxation			2,457		3,410
Total return before distributions			9,382		31,442
Finance costs: Distributions	2		(2,457)		(3,384)
Change in net assets attributable to unitholders from investment activities			6,925		28,058

Statement of change in net assets attributable to unitholders

for the period from 1 October 2013 to 31 March 2014

	01.10.13 to 31.03.14	01.10.13 to 31.03.14	01.10.12 to 31.03.13	01.10.12 to 31.03.13
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		185,701*		312,122
Amounts received on issue of units	9,810		3,390	
Amounts paid on cancellation of units	(18,340)		(150,006)	
		(8,530)		(146,616)
Stamp duty reserve tax		(31)		(25)
Change in net assets attributable to unitholders from investment activities		6,925		28,058
Retained distribution on accumulation units		2,389		2,518
Closing net assets attributable to unitholders		186,454		196,057

* Section 3.30 of the IMA SORP issued in October 2010 requires comparative figures for the above statement. For interim financial statements this will result in the closing comparative net assets not being equal to net assets at the start of the current period.

Balance sheet

as at 31 March 2014

	31.03.14 £'000	31.03.14 £'000	30.09.13 £'000	30.09.13 £'000
Assets				
Investment assets		183,527		184,089
Debtors	1,109		708	
Cash and bank balances	2,480		1,205	
Total other assets		3,589		1,913
Total assets		187,116		186,002
Liabilities				
Investment liabilities		-		(19)
Creditors	(662)		(282)	
Total other liabilities		(662)		(282)
Total liabilities		(662)		(301)
Net assets attributable to unitholders		186,454		185,701

Notes to the financial statements

for the period 1 October 2013 to 31 March 2014

1 Accounting policies

The interim Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds, issued by the IMA in October 2010.

The accounting policies applied are consistent with those disclosed within the annual Financial Statements for the year ended 30 September 2013.

2 Finance costs

Distribution and interest

The distributions take account of revenue received on the issue of units and revenue deducted on the cancellation of units, and comprise:

	01.10.13 to 31.03.14 £'000	01.10.12 to 31.03.13 £'000
Interim (31 March)	2,389	2,518
Revenue deducted on cancellation of units	2,389	2,518
Revenue received on issue of units	123	886
	(55)	(20)
Finance costs: Distributions	2,457	3,384
Finance costs: Interest	-	1
Total finance costs	2,457	3,385
Reconciliation of distributions:		
Net revenue after taxation	2,457	3,410
UK stock dividends not distributed	-	(26)
Finance costs: Distributions	2,457	3,384

Distribution table

Interim distribution

Group 1: Units purchased prior to 1 October 2013
 Group 2: Units purchased from 1 October 2013 to 31 March 2014

	Net revenue pence per unit	Equalisation pence per unit*	Distribution payable 31.05.14 pence per unit	Distribution paid 31.05.13 pence per unit
Accumulation 'A' Units				
Group 1	1.5956	-	1.5956	1.4766
Group 2	0.8688	0.7268	1.5956	1.4766
Accumulation 'R' Units**				
Group 1	0.9447	-	0.9447	N/A
Group 2	0.5274	0.4173	0.9447	N/A
Accumulation 'U2' Units***				
Group 1	0.2153	-	0.2153	N/A
Group 2	0.0833	0.1320	0.2153	N/A

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

** from 30 December 2013

*** from 18 February 2014