



Traditional Funds plc

Condensed Interim Report and Unaudited Financial Statements

30 September 2013

Condensed Interim Report and Unaudited Financial Statements

TRADITIONAL FUNDS plc

(An investment company with variable capital structured as an umbrella fund
with segregated liability between Funds and incorporated under the laws of Ireland)

For the six months ended 30 September 2013

TRADITIONAL FUNDS plc

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TRADITIONAL FUNDS plc

MANAGEMENT AND ADMINISTRATION

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TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C High Income Bond Fund

Performance

The F&C High Income Bond Fund (the "Fund") returned -1.76%¹ (net of management fees and expenses) in the six months to 30 September 2013. Reference market indices, JP Morgan EMBI Global Diversified (EM Sovereign), JP Morgan CEMBI Diversified (EM Credit) and JP Morgan GBI-EM Global Diversified (EM Local) returned -4.52%, -3.41% and -7.44% respectively.

Performance Review

May saw US monetary policy appear to reach a turning point after Ben Bernanke, the Federal Reserve Chairman, remarked in a speech to Congress that the US central bank might scale back its asset purchases if economic conditions warranted it. His words had an immediate impact on financial markets, which interpreted any scaling back of asset purchases as a first step towards tighter monetary policy. With the Federal Reserve's monetary policy meeting in mid-September widely regarded as the most likely start date for any tapering, investors started to pare back their exposure to US Treasuries. The rise in the 10-year US Treasury yield from 1.8% in April to 3% in early September illustrated the magnitude of selling that took place. Expectations of tapering sent ripples far beyond the US Treasury market, affecting a wide range of interest rate-sensitive asset classes, such as investment grade credit and emerging market debt. The vulnerability of emerging market debt to the prospect of tighter US monetary policy reflected concerns that capital flows to emerging market countries might reverse in a higher yield environment. The Federal Reserve, however, caught markets off guard at its September meeting by deferring its decision to taper. It stated that it wanted to see further evidence of recovery before tightening monetary policy. Such a stance triggered immediate rallies in Treasuries and emerging market securities as investors with underweight or short positions in these asset classes scrambled to cover them.

Strategy

Over the six month period, the fund benefited from a mix of tactical asset allocation, hedging strategies and security selection. From May to August, we steadily decreased the fund's sensitivity to changes in US interest rates by lightening exposure to long duration assets and by hedging interest rate risk. By early September, however, we had begun to reappraise this strategy. The increasingly mixed tone of US economic data failed to make a convincing case for an early start to tapering while excessive discounts on emerging market bonds had created attractive entry points for investing in the asset class. As a result, we increased interest rate risk by purchasing long duration sovereign bonds and by scaling back some of the fund's interest rate hedges ahead of the Federal Reserve's September meeting. The other factors to have a positive impact on performance were an allocation to European high yield debt, which outperformed emerging market high yield debt, and security selection in the industrial and consumer sectors.

Outlook

We believe the outlook for emerging market bonds remains constructive. Although the Federal Reserve will embark on a tapering programme over the next 6-9 months, it remains mindful of the consequences of any early withdrawal of stimulative monetary policies. US policymakers' own estimate for the first rise in domestic interest rates is currently centred round 2015. One factor providing the Federal Reserve with the flexibility to maintain such an accommodative monetary policy stance is the lack of inflationary pressure in the global economy. Other central banks, such as the European Central Bank and the Bank of Japan, are similarly in no hurry to tighten monetary policy for fear of dampening economic growth.

Supportive monetary policy has had a positive impact on global economic growth. This should underpin corporate bond valuations, as stronger corporate earnings translate into tighter credit spreads.

Emerging markets continue to offer some of the highest yields available in the fixed income marketplace. Investors should therefore continue to benefit from a long-term allocation to this asset class. The flipside of higher yields, however, is higher volatility. We will continue to seek to minimise market volatility and market downside through a range of active hedging strategies.

¹ USD Accumulation Share Class

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

Eastern European Fund

Performance

In the 6 months to 30 September 2013 the Traditional Funds Eastern European Fund (the "Fund") declined by 0.6%. This compared to a fall in the regional index of 0.3%.

Performance Review

At the start of the period, returns were hit by the exposure to the Russian market which fell in response to a dip in the price of oil. Hungary was a strong performer on the back of a rising euro and forint and our underweight positioning was a negative contributor. In June, when the sentiment towards emerging markets fell sharply in response to the US Federal Reserve's announcement that it was planning to scale back its quantitative easing policy, the Fund profited by being underweight a particularly weak Turkish market. We had restored some exposure by the time the market rallied in September after the Fed postponed its tapering of quantitative easing which was also helpful. Being underweight Poland was beneficial as the government presented a number of proposals for the reform of the private pension fund sector in an attempt to lower the country's debt-to-GDP ratio.

Strategy

Despite worries about the oil price at the start of the period, we maintained our exposure to Russia and increased our holding as the price started to recover. In May, whilst closely monitoring the Turkish government's reaction to civil unrest we slightly reduced our exposure to the market 16% and trimmed it further in June as investors sold down markets with high current account deficits. We maintained our long-term underweighting of Poland. We have long struggled to find attractively valued companies in the market as a result of the captive monies allocated to private pension funds. We felt that the trigger to reduce these would be a higher allowance for overseas assets rather than them being absorbed back into the government's balance sheet. July saw us increase the exposure to central Europe via Austria. This followed a successful capital increase at Erste Bank which made it look well capitalised and attractively valued relative to the other banking stocks in the region.

Outlook

As we enter the traditionally strong fourth quarter of the year, cash within the Fund has been reduced to 3%. This is supported by the incrementally positive regional outlook, recent dovish actions of the US Federal Reserve and successful resolution of the US budget and debt ceiling issues.

Nevsky Capital LLP
October 2013

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C Global Emerging Markets Fund

Performance

The F&C Global Emerging Markets Fund (the "Fund") fell by 5.56% in the six months to 30 September 2013. Over the same period the MSCI EM (Emerging Markets) TR Index fell by 2.52% in US dollar terms.

Performance Review

Brazil accounted for the bulk of the underperformance in the review period as we were overweight and some of our key positions such as Bradesco, BR Malls and BR Properties suffered as investor sentiment turned more cautious. Taiwan was negative due to certain technology positions as was the underweighting of Malaysia ahead of the elections. The most positive markets were Poland, where our two key banks Alior and BZW made strong contributions, and India due to pharmaceutical manufacturer Glenmark and the automotive company Maruti Suzuki.

Strategy

Our strategy and investment process was unchanged over the review period. This entails structuring the portfolio primarily through bottom-up stock selection, where we consider 'quality' and valuations, although macro factors and long-term thematic are also taken into consideration in the idea generation process. At the start of the period, market volatility and indiscriminate selling (regardless of fundamentals) led to opportunities to add to stocks that we like at attractive valuations, which we have taken full advantage of. Purchases included high-quality company Wharf, which is benefiting from an increasing number of visitors from China and a strong Chinese property market. We also added Tata Motors as we feel it will benefit from upcoming model launches. We sold the Taiwanese technology company Hon Hai because of a weaker outlook for a key customer. Continued cost pressure led us to sell the Chinese shoe retailer Belle International. Later in the period we opened a new position in the high-quality Korean consumer goods stock LG Household & Health after a run of weak performance left it trading at an attractive valuation. We also bought Kolao Holdings as strong growth in the Laotian auto market is not discounted in share price. We sold Bank Zachodni and reduced Tata Consultancy after both stocks approached fair value. We also sold Prince Housing on concerns about capital raising.

Outlook

Ongoing market volatility due to global events always produces stock-specific opportunities, which we intend to continue to take advantage of, especially as the asset class remains very attractively valued. At a country level, the Fund is overweight Brazil, Turkey, Korea, HK/China, at the expense of Taiwan, Chile, Mexico and Malaysia, which is largely a function of where we see more attractive stock opportunities. At a sector level, we are overweight financials, technology and consumer, with underweights in materials, telecoms, energy and utilities.

F&C Management Limited
October 2013

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C Macro Global Bond Fund (£), (€), (\$)

The F&C Global Bond Fund (£), F&C Global Bond Fund (€) and F&C Global Bond Fund (\$) are all managed on a similar basis, reflecting identical investment themes, except that they each have a different currency base: sterling, euro and US dollar respectively. The investment process aims to identify value investment opportunities in investment grade government bond markets and currencies with a worldwide universe. These investment ideas and policies are reflected in each Fund with appropriate currency exposure adjustments.

Three separate funds have been created to enable investors to choose the base currency most appropriate to their liability match.

Performance

During the six months to 30 September 2013 the F&C Macro Global Bond Fund (£) accumulating share class returned +1.09% compared to the benchmark index return of -4.85%. The F&C Macro Global Bond Fund (€) accumulating share class returned -0.07% compared to the benchmark index return of -2.30% and the F&C Macro Global Bond Fund (\$) accumulating share class returned +2.57% compared to the benchmark index return of -1.73%.

Strategy

The funds' investment strategy over the period changed significantly, particularly from a bond market perspective. At the start of the review period the funds had six years of negative overall duration, achieved through shorting 10 year futures in the US, the UK and Germany. During the period 10 year US Treasury yields troughed at 1.6% and peaked in early September at almost 3%. We had always earmarked the equilibrium or fair value level of long-dated yields as being equal to nominal GDP growth. Following the sell-off in markets over the summer, yields reached levels that, although not yet cheap, were beginning to show signs of value against a backdrop of solid but not runaway economic activity. We therefore used the sell-off to cut the short duration position completely and to start building a long position. By the end of the period the fund had a long duration of 2.5 years. This was made up of purchases in the very long end of the US Treasury market, 30 year strips, tips and coupon bonds, making a duration contribution of +4.5 years and this was partially offset with short positions in 10 year futures in the US, the UK and Germany to the tune of 2.0 years. Our currency strategy remained broadly unchanged, favouring the US dollar.

Outlook

The market sell off has put some symmetry of risk back into the bond market. In our view a medium term growth outlook of 2.0% in the US is more realistic and inflation is likely to remain either side of 1%, and therefore our nominal GDP expectation is 3% plus. As a result we are further buyers of the long end of the US yield curve with 30 year yields above 4% and we would be quite aggressively long with yields at 4.75%. While we expect a repeat of this summer's sell off once the US Federal Reserve begins to taper asset purchases and the economy achieves 'escape velocity' and therefore giving us the opportunity to further scale into long positions, there is a decent chance the economy slows down in reaction to the US government shut down. Any rally in bonds to the recent lows in yields would cause us to sell duration and even reinstate the short positions. For now we have positioned the funds for a more balanced outturn. With regard to currency exposure, we remain positive on US dollar from a value perspective and also believe exposure to the currency will perform well in times of crisis and therefore think it is a good insurance policy to have in the portfolios.

Thames River Capital LLP
October 2013

F&C Emerging Asia Fund

Performance

The F&C Emerging Asia Fund (the "Fund") fell by 2.8% in the six months to 30 September 2013. Over the same period the MSCI EM Emerging Asia TR Index fell by 0.01% in US dollar terms.

Performance Review

At the start of the period, the lack of exposure to the Malaysian market was one of the main causes of the Fund's underperformance. The uncertainty ahead of the election meant that there was a significant risk of a large market correction, and so the Fund was zero weighted. However, the market rallied after the election as the ruling UMNO party retained more seats than expected, despite gaining less than 50% of the popular vote (a record low). The Fund benefited from positive stock selection in India and Indonesia, although this was offset by weak performance in China, Taiwan and Thailand. The strongest stock contributions were made by China Mengniu Dairy and the Korean auto makers Kia and Hyundai.

Strategy

Our strategy and investment process was unchanged over the period. This entails structuring the portfolio primarily through bottom-up stock selection, where we consider 'quality' and valuations, although macro factors and long-term themes are also taken into consideration in the idea generation process. Market volatility and indiscriminate selling (regardless of fundamentals) at the start of the period led to opportunities to add to stocks that we liked at attractive valuations, which we took full advantage of. Among the stocks purchased was the high quality company Wharf, which is benefiting from an increasing number of visitors from China and a strong Chinese property market. We also opened a new position in the Korean consumer goods stock LG Household & Health after a run of weak performance left it trading at an attractive valuation. We bought Kolao Holdings as strong growth in the Laotian auto market is not discounted in share price. We sold Kia Motors and reduced Tata Consultancy after both stocks approached fair value. We also sold Prince Housing on concerns about capital raising.

Outlook

We continue to believe that performance for the asset class will improve given compelling valuations and underappreciated stock-specific stories. Ongoing market volatility due to global events always produces opportunities, which we intend to continue to take advantage of. At a country level, the Fund is overweight Korea, Philippines and HK/China, at the expense of Taiwan and Malaysia, which is largely a function of where we see more attractive stock opportunities. At a sector level, we are overweight financials, technology and consumer, with underweights in materials, telecoms, energy and utilities.

F&C Management Limited
October 2013

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C Water and Agriculture Equity Long/Short Fund

Performance

The F&C Water & Agriculture Equity Long/Short Fund (the "Fund") fell by 1.76% in the six months ending 30 September 2013. Although the Fund is measured against a benchmark of 3m Libor +2%, for reference, the DAX Global Agribusiness Index, which is probably the most representative Index of the opportunity set, fell by 4.07% during this period.

Performance Review

The Fund was positioned with a negative stance on fertilizers as production levels had been showing no signs of slowing down at a time of historically high inventories. The potash industry has been controlled on the supply side by two cartels, Canpotex and the Belarusian Potash Company (BPC), who between them control three-quarters of current production. The existence of the cartel has allowed producers to manage supply and thereby reduce potential volatility in pricing.

The best quality potash deposits are only to be found in Canada and Russia, take at least five years to bring to production and cost billions of dollars to develop. Given the capital and lead time required for such projects, we estimate that long-term potash prices need to be at least \$500-600/mt to justify investment in a new greenfield mine. That said, with lifting costs for potash no more than \$200/tonne, producers selling at \$400/mt to \$1,000/mt over the past five years have enjoyed very healthy cash margins and returns on capital.

Yet, Uralkali, the largest potash producer in the world announced a dramatic change in its marketing strategy from price-over-volume to volume maximisation. With the Russian side of the potash oligopoly (BPC) representing ~42% of the export trade, the North American (Canpotex) side will not exert any pricing leverage over the buyers, which in turn will lead to a permanent break in cartel discipline.

Strategy

Now that farmers no longer need to pay unjustifiably high prices for fertilizers, they are able to spend more money on other soil technologies. It is our strong view therefore that once the capitulation trade related to potash has run its course, those parts of the agriculture space that have hitherto been held back by reduced farmer profitability can start to outperform.

The combined price of soy, corn and wheat is now down double digits year to date, despite the improving demand dynamics. Short positions in the soft commodity complex, in our view, are therefore vulnerable at this stage, with lofty acreage and yield expectations potentially subject to disappointment. An early frost in Iowa would result in significant acreage losses, whilst a swathe of armyworms poses threat in Minnesota. We therefore began to build long positions in the grains complex and have switched most short positions in fertilizers into longs.

Outlook

Agriculture is at the heart of most emerging markets; it employs the greatest number of people and food is the largest single living expense. In Asia, over half of the population live in agricultural communities and food is a third of the CPI basket. Thus, both monetary and fiscal policies in the emerging world tend to have a significant impact on our space, which is why the recent weakness in the Indian rupee [INR], or the upcoming reforms in the Chinese household registration system [hukou] are extremely relevant to us.

So questions regarding political stability aside, farmland in Russia at around \$1,000/ha, Brazil (~\$4,000/ha), but even New Zealand and Australia (~\$8,000/ha) is very good value relative to the US (~\$8,000/ha) and Europe (~\$15,000/ha), and also good value on an absolute basis, if you consider that the average farm yielding 150 bu of corn, currently selling at \$7/bu is grossing the farmer \$1,700/ha.

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C Real Estate Securities Fund

Performance

The F&C Real Estate Securities Fund (the "Fund") rose by 6.89% in the six months ending 30 September 2013 outperforming its benchmark by 191bp net of fees.

Performance Review

Our biggest overweight position Unite Group, the UK student accommodation landlord, was the top performance contributor over the period (+77bp) followed by European shopping centres, French offices and German residential. The bulk of the outperformance in August 2013 was generated through our conviction trade in German residential. Prior to the deal announcement on 20 August 2013 the Fund had GSW Immobilien as one of its largest overweight position (+311bp vs. benchmark) and Deutsche Wohnen as one of its largest underweight position (-207bp vs. benchmark). Deutsche Wohnen announced a public exchange offer for GSW paid in shares and reflecting a 15% takeover premium. The newly created entity will create a new listed German residential leader (€4.2bn market cap), with 147,000 residential units of which 72% are located in Berlin, one of the most attractive residential real estate markets in Germany. Post-announcement we reduced our active positions in both to a slight overweight in both GSW and Deutsche Wohnen. Our largest performance detractors were UK offshore property companies, Nordic diversified companies, industrials and Capital & Counties (Central London retail and residential play).

Strategy

The fund remains focused on underlying asset quality and those businesses with better balance sheets (ie LTV limits, number of banks, short term refinancing risk, amount of hedged debt etc). Through this volatile period we have stuck with the rotation of assets to minimise debt risk in the underlying portfolio. We maintained the Swiss underweight but this was less beneficial than in the first quarter. We ended the period overweight UK (London and selective regional exposure), France (Paris only), high quality retail (large malls, supermarkets/hypermarkets), Scandinavia (on GDP and export driven fundamentals) and Germany (offices, retail). We were underweight Italian offices, Dutch offices, Belgium, France (ex-Paris), industrial across Europe (except Scandinavia).

Outlook

Commercial property values in the UK (as measured by the IPD Index) have begun to increase at an accelerating rate with September (+0.6%) twice that of the rate three months earlier. We expect some the Fund's UK holdings (overweight) to benefit from these strengthening property fundamentals.

Overall we anticipate that the high volatility will persist on the back of the exit from unconventional monetary policies in the main developed economies and a rising rate cycle. Consequently we will continue to manage our gross and net exposures very actively.

Thames River Capital LLP
October 2013

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C Global Emerging Markets Equity Long/Short Fund

Performance

The F&C Global Emerging Markets Equity Long/Short Fund (the "Fund") fell by 4.47% in the six months ending 29 August 2013. The Fund was liquidated on 30 August 2013. Although the Fund is measured against a benchmark of Libor + 2%, for reference, the MSCI EM Index fell 8.53% during this period.

Performance Review

Given the liquidity and trade channel dependence of emerging markets (EM) on developed markets, it is highly unlikely that we are on the cusp of a period of extended and dramatic outperformance in EM equities. Timing entry and exit is therefore important, so only a large and bold deviation from the benchmark has any hope of generating returns. We ran a high conviction and relatively concentrated portfolio with a focus on very close coverage of our positions and appropriate risk measures in place to limit downside volatility.

We continue to like Mexico from a structural standpoint and believe that improvements in Mexican competitiveness have only just begun. Both recent and upcoming reforms on fostering more competition in key sectors of the economy will help spur investment, and after a decade of losses in global export market share (predominantly to the likes of lower-cost manufacturers such as China), the tide has turned. Thailand is the best positioned value market in Southeast Asia, with 5% GDP growth, an infrastructure spending bonanza, 18% expected earnings growth, compelling valuations at 13 times forward earnings and a 3.4% dividend yield.

We have little conviction in Russia, where it is proving impossible to invest without an insight into the rival siloviki clans within the Kremlin. We are equally negative on India, which is labouring under Asia's largest current account deficit, fiscal indiscipline, a downgraded 5% GDP growth, a volatile rupee and overly optimistic earnings predictions.

Strategy

Investing requires both conviction enough to express an idea and flexibility enough to remove the idea from the portfolio when it is not working. On this basis, we struggle to understand the continued underperformance of the Chinese bourse, which is down double digits year to date and back to levels last seen in the first quarter of 2009. The risk-reward of owning Chinese stocks at this juncture is thus extremely favourable in our view. The government is aware of the long-term structural adjustments China needs to make and is taking the necessary measures to rebalance the economy whilst maintaining stable GDP growth of 7.5%. With the HSCEI trading on just 7x earnings and paying a 4% dividend yield the market is already pricing in a sharp slowdown in economic activity.

Whilst we are not anticipating a significant acceleration in earnings, multiple expansion alone can take regional markets higher and we are therefore covering short exposures and adding to long positions. We are fully aware of the main bear story, whereby it is now taking more and more credit growth to deliver less and less economic growth. However, everything has a price, and heavy reliance on debt-fuelled consumption is also part of the developed world landscape, without the safety-net of a large domestic savings base that China at least has!

Outlook

Despite our decent performance in what has been a very difficult market, scattered with aggressive whip-saws, extreme sector rotations and volatile market reversals, our strategy has recently suffered from withdrawals by investors, and has now got to a size which makes it uneconomical to run. We would like to thank all those investors who supported us at launch and since, and look forward working with you in the future once again.

Thames River Capital LLP
October 2013

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C Global High Yield Fund

Performance

The F&C Global High Yield Fund (the "Fund") returned 1.96%¹ (net of management fees and expenses) in the six months to 30 September 2013. Reference market indices, JP Morgan EUR High Yield and Merrill Lynch Global High Yield (EUR Hedged) returned 4.79% and 0.74%.

Performance Review

May saw US monetary policy appear to reach a turning point after Ben Bernanke, the Federal Reserve Chairman, remarked in a speech to Congress that the US Central Bank might scale back its asset purchases if economic conditions warranted it. His words had an immediate impact on financial markets, which interpreted any scaling back of asset purchases as a first step towards tighter monetary policy. With the Federal Reserve's monetary policy meeting in mid-September widely regarded as the most likely start date for any tapering, investors started to pare back their exposure to US Treasuries. Expectations of tapering sent ripples far beyond the US Treasury market, affecting a wide range of asset classes such as emerging market debt and credit. The Federal Reserve, however, caught markets off guard at its September meeting by deferring its decision to taper. It stated that it wanted to see further evidence of recovery before tightening monetary policy, triggering immediate rallies in Treasuries and other interest rate-sensitive asset classes.

One area of the fixed income market to remain relatively insulated from the rise in market volatility was high yield. This reflected the lower duration and the higher risk premia of this asset class relative to investment grade credit and government bonds. Within high yield, Europe was the best performing market due to the pick up in spread that euro-denominated issues offered over US high yield and positive market sentiment towards the euro.

Strategy

Strategy for the Fund remained focused on security selection. The Fund maintained a strong bias for European high yield bonds from the consumer, financial and industrial sectors. The strong performance of European high yield debt over the summer months led us to take profits on some of the fund's European holdings in September and to reallocate capital to new issues from Latin America. Although high yield markets were less impacted by the general rise in market volatility, we sought to minimise market downside by maintaining a low average duration within the fund and by hedging credit risk.

Outlook

The Directors of the Company have concluded that it is in the best interests of the Fund and its Shareholders that the Fund be closed. Redemptions have left the Fund of a size where it is becoming too small to be economic and where the likelihood of being able to rebuild the assets under management is greatly reduced.

For further details of the closure, which is planned to take place on 30 December, please refer to the shareholder letter.

¹ EUR Accumulation Share Class

Thames River Capital LLP
October 2013

TRADITIONAL FUNDS plc

INVESTMENT MANAGER'S REPORT

F&C Real Estate Equity Long/Short Fund

Performance

The F&C Real Estate Equity Long/Short Fund (the "Fund") dropped by 0.7% in the reporting period. Over the same period the underlying market in the form of the FTSE EPRA/NAREIT Developed Europe Index returned 3.5%.

Performance Review

Property shares had a volatile six months. The reporting period started strong with the Bank of Japan committing to an open-ended asset-buying programme. This resulted in a very strong performance for Japanese real estate companies but also in strong returns for European real estate. This lasted until mid May when the worry about US tapering started to surface, which resulted in a weak second part of the month and a very poor June. June was followed by a strong July with tapering worries fading away, which resulted in the upswing even though bond yields in Europe did not drop. This was followed by a disappointing August during which German 10-year yields rose by 20 basis points to 1.86% and in the UK the increase was even more at 40 basis points from 2.36% to 2.77%. Although this may be a result of a stronger macro economic outlook, which should be good for property companies, in the short run there is a negative correlation between property stocks and bond yields. In September, the US Federal Reserve surprised the markets by not starting its tapering, which boosted the market.

In the UK most companies expressed confidence in the office sector, mainly in London, but retail is relatively weak in comparison. In Sweden companies reported numbers which were in line with expectations with limited 'new' news although we saw confirmation of the relatively strong underlying market. On the M&A front we saw the long awaited move of German residential company Deutsche Wohnen to potentially take over its peer GSW Immobilien. The merger makes sense, as it would create a sizeable company with 150,000 residential units in Germany with the majority in Berlin. Finally, with some companies trading at or near their NAV, a number could not resist the temptation of raising money either by a secondary issue or in alternative ways such as issuing a convertible.

Strategy

Given the uncertain backdrop that prevailed during the review period we have remained net neutral on a portfolio level and close to net neutral on a county by country level. We have also decreased our gross book to around the lower end of our range at 80%. As has been the case for most of the year, we remain focused on companies whose management teams we think will add value on the long side versus companies we think will see their net asset values decrease on the short side. Other main bets are in the Netherlands and Belgium where we remain negative on the office sector and in Germany where we remain supporters of the residential sector.

Outlook

In the UK we expect central London to remain strong. On the continent we see further weakness in selective office markets but also a deteriorating picture in the retail sectors of some European countries. The German residential sector is one of the few sectors on the continent where we see steady growth in the medium term.

Thames River Capital LLP
October 2013

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C High Income Bond Fund

| Financial assets at fair value through profit or loss | | | | | | | | |
|---|---|----------|-----------------|--------------------|--------|-------------------|-------|-------------------|
| Country | Bonds | Currency | Nominal Holding | Fair Value US\$000 | | Sep 2013 % of NAV | | Mar 2013 % of NAV |
| Armenia | Republic of Armenia 6.000% 30.09.2020 | USD | 2,000,000 | | 1,949 | | 1.23 | – |
| Azerbaijan | | | | | – | | – | 0.47 |
| Brazil | Banco do Brasil 5.875% 26.01.2022 | USD | 300,000 | 287 | | 0.18 | | |
| | Brazil Letras do Tesouro Nacional 0.000% 01.01.2014 | BRL | 25,119,000 | 11,076 | | 7.01 | | |
| | Caixa Economica Federal 4.500% 03.10.2018 | USD | 3,000,000 | 2,974 | | 1.88 | | |
| | Centrais Eletricas Brasileiras 5.750% 27.10.2021 | USD | 310,000 | 297 | | 0.19 | | |
| | Marfrig Holding Europe 8.375% 09.05.2018 | USD | 2,000,000 | 1,819 | | 1.15 | | |
| | OAS Investments 8.250% 19.10.2019 | USD | 1,500,000 | 1,507 | | 0.95 | | |
| | | | | | 17,960 | | 11.36 | 19.95 |
| Canada | Pacific Rubiales Energy 5.125% 28.03.2023 | USD | 630,000 | | 567 | | 0.36 | – |
| Chile | Corp Nacional del Cobre de Chile 4.500% 13.08.2023 | USD | 200,000 | 202 | | 0.13 | | |
| | E.CL 5.625% 15.01.2021 | USD | 280,000 | 285 | | 0.18 | | |
| | Empresa Nacional del Petroleo 4.750% 06.12.2021 | USD | 310,000 | 304 | | 0.19 | | |
| | | | | | 791 | | 0.50 | – |
| China | CNOOC Finance 2013 1.750% 09.05.2018 | USD | 230,000 | 222 | | 0.14 | | |
| | CNPC General Capital 2.750% 19.04.2017 | USD | 220,000 | 224 | | 0.14 | | |
| | Greentown China Holdings 8.000% 24.03.2019 | USD | 1,000,000 | 1,008 | | 0.64 | | |
| | Kaisa Group Holdings 8.875% 19.03.2018 | USD | 300,000 | 302 | | 0.19 | | |
| | Longfor Properties 6.750% 29.01.2023 | USD | 320,000 | 298 | | 0.19 | | |
| | Yingde Gases 8.125% 22.04.2018 | USD | 1,500,000 | 1,504 | | 0.95 | | |
| | Yuzhou Properties 8.750% 04.10.2018 | USD | 1,800,000 | 1,796 | | 1.14 | | |
| | | | | | 5,354 | | 3.39 | 3.67 |
| Colombia | Bancolombia 6.125% 26.07.2020 | USD | 420,000 | 428 | | 0.27 | | |
| | Colombia Telecomunicaciones 5.375% 27.09.2022 | USD | 470,000 | 431 | | 0.27 | | |
| | | | | | 859 | | 0.54 | – |
| Dominican Republic | Aeropuertos Dominicanos Siglo XXI 9.250% 13.11.2019 | USD | 1,000,000 | 1,025 | | 0.65 | | |
| | Dominican Republic International Bond 5.875% 18.04.2024 | USD | 1,100,000 | 1,020 | | 0.64 | | |
| | | | | | 2,045 | | 1.29 | 1.55 |
| France | CMA CGM 8.500% 15.04.2017 | USD | 2,000,000 | 1,873 | | 1.18 | | |
| | Labco SAS 8.500% 15.01.2018 | EUR | 1,750,000 | 2,512 | | 1.59 | | |
| | SMCP 8.875% 15.06.2020 | EUR | 1,900,000 | 2,673 | | 1.69 | | |
| | | | | | 7,058 | | 4.46 | 1.88 |
| Germany | Grohe Holding 4.209% 15.09.2017 | EUR | 1,500,000 | 2,029 | | 1.28 | | |
| | Heckler & Koch 9.500% 15.05.2018 | EUR | 1,900,000 | 2,485 | | 1.57 | | |
| | Trionista TopCo 6.875% 30.04.2021 | EUR | 1,850,000 | 2,567 | | 1.63 | | |
| | WEPA Hygieneprodukte 6.500% 15.05.2020 | EUR | 1,500,000 | 2,123 | | 1.34 | | |
| | | | | | 9,204 | | 5.82 | 1.84 |
| Ghana | Republic of Ghana 7.875% 07.08.2023 | USD | 2,500,000 | | 2,431 | | 1.54 | – |
| Hong Kong | PCCW-HKT Capital No 4 4.250% 24.02.2016 | USD | 280,000 | 295 | | 0.19 | | |
| | PCCW-HKT Capital No 5 3.750% 08.03.2023 | USD | 330,000 | 298 | | 0.19 | | |
| | | | | | 593 | | 0.38 | – |
| Hungary | Hungary Government International Bond 7.625% 29.03.2041 | USD | 2,000,000 | 2,143 | | 1.36 | | |
| | Magyar Export-Import Bank 5.500% 12.02.2018 | USD | 380,000 | 382 | | 0.24 | | |
| | | | | | 2,525 | | 1.60 | – |
| India | Axis Bank 5.125% 05.09.2017 | USD | 290,000 | 295 | | 0.19 | | |
| | ICICI Bank 4.750% 25.11.2016 | USD | 220,000 | 224 | | 0.14 | | |
| | ICICI Bank 5.750% 16.11.2020 | USD | 150,000 | 148 | | 0.08 | | |
| | Indian Oil 5.625% 02.08.2021 | USD | 220,000 | 215 | | 0.14 | | |
| | Power Grid Corp of India 3.875% 17.01.2023 | USD | 340,000 | 286 | | 0.18 | | |
| | Reliance Holdings 4.500% 19.10.2020 | USD | 300,000 | 293 | | 0.19 | | |
| | State Bank of India 4.125% 01.08.2017 | USD | 300,000 | 298 | | 0.19 | | |
| | | | | | 1,759 | | 1.11 | – |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C High Income Bond Fund (continued)

| Financial assets at fair value through profit or loss (continued) | | | | | | |
|---|---|----------|-----------------|--------------------|-------------------|-------------------|
| Country | Bonds (continued) | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Indonesia | Adaro Indonesia 7.625% 22.10.2019 | USD | 280,000 | 292 | 0.18 | |
| | Indonesia Government International Bond 3.375% 15.04.2023 | USD | 1,500,000 | 1,281 | 0.81 | |
| | Indosat Palapa 7.375% 29.07.2020 | USD | 340,000 | 356 | 0.23 | |
| | Perusahaan Listrik Negara 5.500% 22.11.2021 | USD | 380,000 | 363 | 0.23 | |
| | Perusahaan Penerbit SBSN Indonesia 6.125% 15.03.2019 | USD | 1,500,000 | 1,549 | 0.98 | |
| | | | | 3,841 | | 2.43 |
| Iraq | Republic of Iraq 5.800% 15.01.2028 | USD | 2,000,000 | 1,691 | | 1.43 |
| Ireland | Alfa Bank 7.875% 25.09.2017 | USD | 410,000 | 451 | 0.29 | |
| | Bank of Ireland 10.000% 30.07.2016 | EUR | 1,500,000 | 2,135 | 1.35 | |
| | Digicel 10.500% 15.04.2018 | USD | 615,000 | 664 | 0.42 | |
| | Metallinvest Finance 5.625% 17.04.2020 | USD | 1,500,000 | 1,446 | 0.91 | |
| | NARA Cable Funding 8.875% 01.12.2018 | EUR | 1,500,000 | 2,152 | 1.36 | |
| | Sibur Securities 3.914% 31.01.2018 | USD | 400,000 | 382 | 0.24 | |
| | | | | 7,230 | | 4.57 |
| Israel | Israel Electric 6.875% 21.06.2023 | USD | 360,000 | 374 | 0.24 | |
| Italy | | | | — | — | 3.98 |
| Jersey | Dana Gas Sukuk 9.000% 31.10.2017 | USD | 1,500,000 | 1,489 | 0.94 | |
| Kazakhstan | Halyk Savings Bank of Kazakhstan 7.250% 03.05.2017 | USD | 430,000 | 453 | 0.28 | |
| | Kazakhstan Temir Zholy Finance 6.375% 06.10.2020 | USD | 270,000 | 296 | 0.19 | |
| | | | | 749 | | 0.47 |
| Kuwait | Kuwait Projects 8.875% 17.10.2016 | USD | 130,000 | 149 | 0.09 | |
| | Kuwait Projects 9.375% 15.07.2020 | USD | 380,000 | 447 | 0.29 | |
| | | | | 596 | | 0.38 |
| Luxembourg | Alrosa Finance 7.750% 03.11.2020 | USD | 410,000 | 454 | 0.29 | |
| | Aralco Finance 10.125% 07.05.2020 | USD | 1,000,000 | 801 | 0.51 | |
| | Cosan Luxembourg 5.000% 14.03.2023 | USD | 310,000 | 279 | 0.18 | |
| | INEOS Group Holdings 6.500% 15.08.2018 | EUR | 2,000,000 | 2,674 | 1.68 | |
| | KION Finance 4.725% 15.02.2020 | EUR | 1,000,000 | 1,364 | 0.86 | |
| Malaysia | | | | 5,572 | | 3.52 |
| | | | | 299 | | 0.19 |
| Mexico | Petronas Capital 5.250% 12.08.2019 | USD | 270,000 | | | |
| | Alpek 4.500% 20.11.2022 | USD | 310,000 | 287 | 0.18 | |
| | BBVA Bancomer 6.500% 10.03.2021 | USD | 420,000 | 434 | 0.27 | |
| | Cemex Finance 9.500% 14.12.2016 | USD | 139,000 | 147 | 0.09 | |
| | Comision Federal de Electricidad 4.875% 26.05.2021 | USD | 290,000 | 298 | 0.19 | |
| | Empresas ICA 8.375% 24.07.2017 | USD | 1,500,000 | 1,484 | 0.95 | |
| | Grupo Bimbo 4.875% 30.06.2020 | USD | 290,000 | 303 | 0.19 | |
| | Grupo Cementos de Chihuahua 8.125% 08.02.2020 | USD | 1,800,000 | 1,849 | 1.18 | |
| | Grupo Famsa 7.250% 01.06.2020 | USD | 1,500,000 | 1,478 | 0.93 | |
| | Mexico Government International Bond 5.750% 12.10.2049 | USD | 2,000,000 | 1,870 | 1.18 | |
| | Petroleos Mexicanos 3.500% 30.01.2023 | USD | 320,000 | 290 | 0.18 | |
| | Petroleos Mexicanos 5.500% 27.06.2044 | USD | 160,000 | 145 | 0.09 | |
| | Petroleos Mexicanos 6.500% 02.06.2041 | USD | 140,000 | 145 | 0.09 | |
| | Servicios Corporativos Javier 9.875% 06.04.2021 | USD | 750,000 | 716 | 0.45 | |
| | | | | 9,446 | | 5.97 |
| Mongolia | Development Bank of Mongolia 5.750% 21.03.2017 | USD | 300,000 | 282 | 0.18 | |
| | Mongolia Government International Bond 4.125% 05.01.2018 | USD | 2,000,000 | 1,817 | 1.15 | |
| | | | | 2,099 | | 1.33 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C High Income Bond Fund (continued)

| Financial assets at fair value through profit or loss (continued) | | | | | | |
|---|--|----------|-----------------|--------------------|-------------------|-------------------|
| Country | Bonds (continued) | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Netherlands | Indo Energy Finance II 6.375% 24.01.2023 | USD | 330,000 | 279 | 0.18 | |
| | Lukoil International Finance 4.563% 24.04.2023 | USD | 240,000 | 224 | 0.14 | |
| | Petrobras Global Finance 2.408% 15.01.2019 | USD | 80,000 | 79 | 0.05 | |
| | Petrobras Global Finance 4.375% 20.05.2023 | USD | 80,000 | 73 | 0.05 | |
| | VimpelCom Holdings 7.504% 01.03.2022 | USD | 280,000 | 295 | 0.18 | |
| | | | | 950 | 0.60 | 1.22 |
| Peru | Banco de Credito del Peru 5.375% 16.09.2020 | USD | 290,000 | 294 | 0.18 | |
| | Corp Financiera de Desarrollo 4.750% 08.02.2022 | USD | 290,000 | 281 | 0.18 | |
| | | | | 575 | 0.36 | 1.19 |
| Philippines | | | | – | – | 1.96 |
| Qatar | Ras Laffan Liquefied Natural Gas III 6.750% 30.09.2019 | USD | 320,000 | 376 | 0.24 | – |
| Russia | Gazprom 4.950% 19.07.2022 | USD | 250,000 | 242 | 0.15 | |
| | Russian Foreign Bond - Eurobond 7.500% 31.03.2030 | USD | 2,145,000 | 2,532 | 1.60 | |
| | Sberbank of Russia 6.125% 07.02.2022 | USD | 420,000 | 441 | 0.28 | |
| | VTB Bank 6.875% 29.05.2018 | USD | 280,000 | 301 | 0.19 | |
| | VTB Bank 9.500% 31.12.2049 | USD | 1,000,000 | 1,071 | 0.68 | |
| | | | | 4,587 | 2.90 | 4.54 |
| Singapore | PSA International 4.625% 11.09.2019 | USD | 270,000 | 297 | 0.19 | |
| | SingTel Group Treasury 4.500% 08.09.2021 | USD | 280,000 | 295 | 0.18 | |
| | | | | 592 | 0.37 | – |
| South Africa | South Africa Government International Bond 5.875% 16.09.2025 | USD | 1,500,000 | 1,581 | 1.00 | |
| | Transnet 4.500% 10.02.2016 | USD | 220,000 | 227 | 0.14 | |
| | | | | 1,808 | 1.14 | – |
| South Korea | SK Telecom 2.125% 01.05.2018 | USD | 310,000 | 302 | 0.19 | – |
| Spain | Banco Bilbao Vizcaya Argentaria 9.000% 31.12.2049 | USD | 1,600,000 | 1,583 | 1.00 | |
| | Befesa Zinc 8.875% 15.05.2018 | EUR | 2,030,000 | 2,906 | 1.84 | |
| | | | | 4,489 | 2.84 | 2.20 |
| Sri Lanka | National Savings Bank 8.875% 18.09.2018 | USD | 240,000 | 246 | 0.16 | |
| | Sri Lanka Government International Bond 6.250% 27.07.2021 | USD | 1,000,000 | 949 | 0.60 | |
| | | | | 1,195 | 0.76 | – |
| Switzerland | Credit Suisse 6.500% 08.08.2023 | USD | 1,500,000 | 1,517 | 0.96 | 1.42 |
| Thailand | Bangkok Bank 4.800% 18.10.2020 | USD | 290,000 | 300 | 0.19 | – |
| Turkey | Akbank 6.500% 09.03.2018 | USD | 280,000 | 295 | 0.19 | |
| | Turkiye Halk Bankasi 4.875% 19.07.2017 | USD | 290,000 | 290 | 0.18 | |
| | | | | 585 | 0.37 | – |
| Ukraine | | | | – | – | 3.38 |
| United Arab Emirates | Abu Dhabi National Energy 3.625% 12.01.2023 | USD | 320,000 | 300 | 0.19 | |
| | Dolphin Energy 5.500% 15.12.2021 | USD | 280,000 | 307 | 0.19 | |
| | Dubai Electricity & Water Authority 7.375% 21.10.2020 | USD | 390,000 | 456 | 0.30 | |
| | Emirates NBD 4.625% 28.03.2017 | USD | 290,000 | 302 | 0.19 | |
| | National Bank of Abu Dhabi 3.000% 13.08.2019 | USD | 310,000 | 304 | 0.19 | |
| | National Bank of Abu Dhabi 3.250% 27.03.2017 | USD | 290,000 | 300 | 0.19 | |
| | | | | 1,969 | 1.25 | 1.00 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C High Income Bond Fund (continued)

| Financial assets at fair value through profit or loss (continued) | | | | | | |
|---|---|----------|-----------------|--------------------|-------------------|-------------------|
| Country | Bonds (continued) | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| United Kingdom | Eco-Bat Finance 7.750% 15.02.2017 | EUR | 1,500,000 | 2,087 | 1.32 | |
| | Gala Electric Casinos 11.500% 01.06.2019 | GBP | 1,500,000 | 2,667 | 1.68 | |
| | Hellenic Petroleum Finance 8.000% 10.05.2017 | EUR | 1,000,000 | 1,396 | 0.88 | |
| | LBG Capital No.1 6.439% 23.05.2020 | EUR | 1,500,000 | 2,086 | 1.32 | |
| | Odeon & UCI Finco 9.000% 01.08.2018 | GBP | 1,500,000 | 2,449 | 1.55 | |
| | Travelex Financing 6.509% 01.08.2018 | GBP | 1,850,000 | 2,959 | 1.88 | |
| | Vedanta Resources 6.000% 31.01.2019 | USD | 230,000 | 219 | 0.14 | |
| | | | | 13,863 | 8.77 | 1.50 |
| United States | Braskem Finance 5.375% 02.05.2022 | USD | 240,000 | 224 | 0.14 | |
| | Country Garden Holdings 11.125% 23.02.2018 | USD | 270,000 | 301 | 0.19 | |
| | Country Garden Holdings 7.500% 10.01.2023 | USD | 320,000 | 309 | 0.20 | |
| | Fibria Overseas Finance 6.750% 03.03.2021 | USD | 270,000 | 288 | 0.18 | |
| | Hutchison Whampoa International 11 4.625% 13.01.2022 | USD | 290,000 | 296 | 0.19 | |
| | KazMunayGas National 4.400% 30.04.2023 | USD | 520,000 | 485 | 0.31 | |
| | MAF Global Securities 5.250% 05.07.2019 | USD | 290,000 | 304 | 0.19 | |
| | MCE Finance 5.000% 15.02.2021 | USD | 310,000 | 298 | 0.19 | |
| | Myriad International Holdings 6.000% 18.07.2020 | USD | 300,000 | 317 | 0.20 | |
| | Odebrecht Finance 5.125% 26.06.2022 | USD | 230,000 | 222 | 0.14 | |
| | Offshore Drilling Holding 8.375% 20.09.2020 | USD | 1,500,000 | 1,519 | 0.96 | |
| | Qtel International Finance 3.250% 21.02.2023 | USD | 330,000 | 299 | 0.19 | |
| | Southern Copper 5.250% 08.11.2042 | USD | 360,000 | 291 | 0.18 | |
| | Tencent Holdings 3.375% 05.03.2018 | USD | 300,000 | 303 | 0.19 | |
| | Vale Overseas 4.375% 11.01.2022 | USD | 230,000 | 221 | 0.14 | |
| | Virgin Media Secured Finance 6.000% 15.04.2021 | GBP | 1,500,000 | 2,461 | 1.56 | |
| Venezuela | Petroleos de Venezuela 5.250% 12.04.2017 | USD | 540,000 | 430 | 0.27 | 5.15 |
| | Venezuela Government International Bond 9.250% 15.09.2027 | USD | 2,000,000 | 1,627 | 1.03 | 7.63 |
| | | | | 2,057 | 1.30 | – |
| Vietnam | Vietnam Government International Bond 6.875% 15.01.2016 | USD | 2,000,000 | 2,124 | 1.35 | – |
| Zambia | Zambia Government International Bond 5.375% 20.09.2022 | USD | 1,000,000 | 870 | 0.55 | – |
| | Total Bonds | | | 132,778 | 83.98 | 66.84 |
| | FX Options | | | | | |
| Norway | | | | – | – | 0.03 |
| United Kingdom | | | | – | – | 0.02 |
| United States | USD INR Puts | USD | 60,000,000 | 3 | – | – |
| | Total FX Options | | | 3 | – | 0.05 |
| | Options | | | | | |
| Europe | | | | – | – | 0.46 |
| United States | iShares China Large-Cap ETF Put (30) Option 19.10.2013 | USD | 70,000 | 3 | – | 0.02 |
| | Total Options | | | 3 | – | 0.48 |
| | Interest Rate Swaps | | | | | |
| Turkey | | | | – | – | 0.12 |
| | Total Interest Rate Swaps | | | – | – | 0.12 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C High Income Bond Fund (continued)

Financial assets at fair value through profit or loss (continued)

| Country | Credit Default Swaps Fixed (Buy protection) | Maturity Date | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|---------|---|---------------|----------|--------------------|-----------------------|----------------------|----------------------|
| Brazil | | | | | – | – | 0.17 |
| Europe | | | | | – | – | 0.17 |
| Italy | | | | | – | – | 0.25 |
| | Credit Default Swaps Fixed (Sell Protection) | | | | | | |
| Europe | iTraxx X-Over CDS 500 | 20.12.2017 | EUR | (20,000,000) | 1,226 | 0.78 | |
| | iTraxx X-Over CDS 500 | 20.06.2018 | EUR | (17,400,000) | 1,185 | 0.75 | |
| | | | | | 2,411 | 1.53 | 1.25 |
| | Total Credit Default Swaps | | | | 2,411 | 1.53 | 1.84 |

Open Forward Foreign Currency Transactions

| Currency Sold | Currency Bought | Unrealised Gain US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|-------------------------|--------------------|----------------------------|----------------------|----------------------|
| Investment Level | | | | |
| USD 10,548,214 | BRL | 113 | 0.07 | |
| USD 1,148 | EUR | – | – | |
| USD 273 | EUR | – | – | |
| USD 132 | EUR | – | – | |
| USD 44,026 | EUR | – | – | |
| USD 27,353 | GBP | – | – | |
| USD 8,326 | GBP | – | – | |
| USD 451 | GBP | – | – | |
| | | 113 | 0.07 | 0.56 |

Share Class Level

| | | | |
|--|------------|-------------|-------------|
| Open Forward Foreign Currency Transactions Class A Euro Distributing | 75 | 0.05 | – |
| Open Forward Foreign Currency Transactions Class A New Euro Accumulating | 78 | 0.05 | – |
| Open Forward Foreign Currency Transactions Class A New Euro Distributing | 127 | 0.08 | – |
| Open Forward Foreign Currency Transactions Class A New Sterling Accumulating | 14 | 0.01 | – |
| Open Forward Foreign Currency Transactions Class A New Sterling Distributing | 286 | 0.18 | 0.02 |
| Open Forward Foreign Currency Transactions Class A Sterling Distributing | 94 | 0.06 | 0.01 |
| Open Forward Foreign Currency Transactions Class C Sterling Accumulating | – | – | – |
| Open Forward Foreign Currency Transactions Class C Sterling Distributing | 1 | – | – |
| Total Open Forward Foreign Currency Transactions | 788 | 0.50 | 0.59 |

Total financial assets at fair value through profit or loss

135,983 86.01 69.92

Financial liabilities at fair value through profit or loss

| Country | Options | Currency | Nominal Holding | Fair value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|---------------|---|----------|-----------------------------|------------------------------------|----------------------|----------------------|
| Europe | | | | – | – | (0.04) |
| United States | iShares China Large-Cap ETF Put (25) Option 19.10.2013 | USD | (70,000) | (8) | (0.01) | (0.01) |
| | Total Options | | | (8) | (0.01) | (0.05) |
| | Futures | | No. of Contracts | Unrealised Loss US\$000 | | |
| United States | US 10 Year Treasury Note Futures December 2013 | USD | (50) | (14) | (0.01) | – |
| | Total Futures | | | (14) | (0.01) | – |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C High Income Bond Fund (continued)

Financial liabilities at fair value through profit or loss (continued)

| Country | Credit Default Swaps Fixed (Buy protection) | Maturity Date | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|-----------------|---|---------------|----------|--------------------|-----------------------|----------------------|----------------------|
| Europe | iTraxx X-Over CDS 500 | 20.12.2017 | EUR | 20,000,000 | (1,797) | (1.13) | |
| | iTraxx X-Over CDS 500 | 20.06.2018 | EUR | 17,400,000 | (1,180) | (0.75) | |
| | iTraxx X-Over CDS 500 | 20.12.2018 | EUR | 9,800,000 | (552) | (0.35) | |
| | | | | | (3,529) | (2.23) | (1.28) |
| | Credit Default Swaps Fixed (Sell Protection) | | | | | | |
| Europe Italy | | | | | – | – | (0.16) |
| | | | | | – | – | (0.21) |
| | Total Credit Default Swaps | | | | (3,529) | (2.23) | (1.65) |

Open Forward Foreign Currency Transactions

| Currency Sold | Currency Bought | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|-------------------------|--------------------|----------------------------|----------------------|----------------------|
| Investment Level | | | | |
| BRL 23,628,000 | USD | (1,101) | (0.69) | |
| BRL 24,740,000 | USD | (112) | (0.07) | |
| EUR 23,238,901 | USD | (73) | (0.05) | |
| GBP 6,572,615 | USD | (69) | (0.04) | |
| SEK 16,081,005 | NOK | (9) | (0.01) | |
| | | (1,364) | (0.86) | (0.43) |

Share class level

| | | | |
|---|-----|---|--------|
| Open Forward Foreign Currency Transactions Class A Euro Distributing | – | – | (0.04) |
| Open Forward Foreign Currency Transactions Class A New Euro Accumulating | – | – | (0.06) |
| Open Forward Foreign Currency Transactions Class A New Euro Distributing | – | – | (0.06) |
| Open Forward Foreign Currency Transactions Class A New Norwegian Krone Distributing | (4) | – | – |
| Open Forward Foreign Currency Transactions Class A New Sterling Distributing | – | – | – |
| Open Forward Foreign Currency Transactions Class A Norwegian Krone Distributing | (1) | – | – |
| Open Forward Foreign Currency Transactions Class A Sterling Distributing | – | – | – |

Total Open Forward Foreign Currency Transactions (1,369) (0.86) (0.59)

Total financial liabilities at fair value through profit or loss (4,920) (3.11) (2.29)

| | | | |
|---|----------------|---------------|---------------|
| Total investments at fair value through profit or loss | 131,063 | 82.90 | 67.63 |
| Cash at bank | 15,793 | 9.99 | 22.80 |
| Margin cash | 12,886 | 8.15 | 4.15 |
| Other net (liabilities)/assets | (1,638) | (1.04) | 5.42 |
| Total Net Assets | 158,104 | 100.00 | 100.00 |

Analysis of Portfolio

| | % of Total Assets |
|--|----------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 78.59 |
| Financial derivative instruments traded on an exchange | 0.00 |
| OTC financial derivative instruments | 1.89 |
| Other assets | 19.52 |
| | 100.00 |

The following is a list of counterparties to the OTC derivative contracts held on this sub-fund at 30 September 2013:

HSBC, JP Morgan and State Street Bank and Trust

Goldman Sachs is the counterparty to the derivative instruments traded on an exchange held on this sub-fund at 30 September 2013.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

Eastern European Fund

| Financial assets at fair value through profit or loss | | | | | | | |
|---|--|-----------------|-------------------------|--------------------------------|--------------------------|--------------------------|--|
| Country | Equities | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| Austria | Erste Group Bank | EUR | 428,108 | 13,621 | 2.66 | 0.18 | |
| Czech Republic | Ceske Energeticke Zavody | CZK | 298,000 | 7,641 | 1.49 | | |
| | Komerční Banka | CZK | 5,000 | 1,112 | 0.22 | | |
| | Telefonica O2 Czech Republic | CZK | 599,490 | 9,411 | 1.84 | | |
| | | | | 18,164 | 3.55 | 5.97 | |
| Hungary | Mol Magyar Olaj-Es Gazipare | HUF | 22,397 | 1,623 | 0.32 | | |
| | OTP Bank | HUF | 263,400 | 5,179 | 1.01 | | |
| | Richter Gedeon | HUF | 324,000 | 5,619 | 1.10 | | |
| Kazakhstan | | | | 12,421 | 2.43 | 1.60 | |
| | Dragon Oil | GBP | 700,000 | 6,529 | 1.27 | | |
| | KazMunaiGas Exploration Production GDR | USD | 167,654 | 2,441 | 0.48 | | |
| Poland | | | | 8,970 | 1.75 | 1.95 | |
| | Bank Pekao | PLN | 323,000 | 18,542 | 3.62 | | |
| | KGHM Polska Miedz | PLN | 161,493 | 6,390 | 1.25 | | |
| | PGE | PLN | 415,425 | 2,221 | 0.43 | | |
| | Polski Koncern Naftowy Orlen | PLN | 1,063,285 | 15,148 | 2.96 | | |
| | Powszechna Kasa Oszczednosci Bank Polski | PLN | 1,128,000 | 13,431 | 2.62 | | |
| | Powszechny Zaklad Ubezpieczen | PLN | 80,020 | 10,877 | 2.13 | | |
| | Telekomunikacja Polska | PLN | 750,000 | 1,999 | 0.39 | | |
| Russia | | | | 68,608 | 13.40 | 9.63 | |
| | AK Transneft Pref | USD | 3,527 | 9,193 | 1.80 | | |
| | Gazprom ADR | USD | 3,930,260 | 34,665 | 6.77 | | |
| | Lukoil ADR | USD | 550,200 | 34,890 | 6.81 | | |
| | Magnit OJSC GDR | USD | 232,451 | 14,342 | 2.80 | | |
| | MegaFon GDR | USD | 810,900 | 28,616 | 5.59 | | |
| | MMC Norilsk Nickel ADR | USD | 632,605 | 9,078 | 1.78 | | |
| | Mobile Telesystems ADR | USD | 332,000 | 7,433 | 1.45 | | |
| | NovaTek GDR | USD | 145,600 | 19,336 | 3.78 | | |
| | Polyus Gold International | GBP | 474,038 | 1,455 | 0.28 | | |
| | Rosneft GDR | USD | 1,317,800 | 10,681 | 2.08 | | |
| | Sberbank of Russia ADR | USD | 3,999,475 | 48,080 | 9.39 | | |
| | Surgutneftegas ADR | USD | 703,750 | 6,084 | 1.19 | | |
| | Surgutneftegas ADR Pref | USD | 675,770 | 4,876 | 0.95 | | |
| | TGK-5 GDR* | USD | 8 | — | — | | |
| | VimpelCom ADR | USD | 443,200 | 4,981 | 0.97 | | |
| | X5 Retail Group GDR | USD | 164,000 | 2,703 | 0.53 | | |
| | | | | 236,413 | 46.17 | 53.09 | |
| Turkey | Turk Telekomunikasyon | TRY | 900,000 | 3,099 | 0.60 | | |
| | Turkcell Iletisim Hizmetleri | TRY | 5,092,000 | 29,894 | 5.85 | | |
| | Turkiye Garanti Bankasi | TRY | 3,412,000 | 13,399 | 2.62 | | |
| | Turkiye Halk Bankasi | TRY | 2,308,000 | 16,795 | 3.28 | | |
| | Turkiye Is Bankasi | TRY | 2,001,000 | 5,232 | 1.02 | | |
| | | | | 68,419 | 13.37 | 18.32 | |
| | Total Equities | | | 426,616 | 83.33 | 90.74 | |
| Country | Futures | Currency | No. of contracts | Unrealised Gain US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| | Russia | USD | 18,035 | 748 | 0.14 | — | |
| | Total Futures | | | 748 | 0.14 | — | |
| | Total financial assets at fair value through profit or loss | | | 427,364 | 83.47 | 90.74 | |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

Eastern European Fund (continued)

Financial liabilities at fair value through profit or loss

| Country | Futures | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|---------|---|----------------------------|----------------------|----------------------|
| Russia | | – | – | (0.01) |
| | Total Futures | – | – | (0.01) |
| | Total financial liabilities at fair value through profit or loss | – | – | (0.01) |
| | Total investments at fair value through profit or loss | 427,364 | 83.47 | 90.73 |
| | Cash at bank | 80,729 | 15.77 | 10.39 |
| | Margin cash | 9,003 | 1.76 | 0.91 |
| | Other net liabilities | (5,118) | (1.00) | (2.03) |
| | Total Net Assets | 511,978 | 100.00 | 100.00 |

*Unlisted security

Analysis of Portfolio

| | % of Total Assets |
|--|-----------------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 82.39 |
| Financial derivative instruments dealt on a regulated market | 0.14 |
| Other assets | 17.47 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Credit Suisse

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Global Emerging Markets Fund

| Financial assets at fair value through profit or loss | | | | | | |
|---|---|----------|-----------------|--------------------|-------------------|-------------------|
| Country | Equities | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Brazil | Banco Bradesco ADR | USD | 196,530 | 2,724 | 2.47 | |
| | BR Malls Participacoes | BRL | 133,500 | 1,205 | 1.09 | |
| | BR Properties | BRL | 175,700 | 1,555 | 1.41 | |
| | CCR | BRL | 167,200 | 1,303 | 1.18 | |
| | Cia Brasileira de Distribuicao Grupo Pao de Acucar Pref | BRL | 21,519 | 976 | 0.88 | |
| | Cia de Bebidas das Americas ADR | USD | 61,254 | 2,349 | 2.13 | |
| | Estacio Participacoes | BRL | 98,800 | 763 | 0.69 | |
| | Lojas Renner | BRL | 36,500 | 1,042 | 0.94 | |
| | Souza Cruz | BRL | 70,900 | 843 | 0.76 | |
| | Ultrapar Participacoes | BRL | 51,700 | 1,268 | 1.15 | |
| | Vale ADR | USD | 86,338 | 1,347 | 1.22 | |
| | Vale ADR Pref | USD | 81,630 | 1,159 | 1.05 | |
| | | | | 16,534 | | 14.97 |
| | | | | | | 16.27 |
| China | Agricultural Bank of China | HKD | 6,387,000 | 2,932 | 2.66 | |
| | Anhui Conch Cement | HKD | 327,500 | 1,049 | 0.95 | |
| | China Communications Construction | HKD | 1,391,000 | 1,098 | 0.99 | |
| | China Life Insurance | HKD | 595,000 | 1,542 | 1.40 | |
| | Industrial & Commercial Bank of China | HKD | 4,082,385 | 2,843 | 2.57 | |
| | Jiangxi Copper | HKD | 446,200 | 876 | 0.79 | |
| | PetroChina | HKD | 1,656,000 | 1,821 | 1.65 | |
| | | | | 12,161 | | 11.01 |
| | | | | | | 11.97 |
| Hong Kong | AAC Technologies Holdings | HKD | 132,500 | 603 | 0.55 | |
| | AIA Group | HKD | 571,000 | 2,677 | 2.42 | |
| | China Mengniu Dairy | HKD | 250,000 | 1,120 | 1.01 | |
| | China Overseas Land & Investment | HKD | 833,800 | 2,462 | 2.23 | |
| | China State Construction International Holdings | HKD | 642,000 | 1,023 | 0.93 | |
| | China Unicom Hong Kong | HKD | 888,000 | 1,390 | 1.26 | |
| | Golden Eagle Retail Group | HKD | 642,000 | 995 | 0.90 | |
| | Wharf Holdings | HKD | 99,000 | 858 | 0.78 | |
| | | | | 11,128 | | 10.08 |
| | | | | 1,607 | | 1.46 |
| India | Tata Motors ADR | USD | 60,400 | | | 7.13 |
| | | | | | | 0.15 |
| Indonesia | Bank Mandiri Persero | IDR | 1,854,000 | 1,273 | 1.15 | |
| | Matahari Department Store | IDR | 1,834,000 | 1,663 | 1.51 | |
| | | | | | | 2.66 |
| | | | | | | 1.99 |
| Malaysia | Malayan Banking | MYR | 729,901 | | | 3.98 |
| Mexico | Fomento Economico Mexicano ADR | USD | 15,700 | 1,524 | 1.38 | |
| | Grupo Aeroportuario del Sureste ADR | USD | 13,000 | 1,415 | 1.28 | |
| | Grupo Financiero Banorte | MXN | 227,100 | 1,409 | 1.28 | |
| | | | | | | 2.66 |
| | | | | | | 1.99 |
| | | | | | | 3.98 |
| | | | | | | 0.86 |
| Peru | Credicorp | USD | 9,000 | | | 3.94 |
| | | | | | | 1.05 |
| Philippines | Ayala Land | PHP | 1,078,500 | 675 | 0.61 | |
| | Puregold Price Club | PHP | 902,500 | 858 | 0.78 | |
| | | | | | | 0.98 |
| | | | | | | 1.39 |
| | | | | | | 0.92 |
| | | | | | | 1.24 |
| Poland | Alior Bank | PLN | 35,354 | | | 1.71 |
| Russia | Lukoil ADR | USD | 45,056 | 2,847 | 2.58 | |
| | Mobile Telesystems ADR | USD | 65,700 | 1,462 | 1.32 | |
| | Sberbank of Russia | USD | 855,696 | 2,583 | 2.34 | |
| | | | | | | 2.34 |
| | | | | | | 6.892 |
| | | | | | | 6.24 |
| | | | | | | 6.01 |
| South Africa | Mr Price Group | ZAR | 101,345 | 1,400 | 1.27 | |
| | MTN Group | ZAR | 61,032 | 1,189 | 1.07 | |
| | Nampak | ZAR | 205,585 | 637 | 0.58 | |
| | Shoprite Holdings | ZAR | 65,875 | 1,083 | 0.98 | |
| | | | | | | 0.98 |
| | | | | | | 4.309 |
| | | | | | | 3.90 |
| | | | | | | 2.83 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Global Emerging Markets Fund (continued)

| Financial assets at fair value through profit or loss (continued) | | | | | | |
|--|---|----------|-----------------|--------------------|-------------------|-------------------|
| Country | Equities (continued) | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| South Korea | Grand Korea Leisure | KRW | 19,640 | 630 | 0.57 | |
| | Hyundai Department Store | KRW | 8,376 | 1,251 | 1.13 | |
| | Hyundai Motor | KRW | 11,960 | 2,793 | 2.53 | |
| | Kolao Holdings | KRW | 22,180 | 669 | 0.60 | |
| | LG Chemical | KRW | 7,224 | 2,067 | 1.87 | |
| | LG Display | KRW | 36,888 | 891 | 0.81 | |
| | LG Household & Health Care | KRW | 2,683 | 1,361 | 1.23 | |
| | S-Oil | KRW | 12,749 | 923 | 0.84 | |
| | Samsung Electronics | KRW | 6,281 | 7,984 | 7.23 | |
| | | | | 18,569 | 16.81 | 16.75 |
| Taiwan | E.Sun Financial Holding | TWD | 2,588,600 | 1,677 | 1.52 | |
| | MediaTek | TWD | 215,000 | 2,658 | 2.41 | |
| | Novatek Microelectronics | TWD | 164,000 | 679 | 0.61 | |
| | Synnex Technology International | TWD | 661,000 | 1,034 | 0.94 | |
| | Taiwan Semiconductor | TWD | 1,347,000 | 4,578 | 4.14 | |
| | | | | 10,626 | 9.62 | 10.99 |
| Thailand | Kasikornbank PCL NVDR | THB | 444,500 | 2,487 | 2.25 | |
| | Supalai PCL NVDR | THB | 1,215,800 | 614 | 0.56 | |
| | | | | 3,101 | 2.81 | 2.92 |
| Turkey | BIM Birlesik Magazalar | TRY | 61,658 | 1,268 | 1.15 | |
| | TAV Havalimanlari Holding | TRY | 119,986 | 842 | 0.76 | |
| | Turkiye Garanti Bankasi | TRY | 284,263 | 1,119 | 1.01 | |
| | | | | 3,229 | 2.92 | 3.71 |
| United Kingdom | BHP Billiton | GBP | 49,390 | 1,455 | 1.32 | |
| | SABMiller | ZAR | 36,519 | 1,859 | 1.68 | |
| | | | | 3,314 | 3.00 | 1.97 |
| Total Equities | | | | 104,665 | 94.77 | 93.16 |
| India | Equity Linked Notes | | | | | |
| | Glenmark Pharmaceuticals (Barclays Warrant) | USD | 121,767 | 1,033 | 0.93 | |
| | HDFC Bank (Credit Suisse Warrant)* | USD | 141,950 | 1,345 | 1.22 | |
| | Icici Bank (Barclays Warrant) | USD | 40,620 | 571 | 0.52 | |
| | ITC (Credit Suisse Warrant) | USD | 146,271 | 792 | 0.71 | |
| | Tata Consultancy Services (Deutsche Bank Warrant) | USD | 41,641 | 1,279 | 1.16 | |
| | | | | 5,020 | 4.54 | 6.40 |
| Total Equity Linked Notes | | | | 5,020 | 4.54 | 6.40 |
| Total financial assets at fair value through profit or loss | | | | 109,685 | 99.31 | 99.56 |
| Total investments at fair value through profit or loss | | | | 109,685 | 99.31 | 99.56 |
| Cash at bank | | | | 798 | 0.72 | (0.38) |
| Margin cash | | | | — | 0.00 | 0.76 |
| Other net (liabilities)/assets | | | | (39) | (0.03) | 0.06 |
| Total Net Assets | | | | 110,444 | 100.00 | 100.00 |

*Unlisted security

Analysis of Portfolio

| | % of Total Assets |
|---|-------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 96.64 |
| Transferable securities other than those admitted to an official stock exchange listing or traded on a regulated market | 1.20 |
| Other assets | 2.16 |
| | 100.00 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Macro Global Bond Fund (£)

| Financial assets at fair value through profit or loss | | | | | | |
|--|--|------------------------|-----------------------------|--------------------------|--------------------------|--------------------------|
| Country | Bonds | Currency | Nominal Holding | Fair Value £000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Australia | Australia Government 4.500% Bonds 21.10.2014 | AUD | 30,150,000 | 17,779 | 3.87 | 4.68 |
| Canada | Canadian Government 0.750% Bonds 01.05.2014 | CAD | 22,000,000 | 13,196 | 2.87 | 3.14 |
| Germany | German Government 0% Bills 13.11.2013 | EUR | 27,480,000 | 22,970 | 4.99 | |
| | German Government 0% Bills 29.01.2014 | EUR | 94,290,000 | 78,814 | 17.13 | |
| | | | | 101,784 | 22.12 | 30.40 |
| South Africa | | | | – | – | 3.74 |
| United Kingdom | United Kingdom Treasury 0% Bills 28.10.2013 | GBP | 16,000,000 | 15,995 | 3.47 | |
| | United Kingdom Treasury 0% Bills 04.11.2013 | GBP | 3,400,000 | 3,399 | 0.74 | |
| | United Kingdom Treasury 0% Bills 11.11.2013 | GBP | 21,300,000 | 21,291 | 4.63 | |
| | United Kingdom Treasury 0% Bills 18.11.2013 | GBP | 5,000,000 | 4,997 | 1.09 | |
| | United Kingdom Treasury 0% Bills 25.11.2013 | GBP | 17,000,000 | 16,990 | 3.69 | |
| | United Kingdom Treasury 0% Bills 23.12.2013 | GBP | 1,300,000 | 1,299 | 0.28 | |
| | United Kingdom Treasury 0% Bills 06.01.2014 | GBP | 20,000,000 | 19,979 | 4.34 | |
| | United Kingdom Treasury 0% Bills 13.01.2014 | GBP | 17,000,000 | 16,980 | 3.69 | |
| | United Kingdom Treasury 0% Bills 10.02.2014 | GBP | 10,000,000 | 9,985 | 2.17 | |
| | United Kingdom Treasury 0% Bills 24.02.2014 | GBP | 20,000,000 | 19,966 | 4.34 | |
| | | | | 130,881 | 28.44 | 24.72 |
| United States | United States Treasury 0% Bills 09.01.2014 | USD | 6,000,000 | 3,705 | 0.80 | |
| | United States Treasury 0% Bills 16.01.2014 | USD | 14,000,000 | 8,645 | 1.88 | |
| | United States Treasury 0% Bills 23.01.2014 | USD | 21,000,000 | 12,968 | 2.82 | |
| | United States Treasury 0% Bills 06.02.2014 | USD | 21,930,000 | 13,542 | 2.94 | |
| | United States Treasury 0% Bills 13.02.2014 | USD | 14,000,000 | 8,645 | 1.88 | |
| | United States Treasury 0% Bills 06.03.2014 | USD | 14,100,000 | 8,706 | 1.89 | |
| | United States Treasury 2.750% Bonds 15.08.2042 | USD | 8,880,000 | 4,544 | 0.99 | |
| | United States Treasury 2.750% Bonds 15.11.2042 | USD | 8,820,000 | 4,507 | 0.98 | |
| | United States Treasury 2.880% Bonds 15.05.2043 | USD | 8,600,000 | 4,507 | 0.98 | |
| | United States Treasury 3.000% Bonds 15.05.2042 | USD | 8,330,000 | 4,507 | 0.98 | |
| | United States Treasury 3.130% Bonds 15.02.2043 | USD | 8,220,000 | 4,546 | 0.99 | |
| | United States Treasury 0% Strip Principal 15.05.2043 | USD | 151,400,000 | 29,101 | 6.32 | |
| | United States Treasury Inflation Indexed 0.630% Bonds 15.02.2043 | USD | 59,883,629 | 30,146 | 6.55 | |
| | | | | 138,069 | 30.00 | 23.27 |
| Total Bonds | | | | 401,709 | 87.30 | 89.95 |
| Open Forward Foreign Currency Transactions | | | | | | |
| Currency Sold | | Currency Bought | Unrealised Gain £000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| Investment Level | | | | | | |
| AUD 31,700,000 | | GBP | 275 | 0.06 | | |
| CAD 22,000,000 | | GBP | 199 | 0.04 | | |
| EUR 126,000,000 | | GBP | 1,188 | 0.26 | | |
| | | | 1,662 | 0.36 | 0.92 | |
| Total Open Forward Foreign Currency Transactions | | | | 1,662 | 0.36 | 0.92 |
| FX Options | | Currency | Nominal Holding | Fair Value £000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| GBP USD Put | | GBP | 456,000,000 | 64 | 0.01 | – |
| Total FX Options | | | | 64 | 0.01 | – |
| Total financial assets at fair value through profit or loss | | | | 403,435 | 87.67 | 90.87 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Macro Global Bond Fund (£) (continued)

| Financial liabilities at fair value through profit or loss | | | | | | |
|--|---|-----------------|------------------|----------------------|-------------------|-------------------|
| Country | Futures | Currency | No. of contracts | Unrealised Loss £000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Germany | German Euro Bund Futures Dec 13 | EUR | (204) | (431) | (0.09) | (0.08) |
| United Kingdom | UK Long Gilt Bond Futures Dec 13 | GBP | (497) | (1,143) | (0.25) | (1.51) |
| United States | US Treasury Notes 10 year Futures Dec 13 | USD | (384) | (557) | (0.12) | (0.01) |
| Total Futures | | | | (2,131) | (0.46) | (1.60) |
| Open Forward Foreign Currency Transactions | | | | | | |
| | Currency Sold | Currency Bought | | Unrealised Loss £000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| | Investment Level | | | – | – | (0.04) |
| Share Class Level | | | | | | |
| | Open Forward Foreign Currency Transactions – Euro Distributing Class | | | (3) | – | – |
| | Open Forward Foreign Currency Transactions – US Dollar Distributing Class | | | (4) | – | – |
| Total Open Forward Foreign Currency Transactions | | | | (7) | – | (0.04) |
| Total financial liabilities at fair value through profit or loss | | | | (2,138) | (0.46) | (1.64) |
| Total investments at fair value through profit or loss | | | | 401,297 | 87.21 | 89.23 |
| | Cash at bank | | | 38,629 | 8.39 | 11.95 |
| | Margin cash | | | 20,019 | 4.35 | 4.85 |
| | Other net assets/(liabilities) | | | 231 | 0.05 | (6.03) |
| Total Net Assets | | | | 460,176 | 100.00 | 100.00 |

Analysis of Portfolio

| | % of Total Assets |
|--|-------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 86.65 |
| OTC financial derivative instruments | 0.37 |
| Other assets | 12.98 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Barclays, Credit Suisse and State Street Bank and Trust.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Macro Global Bond Fund (€)

| Financial assets at fair value through profit or loss | | | | | | | |
|---|--|-----------------|----------------------|----------------------|-------------------|-------------------|--|
| Country | Bonds | Currency | Nominal Holding | Fair Value €000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| Australia | Australia Government 4.500% Bonds 21.10.2014 | AUD | 6,530,000 | 4,606 | 2.99 | 2.68 | |
| Canada | Canadian Government 0.750% Bonds 01.05.2014 | CAD | 7,700,000 | 5,525 | 3.58 | 2.91 | |
| Germany | Germany Government 0% Bills 13.11.2013 | EUR | 5,400,000 | 5,400 | 3.50 | | |
| | Germany Government 0% Bills 29.01.2014 | EUR | 14,230,000 | 14,229 | 9.23 | | |
| | Germany Government 0% Bills 12.02.2014 | EUR | 12,600,000 | 12,598 | 8.17 | | |
| | Germany Government 0% Bills 26.02.2014 | EUR | 26,000,000 | 25,999 | 16.87 | | |
| | Germany Government 0% Bills 30.04.2014 | EUR | 10,000,000 | 9,998 | 6.49 | | |
| | Germany Government 0% Bills 28.05.2014 | EUR | 4,000,000 | 3,999 | 2.59 | | |
| | | | | 72,223 | 46.85 | 53.41 | |
| Netherlands | | | | – | – | 4.94 | |
| Norway | Norway Government 5.000% Bonds 15.05.2015 | NOK | 35,400,000 | 4,578 | 2.97 | 2.52 | |
| South Africa | | | | – | – | 2.07 | |
| United States | United States Treasury 0% Bills 16.01.2014 | USD | 5,500,000 | 4,063 | 2.64 | | |
| | United States Treasury 0% Bills 13.02.2014 | USD | 10,000,000 | 7,387 | 4.79 | | |
| | United States Treasury 0% Bills 06.03.2014 | USD | 10,500,000 | 7,756 | 5.03 | | |
| | United States Treasury 2.750% Bonds 15.08.2042 | USD | 2,530,000 | 1,549 | 1.00 | | |
| | United States Treasury 2.750% Bonds 15.11.2042 | USD | 2,510,000 | 1,535 | 1.00 | | |
| | United States Treasury 2.880% Bonds 15.05.2043 | USD | 2,450,000 | 1,536 | 1.00 | | |
| | United States Treasury 3.000% Bonds 15.05.2042 | USD | 2,370,000 | 1,534 | 1.00 | | |
| | United States Treasury 3.130% Bonds 15.02.2043 | USD | 2,340,000 | 1,548 | 1.00 | | |
| | United States Treasury 0% Strip Principal 15.05.2043 | USD | 53,500,000 | 12,302 | 7.98 | | |
| | United States Treasury Inflation Indexed 0.630% Bonds 15.02.2043 | USD | 20,614,843 | 12,415 | 8.05 | | |
| | | | | 51,625 | 33.49 | 23.97 | |
| Total Bonds | | | | 138,557 | 89.88 | 92.50 | |
| Open Forward Foreign Currency Transactions | | | | | | | |
| Currency Sold | | Currency Bought | Unrealised Gain €000 | Sep 2013 % of NAV | Mar 2013 % of NAV | | |
| Investment Level | | | | | | | |
| AUD 6,600,000 | | EUR | 16 | 0.01 | | | |
| CAD 7,700,000 | | EUR | 21 | 0.02 | | | |
| NOK 35,685,000 | | EUR | 79 | 0.05 | | | |
| | | | 116 | 0.08 | 0.04 | | |
| Total Open Forward Foreign Currency Transactions | | | | 116 | 0.08 | 0.04 | |
| FX Options | | | | | | | |
| | EUR USD Put | EUR | 180,000,000 | 81 | 0.05 | – | |
| Total FX Options | | | | 81 | 0.05 | – | |
| Total financial assets at fair value through profit or loss | | | | 138,754 | 90.01 | 92.54 | |
| Financial liabilities at fair value through profit or loss | | | | | | | |
| Country | Futures | Currency | No of contracts | Unrealised Loss €000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| Germany | German Euro Bund Futures Dec 13 | EUR | (159) | (402) | (0.26) | (0.62) | |
| United Kingdom | UK Long Gilt Bond Futures Dec 13 | GBP | (139) | (382) | (0.25) | (0.36) | |
| United States | US Treasury Notes 10 year Futures Dec 13 | USD | (87) | (151) | (0.10) | (0.03) | |
| Total Futures | | | | (935) | (0.61) | (1.01) | |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Macro Global Bond Fund (€) (continued)

Financial liabilities at fair value through profit or loss (continued)

Open Forward Foreign Currency Transactions

| Currency Sold | Currency Bought | Unrealised Loss €000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|---|--------------------|-------------------------|----------------------|----------------------|
| Investment Level | | | | |
| EUR 4,289,434 | USD | (116) | (0.07) | (0.18) |
| Total Open Forward Foreign Currency Transactions | | (116) | (0.07) | (0.18) |
| Total financial liabilities at fair value through profit or loss | | (1,051) | (0.68) | (1.19) |
| Total investments at fair value through profit or loss | | 137,703 | 89.33 | 91.35 |
| Cash at bank | | 11,604 | 7.53 | 12.95 |
| Margin cash | | 5,890 | 3.82 | 3.43 |
| Other net liabilities | | (1,050) | (0.68) | (7.73) |
| Total Net Assets | | 154,147 | 100.00 | 100.00 |

Analysis of Portfolio

| | % of Total Assets |
|--|----------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 88.51 |
| OTC financial derivative instruments | 0.12 |
| Other assets | 11.37 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Barclays and Credit Suisse.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Macro Global Bond Fund (\$)

| Financial assets at fair value through profit or loss | | | | | | |
|--|--|-----------------|-----------------|-------------------------|-------------------|-------------------|
| Country | Bonds | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Australia | Australia Government 4.500% Bonds 21.10.2014 | AUD | 870,000 | 831 | 2.09 | 3.03 |
| Canada | Canadian Government 0.750% Bonds 01.05.2014 | CAD | 1,165,000 | 1,132 | 2.84 | 3.70 |
| Germany | Germany Government 0% Bills 13.11.2013 | EUR | 790,000 | 1,070 | 2.69 | |
| | Germany Government 0% Bills 29.01.2014 | EUR | 2,950,000 | 3,993 | 10.04 | |
| | | | | 5,063 | 12.73 | 16.04 |
| South Africa | | | | — | — | 2.42 |
| United Kingdom | United Kingdom Treasury 0% Bills 24.02.2014 | GBP | 450,000 | 727 | 1.83 | — |
| United States | United States Treasury 0% Bills 09.01.2014 | USD | 3,300,000 | 3,300 | 8.30 | |
| | United States Treasury 0% Bills 16.01.2014 | USD | 4,790,000 | 4,790 | 12.04 | |
| | United States Treasury 0% Bills 23.01.2014 | USD | 2,800,000 | 2,800 | 7.04 | |
| | United States Treasury 0% Bills 06.02.2014 | USD | 2,910,000 | 2,910 | 7.32 | |
| | United States Treasury 0% Bills 13.02.2014 | USD | 3,200,000 | 3,200 | 8.04 | |
| | United States Treasury 0% Bills 06.03.2014 | USD | 3,170,000 | 3,170 | 7.97 | |
| | United States Treasury 0% Bills 03.04.2014 | USD | 2,100,000 | 2,099 | 5.28 | |
| | United States Treasury 2.750% Bonds 15.08.2042 | USD | 438,000 | 363 | 0.91 | |
| | United States Treasury 2.750% Bonds 15.11.2042 | USD | 435,000 | 360 | 0.90 | |
| | United States Treasury 2.880% Bonds 15.05.2043 | USD | 424,000 | 360 | 0.90 | |
| | United States Treasury 3.000% Bonds 15.05.2042 | USD | 411,000 | 360 | 0.91 | |
| | United States Treasury 3.130% Bonds 15.02.2043 | USD | 405,000 | 363 | 0.91 | |
| | United States Treasury 0% Strip Principal 15.05.2043 | USD | 9,100,000 | 2,832 | 7.12 | |
| | United States Treasury Inflation Indexed 0.630% Bonds 15.02.2043 | USD | 3,017,550 | 2,460 | 6.18 | |
| | | | | 29,367 | 73.82 | 61.39 |
| Total Bonds | | | | 37,120 | 93.31 | 86.58 |
| Open Forward Foreign Currency Transactions | | | | | | |
| Currency Sold | | Currency Bought | | Unrealised Gain US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Investment Level | | | | — | — | 0.19 |
| Total Open Forward Foreign Currency Transactions | | | | — | — | 0.19 |
| Total financial assets at fair value through profit or loss | | | | 37,120 | 93.31 | 86.77 |
| Financial liabilities at fair value through profit or loss | | | | | | |
| Country | Futures | Currency | No of contracts | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Germany | German Euro Bund Futures Dec 13 | EUR | (27) | (92) | (0.23) | (0.29) |
| United Kingdom | UK Long Gilt Bond Futures Dec 13 | GBP | (24) | (90) | (0.23) | (0.66) |
| United States | | | | — | — | (0.05) |
| Total Futures | | | | (182) | (0.46) | (1.00) |
| Open Forward Foreign Currency Transactions | | | | | | |
| Currency Sold | | Currency Bought | | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Investment Level | | | | | | |
| AUD 930,000 | | USD | (21) | (21) | (0.05) | |
| CAD 1,165,000 | | USD | (26) | (26) | (0.07) | |
| EUR 3,800,000 | | USD | (139) | (139) | (0.34) | |
| GBP 450,000 | | USD | (28) | (28) | (0.07) | |
| | | | | (214) | (0.53) | (0.10) |
| Total Open Forward Foreign Currency Transactions | | | | (214) | (0.53) | (0.10) |
| Total financial liabilities at fair value through profit or loss | | | | (396) | (0.99) | (1.10) |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Macro Global Bond Fund (\$) (continued)

| | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
|--|-----------------------|----------------------|----------------------|
| Total investments at fair value through profit or loss | 36,724 | 92.32 | 85.67 |
| Cash at bank | 2,278 | 5.72 | 50.49 |
| Margin cash | 1,205 | 3.03 | 3.99 |
| Other net liabilities | (426) | (1.07) | (40.15) |
| Total Net Assets | 39,781 | 100.00 | 100.00 |

Analysis of Portfolio

| | % of Total Assets |
|--|----------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 83.15 |
| Other assets | 16.85 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Barclays and Credit Suisse

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Emerging Asia Fund

| Financial assets at fair value through profit or loss | | | | | | |
|---|---|----------|-----------------|--------------------|-------------------|-------------------|
| Country | Equities | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| China | Agricultural Bank of China | HKD | 1,123,000 | 515 | 3.69 | |
| | Anhui Conch Cement | HKD | 51,000 | 163 | 1.17 | |
| | China Communications Construction | HKD | 281,000 | 222 | 1.59 | |
| | China Life Insurance | HKD | 143,000 | 371 | 2.66 | |
| | Industrial & Commercial Bank of China | HKD | 1,048,000 | 730 | 5.24 | |
| | Jiangxi Copper | HKD | 106,880 | 210 | 1.51 | |
| | PetroChina | HKD | 346,000 | 381 | 2.73 | |
| | | | | 2,592 | | 18.59 |
| Hong Kong | AAC Technologies Holdings | HKD | 24,000 | 109 | 0.78 | |
| | AIA Group | HKD | 60,200 | 282 | 2.02 | |
| | Bank of China Hong Kong Holdings | HKD | 44,000 | 141 | 1.01 | |
| | China Mengniu Dairy | HKD | 54,000 | 242 | 1.74 | |
| | China Overseas Land & Investment | HKD | 107,000 | 316 | 2.27 | |
| | China State Construction International Holdings | HKD | 116,000 | 185 | 1.33 | |
| | China Unicom Hong Kong | HKD | 159,720 | 250 | 1.79 | |
| | Golden Eagle Retail Group | HKD | 120,000 | 186 | 1.33 | |
| | Pacific Basin Shipping | HKD | 254,000 | 171 | 1.23 | |
| | Shimao Property Holdings | HKD | 74,500 | 172 | 1.23 | |
| | Wharf Holdings | HKD | 20,000 | 174 | 1.25 | |
| | | | | 2,228 | | 15.98 |
| India | Tata Motors ADR | USD | 11,100 | 296 | 2.12 | 12.95 |
| Indonesia | Bank Mandiri Persero | IDR | 265,500 | 182 | 1.31 | – |
| | Matahari Department Store | IDR | 396,000 | 359 | 2.57 | |
| | | | | 541 | | 3.88 |
| Malaysia | Malayan Banking | MYR | 153,466 | 463 | 3.32 | 5.65 |
| Philippines | Ayala Land | PHP | 150,200 | 94 | 0.67 | |
| | Puregold Price Club | PHP | 162,200 | 154 | 1.11 | 1.12 |
| | | | | 248 | | 1.78 |
| South Korea | Grand Korea Leisure | KRW | 2,330 | 75 | 0.54 | |
| | Hyundai Department Store | KRW | 1,631 | 244 | 1.75 | |
| | Hyundai Motor | KRW | 2,790 | 652 | 4.68 | |
| | Kolao Holdings | KRW | 3,910 | 118 | 0.85 | |
| | LG Chemical | KRW | 1,488 | 426 | 3.05 | |
| | LG Display | KRW | 7,060 | 170 | 1.22 | |
| | LG Household & Health Care | KRW | 511 | 259 | 1.86 | |
| | S-Oil | KRW | 2,184 | 158 | 1.13 | |
| | Samsung Electronics | KRW | 1,119 | 1,421 | 10.19 | |
| | | | | 3,523 | | 25.27 |
| Taiwan | E.Sun Financial Holding | TWD | 682,000 | 442 | 3.17 | |
| | MediaTek | TWD | 39,000 | 482 | 3.46 | |
| | Novatek Microelectronics | TWD | 29,000 | 120 | 0.86 | |
| | Synnex Technology International | TWD | 129,000 | 202 | 1.45 | |
| | Taiwan Semiconductor Manufacturing | TWD | 237,000 | 805 | 5.77 | |
| | | | | 2,051 | | 14.71 |
| Thailand | Kasikornbank PCL NVDR | THB | 76,900 | 430 | 3.09 | |
| | Supalai PCL NVDR | THB | 259,300 | 131 | 0.94 | |
| | | | | 561 | | 4.03 |
| | | | | | | 4.66 |
| | Total Equities | | | 12,503 | 89.68 | 89.52 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Emerging Asia Fund (continued)

| Financial assets at fair value through profit or loss (continued) | | | | | | |
|---|---|----------|------------------|-------------------------|-------------------|-------------------|
| Country | Equity Linked Notes | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| India | Glenmark Pharmaceuticals (Barclays Warrant) | USD | 19,417 | 165 | 1.18 | |
| | HDFC Bank (Credit Suisse Warrant)* | USD | 25,831 | 245 | 1.76 | |
| | HDFC Bank (Deutsche Bank Warrant) | USD | 8,400 | 80 | 0.57 | |
| | Icici Bank (Barclays Warrant) | USD | 5,293 | 74 | 0.53 | |
| | ITC (Barclays Warrant) | USD | 26,126 | 141 | 1.01 | |
| | ITC (Credit Suisse Warrant) | USD | 3,450 | 19 | 0.14 | |
| | Tata Consultancy Services (Deutsche Bank Warrant) | USD | 8,938 | 274 | 1.97 | |
| | | | | 998 | 7.16 | 9.40 |
| Total Equity Linked Notes | | | | 998 | 7.16 | 9.40 |
| Country | Futures | | | Unrealised Gain US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| India | | | | – | – | 0.02 |
| | Total Futures | | | – | – | 0.02 |
| Total financial assets at fair value through profit or loss | | | | 13,501 | 96.84 | 98.94 |
| Financial liabilities at fair value through profit or loss | | | | | | |
| Country | Futures | Currency | No. of contracts | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| China | | | | – | – | (0.01) |
| South Korea | Kospi2 Index Futures Dec 13 | KRW | 2 | (2) | (0.01) | – |
| Total Futures | | | | (2) | (0.01) | (0.01) |
| Total financial liabilities at fair value through profit or loss | | | | (2) | (0.01) | (0.01) |
| Total investments at fair value through profit or loss | | | | 13,499 | 96.83 | 98.93 |
| Cash at bank | | | | 455 | 3.26 | 2.12 |
| Margin cash | | | | (1) | (0.01) | 0.09 |
| Other net liabilities | | | | (12) | (0.08) | (1.14) |
| Total Net Assets | | | | 13,941 | 100.00 | 100.00 |

* Unlisted security

Analysis of Portfolio

| | % of Total Assets |
|---|-------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 93.27 |
| Transferable securities other than those admitted to an official stock exchange listing or traded on a regulated market | 1.72 |
| Other assets | 5.01 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Barclays

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Water and Agriculture Equity Long/Short Fund

| Financial assets at fair value through profit or loss | | | | | | |
|---|-----------------------------------|----------|-----------------|--------------------|-------------------|-------------------|
| Country | Bonds | Currency | Nominal Holding | Fair Value US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Brazil | | | | – | – | 4.98 |
| Mexico | | | | – | – | 4.77 |
| Russia | | | | – | – | 3.44 |
| Total Bonds | | | | – | – | 13.19 |
| Equities | | | | | | |
| Argentina | | | | – | – | 0.84 |
| Australia | Treasury Wine Estates | AUD | 50,000 | 207 | 0.46 | 1.62 |
| Brazil | | | | – | – | 0.82 |
| Chile | Vina Concha y Toro ADR | USD | 5,000 | 189 | 0.41 | 0.69 |
| China | First Tractor | HKD | 1,000,000 | 619 | 1.36 | |
| | Sinofert Holdings | HKD | 2,000,000 | 330 | 0.73 | |
| | | | | 949 | 2.09 | – |
| Denmark | | | | – | – | 0.68 |
| France | Suez Environnement | EUR | 25,000 | 405 | 0.89 | – |
| Germany | Bayer | EUR | 20,000 | 2,363 | 5.21 | 1.86 |
| Hong Kong | China Lesso Group Holdings | HKD | 2,000,000 | 1,230 | 2.71 | |
| | Guangdong Investment | HKD | 2,000,000 | 1,702 | 3.75 | |
| | | | | 2,932 | 6.46 | 4.14 |
| India | | | | – | – | 1.13 |
| Malaysia | | | | – | – | 0.60 |
| Netherlands | | | | – | – | 1.24 |
| Norway | Yara International | NOK | 10,000 | 412 | 0.91 | – |
| Philippines | | | | – | – | 1.75 |
| Singapore | | | | – | – | 0.90 |
| Sweden | | | | – | – | 0.84 |
| Switzerland | | | | – | – | 1.51 |
| United Kingdom | | | | – | – | 2.26 |
| United States | American Water Works | USD | 45,000 | 1,841 | 4.06 | |
| | AO Smith | USD | 15,000 | 668 | 1.47 | |
| | Aqua America | USD | 27,500 | 670 | 1.48 | |
| | Cheniere Energy | USD | 40,000 | 1,357 | 2.99 | |
| | Danaher | USD | 10,000 | 697 | 1.54 | |
| | Flowserve | USD | 15,000 | 934 | 2.06 | |
| | Gladstone Land | USD | 10,000 | 150 | 0.33 | |
| | Golar LNG | USD | 50,000 | 1,870 | 4.12 | |
| | HaloSource | GBP | 750,000 | 206 | 0.45 | |
| | KBR | USD | 20,000 | 651 | 1.43 | |
| | Masco | USD | 50,000 | 1,055 | 2.32 | |
| | Thermo Fisher Scientific | USD | 10,000 | 922 | 2.03 | |
| | | | | 11,021 | 24.28 | 32.48 |
| Total Equities | | | | 18,478 | 40.71 | 53.36 |
| Collective Investment Schemes | | | | | | |
| Jersey | ETFS Commodity Securities – Corn | USD | 300,000 | 533 | 1.17 | |
| | ETFS Commodity Securities – Wheat | USD | 500,000 | 767 | 1.69 | |
| | | | | 1,300 | 2.86 | 6.98 |
| Total Collective Investment Schemes | | | | 1,300 | 2.86 | 6.98 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Water and Agriculture Equity Long/Short Fund (continued)

| Financial assets at fair value through profit or loss (continued) | | | | | | |
|--|------------------------------------|-----------------|-------------------------|-------------------------|-------------------|-------------------|
| Country | Contracts for Difference | Currency | Nominal Holding | Unrealised Gain US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Canada | Potash Corp of Saskatchewan | USD | (20,000) | 22 | 0.05 | 0.05 |
| Germany | | | | – | – | 0.05 |
| Japan | Kubota | JPY | (50,000) | 18 | 0.04 | – |
| Switzerland | Syngenta | CHF | (1,000) | 3 | 0.01 | – |
| United Kingdom | | | | – | – | 0.20 |
| United States | Caterpillar | USD | (10,000) | 25 | 0.05 | 0.07 |
| Total Contracts for Difference | | | | 68 | 0.15 | 0.37 |
| Country | Futures | Currency | No. of contracts | Unrealised Gain US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| United States | Nikkei 225 (CME) December 2013 | USD | (50) | 38 | 0.08 | – |
| | NOK Currency Futures December 2013 | USD | (1) | 5 | 0.01 | – |
| Total Futures | | | | 43 | 0.09 | 0.22 |
| Open Forward Foreign Currency Transactions | | | | | | |
| Currency Sold | | Currency Bought | Unrealised Gain US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| Investment Level | | | | | | |
| USD 37,705 | | EUR | – | – | – | – |
| USD 507 | | GBP | – | – | – | – |
| Share Class Level | | | | | | |
| Open Forward Foreign Currency Transactions – Class A Euro Accumulating | | | | 25 | 0.06 | 0.01 |
| Open Forward Foreign Currency Transactions – Class A Euro Distributing | | | | 1 | – | – |
| Open Forward Foreign Currency Transactions – Class A Sterling Accumulating | | | | 28 | 0.06 | 0.01 |
| Open Forward Foreign Currency Transactions – Class A Sterling Distributing | | | | 158 | 0.35 | 0.02 |
| Open Forward Foreign Currency Transactions – Class C Sterling Accumulating | | | | 10 | 0.02 | – |
| Open Forward Foreign Currency Transactions – Class C Sterling Distributing | | | | 7 | 0.02 | – |
| Total Open Forward Foreign Currency Transactions | | | | 229 | 0.51 | 0.04 |
| Total financial assets at fair value through profit or loss | | | | 20,118 | 44.32 | 74.16 |
| Financial liabilities at fair value through profit or loss | | | | | | |
| Country | Contracts for Difference | Currency | Nominal Holding | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Denmark | | | | – | – | (0.06) |
| France | Veolia Environnement | EUR | (25,000) | (42) | (0.09) | – |
| Germany | BASF | EUR | (10,000) | (20) | (0.04) | (0.08) |
| India | | | | – | – | (0.07) |
| Switzerland | Nestle | CHF | (20,000) | (21) | (0.05) | – |
| United Kingdom | | | | – | – | (0.01) |
| United States | | | | – | – | (2.13) |
| Total Contracts for Difference | | | | (83) | (0.18) | (2.35) |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Water and Agriculture Equity Long/Short Fund (continued)

| Financial liabilities at fair value through profit or loss (continued) | | | | | | |
|--|---|----------|------------------|--------------------------------|--------------------------|--------------------------|
| Country | Futures | Currency | No. of contracts | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| United States | Emini S&P 500 December 2013 | USD | 100 | (40) | (0.09) | |
| | EUR Currency Futures December 2013 | USD | (10) | (26) | (0.06) | |
| | | | | (66) | (0.15) | (0.02) |
| | Total Futures | | | (66) | (0.15) | (0.02) |
| Open Forward Foreign Currency Transactions | | | | | | |
| | Currency Sold Investment Level | | | Unrealised Loss US\$000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| | | | | | | (0.01) |
| | Share Class Level | | | | | |
| | Open Forward Foreign Currency Transactions – Class A Euro Accumulating | | | – | – | (0.04) |
| | Open Forward Foreign Currency Transactions – Class A Norwegian Krone Accumulating | | | (6) | (0.01) | – |
| | Total Open Forward Foreign Currency Transactions | | | (6) | (0.01) | (0.05) |
| | Total financial liabilities at fair value through profit or loss | | | (155) | (0.34) | (2.42) |
| | Total investments at fair value through profit or loss | | | 19,963 | 43.98 | 71.74 |
| | Cash at bank | | | 23,115 | 50.92 | 19.75 |
| | Margin cash | | | 2,528 | 5.57 | 7.87 |
| | Other net (liabilities)/assets | | | (212) | (0.47) | 0.64 |
| | Total Net Assets | | | 45,394 | 100.00 | 100.00 |

Analysis of Portfolio

| | % of Total Assets |
|--|-------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 39.60 |
| Financial derivative instruments dealt on a regulated market | 0.09 |
| OTC financial derivative instruments | 0.64 |
| Collective investment schemes | 2.78 |
| Other assets | 56.89 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Bank of America Merrill Lynch, Morgan Stanley and State Street Bank and Trust.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Real Estate Securities Fund

| | | Financial assets at fair value through profit or loss | | | | | |
|----------------|--|---|-----------------|-----------------|-------------------|-------------------|--------------|
| Country | Bonds | Currency | Nominal Holding | Fair Value £000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| Germany | | | | – | – | 0.86 | |
| | Total Bonds | | | – | – | 0.86 | |
| | Equities | | | | | | |
| Austria | CA Immobilien Anlagen | EUR | 30,240 | 270 | 0.71 | | |
| | Conwert Immobilien Invest | EUR | 23,407 | 170 | 0.44 | | |
| | | | | 440 | | 1.15 | 1.77 |
| Belgium | Befimmo | EUR | 3,000 | 128 | 0.33 | | |
| | Cofinimmo | EUR | 10,676 | 772 | 2.02 | | |
| | Warehouses De Pauw | EUR | 9,441 | 407 | 1.07 | | |
| | | | | 1,307 | | 3.42 | 2.38 |
| Finland | Citycon | EUR | 101,610 | 211 | 0.55 | | |
| | Sponda | EUR | 96,065 | 305 | 0.80 | | |
| | | | | 516 | | 1.35 | 0.84 |
| France | ANF Immobilier | EUR | 2,991 | 54 | 0.14 | | |
| | CFI Cie Fonciere Internationale | EUR | 18,993 | 802 | 2.10 | | |
| | Fonciere des 6eme et 7eme Arrondissements de Paris | EUR | 2,101 | 28 | 0.07 | | |
| | Societe de la Tour Eiffel | EUR | 2,317 | 94 | 0.25 | | |
| | Terreis | EUR | 44,000 | 635 | 1.66 | | |
| | | | | 1,613 | | 4.22 | 10.37 |
| Germany | Alstria Office | EUR | 25,807 | 198 | 0.52 | | |
| | Deutsche Euroshop | EUR | 36,591 | 978 | 2.56 | | |
| | Deutsche Wohnen | EUR | 133,622 | 1,473 | 3.85 | | |
| | GSW Immobilien | EUR | 25,139 | 681 | 1.78 | | |
| | LEG Immobilien | EUR | 9,608 | 339 | 0.89 | | |
| | TAG Immobilien | EUR | 12 | – | – | | |
| | | | | 3,669 | | 9.60 | 11.45 |
| Italy | Immobiliare Grande Distribuzione | EUR | 6,109 | | 4 | 0.01 | 0.67 |
| Luxembourg | GAGFAH | EUR | 123,329 | | 990 | 2.59 | – |
| Netherlands | Corio | EUR | 26,462 | 703 | 1.84 | | |
| | Eurocommercial Properties | EUR | 18,500 | 463 | 1.21 | | |
| | Nieuwe Steen Investments | EUR | 19,027 | 83 | 0.22 | | |
| | Vastned Retail | EUR | 818 | 22 | 0.06 | | |
| | Wereldhave | EUR | 9,000 | 403 | 1.05 | | |
| | | | | 1,674 | | 4.38 | 2.35 |
| Norway | Norwegian Property | NOK | 197,661 | | 161 | 0.42 | 0.64 |
| Sweden | Atrium Ljungberg | SEK | 74,869 | 617 | 1.61 | | |
| | Castellum | SEK | 29,367 | 259 | 0.68 | | |
| | Fabege | SEK | 26,000 | 177 | 0.46 | | |
| | Fastighets Balder | SEK | 225,729 | 1,134 | 2.97 | | |
| | Hufvudstaden | SEK | 138,484 | 1,087 | 2.85 | | |
| | Kungsleden | SEK | 55,365 | 228 | 0.60 | | |
| | Wihlborgs Fastigheter | SEK | 33,994 | 336 | 0.88 | | |
| | | | | 3,838 | | 10.05 | 1.50 |
| Switzerland | PSP Swiss Property | CHF | 31,595 | 1,693 | 4.43 | | |
| | Swiss Prime Site | CHF | 7,468 | 356 | 0.93 | | |
| | | | | 2,049 | | 5.36 | 7.64 |
| United Kingdom | British Land | GBP | 55,614 | 321 | 0.84 | | |
| | Intu Properties | GBP | 392 | 1 | – | | |
| | Safestore Holdings | GBP | 79,793 | 107 | 0.28 | | |
| | St. Modwen Properties | GBP | 68,314 | 207 | 0.54 | | |
| | Unite Group | GBP | 182,600 | 721 | 1.89 | | |
| | | | | 1,357 | | 3.55 | 3.58 |
| | Total Equities | | | 17,618 | | 46.10 | 43.19 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Real Estate Securities Fund (continued)

| Financial assets at fair value through profit or loss (continued) | | | | | | | | |
|--|---|----------|------------------------|-----------------------------|---------------|--------------------------|--------------|--------------------------|
| Country | Contracts for Difference | Currency | Nominal Holding | Unrealised Gain £000 | | Sep 2013 % of NAV | | Mar 2013 % of NAV |
| Austria | | | | | – | | – | 0.03 |
| Belgium | | | | | – | | – | 0.01 |
| France | EPRA Eurozone Market Index | EUR | 350 | 28 | | 0.07 | | |
| | Fonciere Des Regions | EUR | 10,641 | 10 | | 0.03 | | |
| | Gecina | EUR | 8,064 | 23 | | 0.06 | | |
| | Icade | EUR | 10,055 | 20 | | 0.05 | | |
| | Klepierre | EUR | 15,104 | 13 | | 0.03 | | |
| | Mercialys | EUR | 73,675 | 29 | | 0.08 | | |
| | Unibail-Rodamco | EUR | 23,214 | 149 | | 0.39 | | |
| | | | | | 272 | | 0.71 | 0.58 |
| Germany | | | | | – | | – | 0.01 |
| Italy | Beni Stabili | EUR | (717,386) | | 15 | | 0.04 | 0.02 |
| Netherlands | | | | | – | | – | 0.01 |
| Sweden | Fabege | SEK | 4,500 | 1 | | – | | |
| | Kloven | SEK | (69,367) | 2 | | 0.01 | | |
| | Wallenstam | SEK | (5,000) | 1 | | – | | |
| | | | | | 4 | | 0.01 | 0.07 |
| United Kingdom | Big Yellow Group | GBP | 89,774 | 14 | | 0.04 | | |
| | Grainger | GBP | 193,427 | 81 | | 0.21 | | |
| | Hansteen Holdings | GBP | 260,350 | 7 | | 0.02 | | |
| | Helical Bar | GBP | 47,678 | 4 | | 0.01 | | |
| | Intu Properties | GBP | 2,059 | – | | – | | |
| | Quintain Estates & Development | GBP | 194,091 | 44 | | 0.12 | | |
| | Segro | GBP | 304,018 | 4 | | 0.01 | | |
| | Unite Group | GBP | 215,798 | 51 | | 0.13 | | |
| | Workspace Group | GBP | 76,615 | 32 | | 0.08 | | |
| | | | | | 237 | | 0.62 | 0.91 |
| Total Contracts for Difference | | | | | 528 | | 1.38 | 1.64 |
| Open Forward Foreign Currency Transactions | | | | | | | | |
| | Currency Sold | | Currency Bought | Unrealised Gain £000 | | Sep 2013 % of NAV | | Mar 2013 % of NAV |
| | Investment Level | | | | | | | |
| | CHF 110,000 | | GBP | – | | – | | |
| | SEK 14,030,000 | | GBP | 21 | | 0.06 | | |
| | | | | | 21 | | 0.06 | 0.01 |
| Share Class Level | | | | | | | | |
| | Open Forward Foreign Currency Transactions – Class A Norwegian Krone Accumulating | | | | 1 | | – | 0.02 |
| Total Open Forward Foreign Currency Transactions | | | | | 22 | | 0.06 | 0.03 |
| Total financial assets at fair value through profit or loss | | | | | 18,168 | | 47.54 | 45.72 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Real Estate Securities Fund (continued)

| Financial liabilities at fair value through profit or loss | | | | | | |
|--|---|------------------------|-----------------------------|--------------------------|--------------------------|-------------------|
| Country | Contracts for Difference | Currency | Nominal Holding | Unrealised Loss £000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Belgium | Aedifica | EUR | (4,679) | (14) | (0.04) | (0.01) |
| Finland | Citycon | EUR | (10,752) | (7) | (0.02) | (0.01) |
| France | | | | – | – | (0.04) |
| Germany | Deutsche Annington Immobilien | EUR | (8,845) | (2) | (0.01) | |
| | DIC Asset | EUR | (38,993) | (8) | (0.02) | |
| | TAG Immobilien | EUR | (35,000) | (5) | (0.01) | |
| Sweden | Atrium Ljungberg | SEK | 3,076 | (15) | (0.04) | – |
| United Kingdom | British Land | GBP | 574,243 | (54) | (0.14) | (0.22) |
| | Capital & Counties Properties | GBP | 270,431 | (13) | (0.04) | |
| | Derwent London | GBP | 42,777 | (4) | (0.01) | |
| | Great Portland Estates | GBP | 316,599 | (21) | (0.05) | |
| | Hammerson | GBP | 294,224 | (16) | (0.04) | |
| | Land Securities Group | GBP | 321,229 | (32) | (0.08) | |
| | Londonmetric Property | GBP | (98,737) | (4) | (0.01) | |
| | Shaftesbury | GBP | 81,330 | (13) | (0.04) | |
| United States | | | | (157) | (0.41) | (0.47) |
| | | | | – | – | (0.03) |
| | Total Contracts for Difference | | | (194) | (0.51) | (0.78) |
| Open Forward Foreign Currency Transactions | | | | | | |
| | Currency Sold | Currency Bought | Unrealised Loss £000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| | Investment Level | | | | | |
| | GBP 885,594 | CHF | (5) | (0.01) | | |
| | | | | (5) | (0.01) | (0.03) |
| Share Class Level | | | | | | |
| | Open Forward Foreign Currency Transactions – Class A Euro Accumulating | | | (18) | (0.05) | (0.01) |
| | Open Forward Foreign Currency Transactions – Class A Norwegian Krone Accumulating | | | (27) | (0.07) | – |
| | Open Forward Foreign Currency Transactions – Class B Euro Accumulating | | | (38) | (0.10) | (0.03) |
| | Total Open Forward Foreign Currency Transactions | | | (88) | (0.23) | (0.07) |
| | Total financial liabilities at fair value through profit or loss | | | (282) | (0.74) | (0.85) |
| | Total investments at fair value through profit or loss | | | 17,886 | 46.80 | 44.87 |
| | Cash at bank | | | 14,067 | 36.81 | 41.36 |
| | Margin cash | | | 6,201 | 16.23 | 16.01 |
| | Other net assets/(liabilities) | | | 60 | 0.16 | (2.24) |
| | Total Net Assets | | | 38,214 | 100.00 | 100.00 |

Analysis of Portfolio

| | % of Total Assets |
|--|-------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 45.60 |
| OTC financial derivative instruments | 1.42 |
| Other assets | 52.98 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Goldman Sachs and State Street Bank and Trust.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Global High Yield Fund

| Financial assets at fair value through profit or loss | | | | | | | | |
|---|---|----------|-----------------|-----------------|--------------|-------------------|--------------|-------------------|
| Country | Bonds | Currency | Nominal Holding | Fair Value €000 | | Sep 2013 % of NAV | | Mar 2013 % of NAV |
| Austria | OAS Investments 8.250% 19.10.2019 | USD | 200,000 | | 148 | | 2.36 | – |
| Brazil | | | | | – | | – | 4.47 |
| China | Yingde Gases 8.125% 22.04.2018 | USD | 200,000 | 148 | | 2.36 | | |
| | Yuzhou Properties 8.750% 04.10.2018 | USD | 200,000 | 147 | | 2.34 | | |
| | | | | | 295 | | 4.70 | 4.25 |
| Dominican Republic | Aeropuertos Dominicanos Siglo XXI 9.250% 13.11.2019 | USD | 200,000 | | 152 | | 2.42 | 4.44 |
| Europe | | | | | – | | – | 8.43 |
| France | CMA CGM Holdings 8.500% 15.04.2017 | USD | 250,000 | 173 | | 2.75 | | |
| | La Mondiale 7.625% 31.12.2049 | USD | 200,000 | 152 | | 2.42 | | |
| | Labco SAS 8.500% 15.01.2018 | EUR | 100,000 | 106 | | 1.69 | | |
| | SMCP SAS 8.875% 15.06.2020 | EUR | 100,000 | 104 | | 1.66 | | |
| | | | | | 535 | | 8.52 | 6.34 |
| Germany | Heckler & Koch 9.500% 15.05.2018 | EUR | 150,000 | 145 | | 2.31 | | |
| | Trionista TopCo 6.875% 30.04.2021 | EUR | 150,000 | 154 | | 2.45 | | |
| | | | | | 299 | | 4.76 | 2.33 |
| Greece | Frigoglass Finance 8.250% 15.05.2018 | EUR | 125,000 | | 132 | | 2.10 | – |
| Ireland | Bank of Ireland 10.00% 30.07.2016 | EUR | 100,000 | 105 | | 1.67 | | |
| | NARA Cable Funding 8.875% 01.12.2018 | EUR | 150,000 | 159 | | 2.53 | | |
| | | | | | 264 | | 4.20 | 3.24 |
| Italy | TeamSystem Holding 7.375% 15.05.2020 | EUR | 100,000 | 99 | | 1.57 | | |
| | Zobe Holding 7.875% 01.02.2018 | EUR | 100,000 | 104 | | 1.66 | | |
| | | | | | 203 | | 3.23 | 8.75 |
| Jersey | Dana Gas Sukuk 9.000% 31.10.2017 | USD | 100,000 | | 73 | | 1.16 | – |
| Luxembourg | INEOS Group Holdings 7.875% 15.02.2016 | EUR | 101,049 | 102 | | 1.62 | | |
| | KION Finance 1.000% 15.02.2020 | EUR | 150,000 | 151 | | 2.40 | | |
| | Offshore Drilling Holding 8.375% 20.09.2020 | USD | 200,000 | 150 | | 2.39 | | |
| | | | | | 403 | | 6.41 | – |
| Mexico | Grupo Famsa 7.250% 01.06.2020 | USD | 150,000 | | 109 | | 1.74 | 2.32 |
| Spain | Banco Bilbao Vizcaya Argentaria 9.000% 31.12.2049 | USD | 200,000 | 146 | | 2.32 | | |
| | Befesa Zinc 8.875% 15.05.2018 | EUR | 100,000 | 106 | | 1.69 | | |
| | | | | | 252 | | 4.01 | 4.55 |
| Switzerland | Credit Suisse 6.500% 08.08.2023 | USD | 200,000 | | 150 | | 2.39 | – |
| United Kingdom | Arrow Global Finance 7.875% 01.03.2020 | GBP | 150,000 | 184 | | 2.92 | | |
| | Eco-Bat Finance 7.750% 15.02.2017 | EUR | 100,000 | 103 | | 1.64 | | |
| | Gala Electric Casinos 11.500% 01.06.2019 | GBP | 150,000 | 197 | | 3.14 | | |
| | LBG Capital No.1 6.439% 23.05.2020 | EUR | 100,000 | 103 | | 1.64 | | |
| | Odeon & UCI Finco 9.000% 01.08.2018 | GBP | 100,000 | 121 | | 1.93 | | |
| | Pendragon 6.875% 01.05.2020 | GBP | 125,000 | 154 | | 2.45 | | |
| | Phones4u Finance 9.500% 01.04.2018 | GBP | 125,000 | 159 | | 2.53 | | |
| | Travelex Financing 6.509% 01.08.2018 | GBP | 150,000 | 177 | | 2.82 | | |
| | | | | | 1,198 | | 19.07 | 6.35 |
| United States | Albea Beauty Holdings 8.375% 01.11.2019 | USD | 200,000 | 153 | | 2.44 | | |
| | FAGE USA Dairy Industry 9.875% 01.02.2020 | USD | 200,000 | 160 | | 2.54 | | |
| | Virgin Media Secured Finance 6.000% 15.04.2021 | GBP | 125,000 | 152 | | 2.42 | | |
| | | | | | 465 | | 7.40 | 6.19 |
| Venezuela | Venezuela Government International Bond 9.250% 15.09.2027 | USD | 200,000 | | 120 | | 1.91 | – |
| | Total Bonds | | | | 4,798 | | 76.38 | 61.66 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Global High Yield Fund (continued)

Financial assets at fair value through profit or loss (continued)

| Country | Options | Currency | Nominal Holding | Fair Value €000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
|---------------|---|---------------|-----------------|----------------------|-------------------|-------------------|-------------------|
| United States | | | | – | – | 0.03 | |
| | Total Options | | | – | – | 0.03 | |
| | Swaptions | | | | | | |
| Europe | Payer iTraxx X-Over CDS 400 Swaption 20.11.2013 | EUR | 5,000,000 | 91 | 1.45 | | |
| | Receiver iTraxx X-Over CDS 400 Swaption 20.11.2013 | EUR | (5,000,000) | 37 | 0.58 | | |
| | | | | 128 | 2.03 | – | |
| | Total Swaptions | | | 128 | 2.03 | – | |
| | Credit Default Swaps | | | | | | |
| | Fixed (Buy protection) | Maturity Date | Currency | Nominal Holding | Fair Value €000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Europe | | | | | – | – | 1.42 |
| Italy | | | | | – | – | 0.23 |
| | Credit Default Swaps | | | | | | |
| | Fixed (Sell protection) | | | | | | |
| Europe | iTRAXX X-Over CDS 500 20.06.2018 | EUR | (2,600,000) | 130 | 2.07 | | |
| | iTRAXX X-Over CDS 500 20.12.2018 | EUR | (5,000,000) | 204 | 3.25 | | |
| | | | | 334 | 5.32 | 3.79 | |
| | Total Credit Default Swaps | | | 334 | 5.32 | 5.44 | |
| | Open Forward Foreign Currency Transactions | | | | | | |
| | Currency Sold | | Currency Bought | Unrealised Gain €000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| | Investment Level | | | | | | |
| | USD 2,536,430 | | EUR | 4 | 0.07 | – | |
| | Share Class Level | | | | | | |
| | Open Forward Foreign Currency Transactions – Class A Norwegian Krone Distributing | | | – | – | 0.04 | |
| | Open Forward Foreign Currency Transactions – Class A Sterling Accumulating | | | 2 | 0.03 | 0.04 | |
| | Open Forward Foreign Currency Transactions – Class A Sterling Distributing | | | 4 | 0.06 | 0.03 | |
| | Open Forward Foreign Currency Transactions – Class A US Dollar Accumulation | | | – | – | 0.03 | |
| | Open Forward Foreign Currency Transactions – Class A US Dollar Distributing | | | – | – | 0.03 | |
| | Total Open Forward Foreign Currency Transactions | | | 10 | 0.16 | 0.17 | |
| | Total financial assets at fair value through profit or loss | | | 5,270 | 83.89 | 67.30 | |
| | Financial liabilities at fair value through profit or loss | | | | | | |
| | Credit Default Swaps | | | | | | |
| | Fixed (Buy protection) | Maturity Date | Currency | Nominal Holding | Fair Value €000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Europe | iTRAXX X-Over CDS 500 20.06.2018 | EUR | 2,600,000 | (131) | (2.08) | | |
| | iTRAXX X-Over CDS 500 20.12.2018 | EUR | 200,000 | (8) | (0.13) | | |
| | | | | (139) | (2.21) | (4.68) | |
| | Credit Default Swaps | | | | | | |
| | Fixed (Sell Protection) | | | | | | |
| Italy | | | | – | – | (0.19) | |
| | Total Credit Default Swaps | | | (139) | (2.21) | (4.87) | |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Global High Yield Fund (continued)

Financial liabilities at fair value through profit or loss (continued)

| Open Forward Foreign Currency Transactions | | | | |
|---|-----------------|----------------------|-------------------|-------------------|
| Currency Sold | Currency Bought | Unrealised Loss €000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Investment Level | | | | |
| GBP 953,737 | EUR | (5) | (0.08) | (0.16) |
| Share Class Level | | | | |
| Open Forward Foreign Currency Transactions – Class A Norwegian Krone Distributing | | (1) | (0.02) | (0.01) |
| Open Forward Foreign Currency Transactions – Class A US Dollar Accumulating | | (1) | (0.02) | – |
| Open Forward Foreign Currency Transactions – Class A US Dollar Distributing | | (2) | (0.03) | – |
| Total Open Forward Foreign Currency Transactions | | (9) | (0.15) | (0.17) |
| Options | | | | |
| United States | | – | – | (0.01) |
| Total Options | | – | – | (0.01) |
| Total financial liabilities at fair value through profit or loss | | (148) | (2.36) | (5.05) |
| Total investment at fair value through profit or loss | | 5,122 | 81.53 | 62.25 |
| Cash at bank | | 3,503 | 55.76 | 39.08 |
| Margin cash | | 103 | 1.64 | 0.06 |
| Other net liabilities | | (2,446) | (38.93) | (1.39) |
| Total Net Assets | | 6,282 | 100.00 | 100.00 |

Analysis of Portfolio

| | % of Total Assets |
|--|-------------------|
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | 53.07 |
| OTC financial derivative instruments | 5.22 |
| Other assets | 41.71 |
| | 100.00 |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

JP Morgan and State Street Bank and Trust

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Real Estate Equity Long/Short Fund

| Financial assets at fair value through profit or loss | | | | | | | | |
|--|--|-----------------|-----------------|----------------------|---------------|-------------------|--------------|-------------------|
| Country | Equities | Currency | Nominal Holding | Fair Value €000 | | Sep 2013 % of NAV | | Mar 2013 % of NAV |
| Germany | Alstria Office | EUR | 125,000 | | 1,146 | | 2.74 | 15.97 |
| Netherlands | Eurocommercial Properties | EUR | 58,000 | 1,736 | | 4.15 | | |
| | Vastned Retail | EUR | 86,000 | 2,696 | | 6.44 | | |
| | | | | | 4,432 | | 10.59 | 4.69 |
| Sweden | Fastighets Balder Pref | SEK | 49,000 | 1,905 | | 4.56 | | |
| | Klovern Pref | SEK | 118,000 | 2,005 | | 4.79 | | |
| | | | | | 3,910 | | 9.35 | 4.01 |
| Switzerland | Mobimo Holding | CHF | 13,200 | 2,033 | | 4.86 | | |
| | PSP Swiss Property | CHF | 30,700 | 1,968 | | 4.70 | | |
| | | | | | 4,001 | | 9.56 | 4.71 |
| United Kingdom | Atrium European Real Estate | EUR | 143,085 | | 603 | | 1.44 | – |
| | Total Equities | | | | 14,092 | | 33.68 | 29.38 |
| Country | Contracts for Difference | Currency | Nominal Holding | Unrealised Gain €000 | | Sep 2013 % of NAV | | Mar 2013 % of NAV |
| France | Unibail-Rodamco | EUR | (9,000) | | 9 | | 0.02 | 0.30 |
| Germany | Deutsche Euroshop | EUR | (63,700) | | 11 | | 0.03 | 0.06 |
| Italy | Beni Stabili | EUR | (4,997,000) | | 133 | | 0.32 | 0.23 |
| Netherlands | Nieuwe Steen Investments | EUR | (400,000) | 152 | | 0.36 | | |
| | Wereldhave | EUR | (34,800) | – | | – | | |
| | | | | | 152 | | 0.36 | – |
| Sweden | | | | | – | | – | 0.22 |
| United Kingdom | Big Yellow | GBP | (505,000) | – | | – | | |
| | Intu Properties | GBP | (270,000) | 6 | | 0.01 | | |
| | Segro | GBP | (70,000) | 3 | | 0.01 | | |
| | | | | | 9 | | 0.02 | 0.23 |
| | Total Contracts for Difference | | | | 314 | | 0.75 | 1.04 |
| Open Forward Foreign Currency Transactions | | | | | | | | |
| Currency Sold | | Currency Bought | | Unrealised Gain €000 | | Sep 2013 % of NAV | | Mar 2013 % of NAV |
| Investment Level | | | | | | | | |
| SEK 36,000,000 | | EUR | | 26 | | 0.06 | | |
| EUR 35,234 | | GBP | | – | | – | | |
| | | | | | 26 | | 0.06 | 0.02 |
| Share Class Level | | | | | | | | |
| Open Forward Foreign Currency Transactions Class A Sterling Accumulation | | | | | 1 | | – | – |
| Open Forward Foreign Currency Transactions Class C Sterling Accumulation | | | | | 180 | | 0.43 | 0.13 |
| | Total Open Forward Foreign Currency Transactions | | | | 207 | | 0.49 | 0.15 |
| | Total financial assets at fair value through profit or loss | | | | 14,613 | | 34.92 | 30.57 |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PORTFOLIO STATEMENT as at 30 September 2013

F&C Real Estate Equity Long/Short Fund (continued)

| Financial liabilities at fair value through profit or loss | | | | | | |
|--|--------------------------|------------------------|-----------------------------|--------------------------|--------------------------|-------------------|
| Country | Contracts for Difference | Currency | Nominal Holding | Unrealised Loss €000 | Sep 2013 % of NAV | Mar 2013 % of NAV |
| Belgium | Befimmo | EUR | (32,500) | (95) | (0.23) | – |
| France | ANF Immobilier | EUR | 41,917 | (24) | (0.06) | |
| | Icade | EUR | (31,000) | (74) | (0.17) | |
| | | | | (98) | (0.23) | (0.37) |
| Germany | | | | – | – | (0.08) |
| Netherlands | Corio | EUR | (54,000) | (50) | (0.12) | (0.08) |
| United Kingdom | Berkeley Group Holdings | GBP | 35,000 | (31) | (0.07) | |
| | Great Portland Estates | GBP | 195,000 | (15) | (0.04) | |
| | Hammerson | GBP | 170,000 | (11) | (0.03) | |
| | | | | (57) | (0.14) | (0.16) |
| Total Contracts for Difference | | | | (300) | (0.72) | (0.69) |
| Open Forward Foreign Currency Transactions | | | | | | |
| Currency Sold | | Currency Bought | Unrealised Loss €000 | Sep 2013 % of NAV | Mar 2013 % of NAV | |
| Investment Level | | | | | | |
| CHF 4,700,000 | | EUR | (17) | (0.04) | | |
| | | | | (17) | (0.04) | (0.03) |
| Share Class Level | | | | | | |
| Open Forward Foreign Currency Transactions Class A US Dollar Accumulation | | | | (1) | – | – |
| Open Forward Foreign Currency Transactions Class C Sterling Accumulation | | | | – | – | (0.01) |
| Total Open Forward Foreign Currency Transactions | | | | (18) | (0.04) | (0.04) |
| Total financial liabilities at fair value through profit or loss | | | | (318) | (0.76) | (0.73) |
| Total investments at fair value through profit or loss | | | | 14,295 | 34.16 | 29.84 |
| Cash at bank | | | | 19,133 | 45.72 | 52.39 |
| Margin cash | | | | 7,700 | 18.40 | 20.16 |
| Other net assets/(liabilities) | | | | 718 | 1.72 | (2.39) |
| Total Net Assets | | | | 41,846 | 100.00 | 100.00 |
| Analysis of Portfolio | | | | | | |
| | | | | | % of Total Assets | |
| Transferable securities admitted to an official stock exchange listing or traded on a regulated market | | | | | 32.69 | |
| OTC financial derivative instruments | | | | | 1.21 | |
| Other assets | | | | | 66.10 | |
| | | | | | 100.00 | |

The following is a list of counterparties to the derivative contracts held on this sub-fund at 30 September 2013:

Goldman Sachs and State Street Bank and Trust.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED BALANCE SHEET

As at 30 September 2013

| | F&C High Income Bond Fund US\$000 | Eastern Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Macro Global Bond Fund (£) £000 | F&C Macro Global Bond Fund (£) £000 | F&C Macro Global Bond Fund (\$) US\$000 | F&C F&C Emerging Equity Long/Short Fund US\$000 | F&C Water and Agriculture Equity Long/Short Fund US\$000 | F&C Real Estate Securities Fund £000 | F&C Global Emerging Markets Equity Long/Short Fund* US\$000 | F&C Global High Yield Fund £000 | F&C Real Estate Equity Long/Short Fund £000 | Total £000 |
|---|-----------------------------------|----------------------|--|-------------------------------------|-------------------------------------|---|---|--|--------------------------------------|---|---------------------------------|---|------------------|
| Current Assets | | | | | | | | | | | | | |
| Cash at bank | 15,793 | 80,729 | 798 | 38,629 | 11,604 | 2,278 | 455 | 23,192 | 14,083 | 134 | 3,503 | 19,133 | 188,446 |
| Margin cash | 12,886 | 9,003 | 280 | 20,019 | 5,880 | 1,205 | 51 | 3,316 | 6,201 | 5 | 161 | 7,700 | 64,877 |
| Debtors | 4,296 | 726 | 1,346 | 1,491 | 300 | 4,040 | 206 | 40 | 186 | 14 | 107 | 1,661 | 11,955 |
| Financial assets at fair value through profit or loss | 135,983 | 427,364 | 109,685 | 403,435 | 138,754 | 37,120 | 13,501 | 20,118 | 18,168 | - | 5,270 | 14,613 | 1,212,464 |
| Total current assets | 168,958 | 517,822 | 112,109 | 463,574 | 156,548 | 44,643 | 14,213 | 46,666 | 38,638 | 153 | 9,041 | 43,107 | 1,477,742 |
| Current Liabilities | | | | | | | | | | | | | |
| Financial liabilities at fair value through profit or loss | 2 | - | - | (2,138) | (1,051) | (396) | (2) | (155) | (282) | - | (148) | (318) | (8,455) |
| Bank overdraft | - | - | - | - | - | - | - | (77) | (16) | - | - | - | (76) |
| Margin cash payable | - | - | (280) | - | - | - | (52) | (788) | - | - | (58) | - | (885) |
| Creditors – amounts falling due within one year | (6,495) | (6,406) | (1,480) | (1,452) | (1,424) | (4,481) | (232) | (296) | (178) | (153) | (2,575) | (959) | (21,346) |
| Total current liabilities | (11,415) | (6,406) | (1,760) | (3,590) | (2,475) | (4,877) | (286) | (1,316) | (476) | (153) | (2,781) | (1,277) | (30,762) |
| Net Assets attributable to holders of redeemable participating shares (at bid market prices) | 157,543 | 511,416 | 110,349 | 459,984 | 154,073 | 39,766 | 13,927 | 45,350 | 38,162 | - | 6,260 | 41,830 | 1,446,980 |
| Adjustment from bid market prices to last traded market prices | 561 | 562 | 95 | 192 | 74 | 15 | 14 | 44 | 52 | - | 22 | 16 | 1,358 |
| Net Assets attributable to holders of redeemable participating shares (at last traded market prices) | 158,104 | 511,978 | 110,444 | 460,176 | 154,147 | 39,781 | 13,941 | 45,394 | 38,214 | - | 6,282 | 41,846 | 1,448,338 |

* Terminated 29 August 2013

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

AUDITED BALANCE SHEET

As at 31 March 2013

| | F&C European Equity | F&C High Income | Eastern European Fund | F&C Global Emerging Markets Fund | F&C Macro Global Bond | F&C Macro Global Bond | F&C Macro Global Bond | F&C Emerging Government Bond | Thames River World Agriculture Equity | F&C Water and Infrastructure Long/ Short Fund | F&C Global Credit | F&C Credit Select | F&C Real Estate Securities Fund | F&C Global Emerging Markets | Thames River – BSI Bond Fund | F&C Global High Yield Fund | F&C Real Estate Equity Fund | Total |
|--|---------------------------|--------------------|-----------------------------|---|-----------------------------|-----------------------------|-----------------------------|---------------------------------------|---|---|-------------------------|-------------------------|--|-----------------------------------|---------------------------------------|----------------------------------|--------------------------------------|-----------|
| Current Assets | Notes | €000 | US\$000 | US\$000 | €000 | €000 | €000 | US\$000 | €000 | US\$000 | €000 | €000 | €000 | US\$000 | €000 | €000 | €000 | €000 |
| Cash at bank | 3,403 | 47,857 | 57,325 | 5 | 54,122 | 26,202 | 15,607 | 381 | 13 | 11,010 | 6,897 | 2,296 | 13,164 | 661 | 139 | 3,709 | 33,264 | 258,946 |
| Margin cash | – | 8,665 | 4,998 | 1,827 | 21,982 | 6,937 | 1,328 | 50 | – | 5,159 | – | – | 5,095 | 2,042 | – | 52 | 12,800 | 70,566 |
| Debtors | 79 | 19,196 | 8,428 | 1,687 | 3,229 | 296 | 70 | 171 | – | 3,218 | 104 | 48 | 245 | 131 | – | 157 | 1,033 | 31,447 |
| Financial assets at fair value through profit or loss | 2 | – | 146,536 | 500,620 | 157,027 | 411,500 | 187,262 | 26,824 | – | 41,357 | – | – | 14,550 | 14,006 | – | 6,388 | 19,404 | 1,420,966 |
| Total current assets | 3,482 | 222,274 | 571,371 | 160,546 | 490,833 | 220,697 | 43,829 | 18,375 | 13 | 60,744 | 7,001 | 2,344 | 33,054 | 16,840 | 139 | 10,306 | 66,501 | 1,781,925 |
| Current Liabilities | | | | | | | | | | | | | | | | | | |
| Financial liabilities at fair value through profit or loss | 2 | – | (4,794) | (21) | – | (7,432) | (2,408) | (340) | (1) | – | – | – | (269) | (142) | – | (479) | (458) | (17,629) |
| Bank overdraft | – | (771) | – | (615) | – | – | – | – | – | – | – | – | – | – | – | – | – | (534) |
| Margin cash payable | – | – | – | (622) | – | – | – | (95) | (34) | (766) | – | – | – | – | – | (46) | – | (1,228) |
| Creditors – amounts falling due within one year | (3,482) | (8,266) | (21,883) | (1,921) | (30,568) | (15,934) | (12,482) | (412) | (13) | (2,935) | (7,001) | (2,344) | (995) | (262) | (139) | (318) | (2,583) | (106,645) |
| Total current liabilities | (3,482) | (13,131) | (21,904) | (3,158) | (38,000) | (18,342) | (12,917) | (447) | (13) | (5,052) | (7,001) | (2,344) | (1,264) | (404) | (139) | (843) | (3,041) | (126,036) |
| Net Assets attributable to holders of redeemable participating shares | – | 209,143 | 549,467 | 157,368 | 452,833 | 202,355 | 30,912 | 17,928 | – | 55,692 | – | – | 31,790 | 16,436 | – | 9,463 | 63,460 | 1,655,889 |
| (at bid market prices) | | | | | | | | | | | | | | | | | | |
| Adjustment from bid market prices to last traded market prices | – | 431 | 2,254 | 332 | 8 | 8 | 1 | 36 | – | 75 | – | – | 36 | 13 | – | 29 | 27 | 2,563 |
| Net Assets attributable to holders of redeemable participating shares (at last traded market prices) | – | 209,574 | 551,721 | 157,720 | 452,841 | 202,363 | 30,913 | 17,964 | – | 55,767 | – | – | 31,826 | 16,449 | – | 9,492 | 63,487 | 1,658,452 |

* Terminated 17 April 2012. ** Terminated 17 December 2012. *** Launched 3 December 2012. **** Terminated 26 March 2013

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PROFIT AND LOSS ACCOUNT

For the six months ended 30 September 2013

| | Notes | F&C High Income Bond Fund US\$000 | Eastern European Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Macro Global Bond Fund (£) £000 | F&C Macro Global Bond Fund (€) €000 | F&C Macro Global Bond Fund (\$) US\$000 | F&C Emerging Asia Fund US\$000 |
|--|----------|--|--|--|---|---|---|---|
| Income | 2 | | | | | | | |
| Investment income | | 1 | 15,378 | 2,232 | – | – | – | 301 |
| Bank deposit interest | | 8 | 13 | 1 | 48 | – | – | – |
| Bond interest income | | 4,952 | – | – | 1,474 | 463 | 80 | – |
| Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss | | 955 | (9,636) | (8,867) | 4,553 | 512 | 987 | (598) |
| Total investment income/(expense) | | 5,916 | 5,755 | (6,634) | 6,075 | 975 | 1,067 | (297) |
| Expenses | 2 | | | | | | | |
| Investment Management fee | | (1,317) | (4,376) | (1,117) | (2,008) | (921) | (169) | (151) |
| Performance fee | | – | – | – | – | – | – | – |
| Administration fee | | (90) | (236) | (62) | (193) | (85) | (19) | (11) |
| Custody fee | | (94) | (446) | (119) | (69) | (7) | (6) | (26) |
| General expenses | | (199) | (407) | (81) | (167) | (82) | (43) | (56) |
| Audit fee | | (22) | (11) | (11) | (5) | (6) | (8) | (10) |
| Directors' fees | | (15) | (38) | (14) | (34) | (15) | (3) | (1) |
| Total operating expenses | | (1,737) | (5,514) | (1,404) | (2,476) | (1,116) | (248) | (255) |
| Net income/(expense) before finance costs | | 4,179 | 241 | (8,038) | 3,599 | (141) | 819 | (552) |
| Finance costs | | | | | | | | |
| Bank interest expense | | (103) | (82) | (9) | (19) | – | – | – |
| Distributions | 3 | (4,179) | – | – | – | – | – | – |
| Net equalisation | 2 | (1,556) | (132) | (86) | 262 | 652 | (118) | 43 |
| Total finance costs | | (5,838) | (214) | (95) | 243 | 652 | (118) | 43 |
| (Loss)/profit for the financial period | | (1,659) | 27 | (8,133) | 3,842 | 511 | 701 | (509) |
| Withholding tax | | (118) | (2,106) | (232) | – | – | – | (35) |
| Operating (loss)/profit | | (1,777) | (2,079) | (8,365) | 3,842 | 511 | 701 | (544) |
| Adjustment from bid market prices to last traded prices | | 130 | (1,692) | (237) | 184 | 66 | 14 | (22) |
| (Decrease)/increase in net assets for the period attributable to holders of redeemable participating shares from operations | | (1,647) | (3,771) | (8,602) | 4,026 | 577 | 715 | (566) |

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PROFIT AND LOSS ACCOUNT

For the six months ended 30 September 2013 (continued)

| | Notes | F&C Water and Agriculture Equity Long/Short Fund US\$000 | F&C Real Estate Securities Fund £000 | F&C Global Emerging Markets Equity Long/Short Fund* US\$000 | F&C Global High Yield Fund €000 | F&C Real Estate Equity Long/Short Fund €000 | Total €000 |
|--|-------|--|--------------------------------------|---|---------------------------------|---|-----------------|
| Income | 2 | | | | | | |
| Investment income | | 298 | 951 | 90 | – | 1,056 | 16,043 |
| Bank deposit interest | | 1 | 3 | – | 1 | – | 78 |
| Bond interest income | | 13 | 28 | – | 208 | 7 | 6,262 |
| Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss | | 1,511 | 1,382 | 22 | (66) | (584) | (5,033) |
| Total investment income/(expense) | | 1,823 | 2,364 | 112 | 143 | 479 | 17,350 |
| Expenses | 2 | | | | | | |
| Investment Management fee | | (420) | (199) | (74) | (50) | (277) | (9,613) |
| Performance fee | | – | (159) | – | (21) | (19) | (226) |
| Administration fee | | (27) | (15) | (7) | (4) | (23) | (698) |
| Custody fee | | (39) | (9) | (15) | (2) | (25) | (690) |
| General expenses | | (52) | (51) | (80) | (53) | (77) | (1,163) |
| Audit fee | | (8) | (5) | (8) | (9) | (6) | (92) |
| Directors' fees | | (4) | (3) | (1) | (1) | (4) | (121) |
| Total operating expenses | | (550) | (441) | (185) | (140) | (431) | (12,603) |
| Net income/(expense) before finance costs | | 1,273 | 1,923 | (73) | 3 | 48 | 4,747 |
| Finance costs | | | | | | | |
| Bank interest expense | | (10) | (107) | (4) | – | (75) | (380) |
| Distributions | 3 | – | (138) | – | (119) | – | (3,449) |
| Net equalisation | 2 | 121 | 48 | 321 | (14) | 449 | 383 |
| Total finance costs | | 111 | (197) | 317 | (133) | 374 | (3,446) |
| Profit/(loss) for the financial period | | 1,384 | 1,726 | 244 | (130) | 422 | 1,301 |
| Withholding tax | | (50) | (33) | (11) | (3) | (58) | (2,034) |
| Operating profit/(loss) | | 1,334 | 1,693 | 233 | (133) | 364 | (733) |
| Adjustment from bid market prices to last traded prices | | (31) | 16 | (13) | (7) | (11) | (1,205) |
| Increase/(decrease) in net assets for the period attributable to holders of redeemable participating shares from operations | | 1,303 | 1,709 | 220 | (140) | 353 | (1,938) |

* For the period from 1 April 2013 to termination of the sub-fund on 29 August 2013

Gains and losses arose solely from continuing operations except for the F&C Global Emerging Markets Equity Long/Short Fund which terminated on 29 August 2013 and F&C Global High Yield Fund which is terminating in December 2013.

There were no recognised gains or losses other than those dealt with in the Profit and Loss Account.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

AUDITED PROFIT AND LOSS ACCOUNT

For the year ended 31 March 2013

| | Notes | F&C European Equity Long/ Short Fund**** €000 | F&C High Income Bond Fund US\$000 | Eastern European Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Macro Global Bond Fund (£) £000 | F&C Macro Global Bond Fund (€) €000 | F&C Macro Global Bond Fund (\$) US\$000 | F&C Emerging Asia Fund US\$000 | Thames River World Government Bond Fund* £000 |
|--|-------|---|--|--|--|---|---|---|---|--|
| Income | 2 | | | | | | | | | |
| Investment income | | 425 | 1 | 17,346 | 4,510 | – | – | – | 275 | – |
| Bank deposit interest | | 3 | 41 | 106 | 295 | 67 | 4 | – | 67 | 1 |
| Bond interest income | | 21 | 21,203 | – | – | 3,334 | 836 | 156 | – | – |
| Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss | | 2,419 | (14,895) | 5,254 | 242 | (26,671) | (2,718) | (2,440) | (40) | 1 |
| Total investment income/(expense) | | 2,868 | 6,350 | 22,706 | 5,047 | (23,270) | (1,878) | (2,284) | 302 | 2 |
| Expenses | 2 | | | | | | | | | |
| Investment Management fee | | (213) | (4,344) | (9,714) | (3,182) | (6,130) | (2,563) | (512) | (242) | – |
| Performance fee | | (134) | – | – | – | – | – | – | – | – |
| Administration fee | | (17) | (262) | (474) | (157) | (550) | (222) | (41) | (14) | – |
| Custody fee | | (11) | (291) | (851) | (313) | (255) | (85) | (23) | (49) | – |
| General expenses | | (109) | (412) | (467) | (198) | (420) | (192) | (116) | (112) | (2) |
| Audit fee | | (10) | (26) | (16) | (14) | (11) | (9) | (10) | (12) | – |
| Directors' fees | | (2) | (35) | (65) | (18) | (74) | (25) | (6) | (2) | – |
| Total operating expenses | | (496) | (5,370) | (11,587) | (3,882) | (7,440) | (3,096) | (708) | (431) | (2) |
| Net income/(expense) before finance costs | | 2,372 | 980 | 11,119 | 1,165 | (30,710) | (4,974) | (2,992) | (129) | – |
| Finance costs | | | | | | | | | | |
| Bank interest expense | | (104) | (1,137) | (253) | (23) | – | (4) | – | – | – |
| Distributions | 3 | – | (19,776) | – | (268) | – | – | – | – | – |
| Net equalisation | 2 | 366 | (2,696) | (130) | (208) | 1,391 | 424 | 204 | (88) | (1) |
| Total finance costs | | 262 | (23,609) | (383) | (499) | 1,391 | 420 | 204 | (88) | (1) |
| Profit/(loss) for the financial year | | 2,634 | (22,629) | 10,736 | 666 | (29,319) | (4,554) | (2,788) | (217) | (1) |
| Withholding tax | | (45) | (117) | (2,614) | (490) | – | – | – | (42) | – |
| Operating profit/(loss) | | 2,589 | (22,746) | 8,122 | 176 | (29,319) | (4,554) | (2,788) | (259) | (1) |
| Adjustment from bid market prices to last traded prices | | (10) | 45 | 1,872 | (140) | (63) | (62) | (3) | 15 | – |
| Increase/(decrease) in net assets for the year attributable to holders of redeemable participating shares from operations | | 2,579 | (22,701) | 9,994 | 36 | (29,382) | (4,616) | (2,791) | (244) | (1) |

*For the period from 1 April 2012 to termination of the sub-fund on 17 April 2012

** For the period from 1 April 2012 to termination of the sub-fund on 17 December 2012

***For the period from launch of the sub-fund on 3 December 2012 to 31 March 2013

****For the period from 1 April 2012 to termination of the sub-fund on 26 March 2013

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

AUDITED PROFIT AND LOSS ACCOUNT

For the year ended 31 March 2013 (continued)

| | Notes | F&C Water and Agriculture Equity Long/ Short Fund US\$000 | F&C Global Credit Fund**** €000 | F&C Credit Select Fund**** €000 | F&C Real Estate Securities Fund £000 | F&C Global Emerging Markets Equity Long/ Short Fund US\$000 | Thames River – BSI Bond Opportunity Fund** €000 | F&C Global High Yield Fund €000 | F&C Real Estate Equity Long/Short Fund*** €000 | Total €000 |
|--|-------|--|---|---|--|--|--|--|---|-----------------|
| Income | 2 | | | | | | | | | |
| Investment income | | 1,348 | – | – | 2,248 | 463 | – | – | 86 | 21,836 |
| Bank deposit interest | | 9 | 14 | 6 | 28 | 4 | 11 | – | 6 | 567 |
| Bond interest income | | 467 | 426 | 142 | – | 4 | 660 | 711 | – | 23,813 |
| Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss | | 1,663 | 927 | 1,040 | 4,662 | 496 | 3,406 | 3,236 | (1,450) | – |
| Total investment income/(expense) | | 3,487 | 1,367 | 1,188 | 6,938 | 967 | 4,077 | 3,947 | (1,358) | 18,571 |
| Expenses | 2 | | | | | | | | | |
| Investment Management fee | | (1,325) | (425) | (208) | (379) | (454) | (1,141) | (359) | (223) | (28,444) |
| Performance fee | | (7) | – | (4) | (70) | – | – | (292) | (64) | (585) |
| Administration fee | | (69) | (32) | (18) | (33) | (28) | (58) | (24) | (19) | (1,915) |
| Custody fee | | (88) | (16) | (7) | (40) | (40) | (9) | (12) | (14) | (1,799) |
| General expenses | | (176) | (161) | (135) | (129) | (114) | (144) | (116) | (56) | (2,825) |
| Audit fee | | (12) | (16) | (13) | (12) | (17) | (9) | (15) | (10) | (193) |
| Directors' fees | | (7) | (4) | (2) | (4) | (4) | (7) | (3) | (2) | (247) |
| Total operating expenses | | (1,684) | (654) | (387) | (667) | (657) | (1,368) | (821) | (388) | (36,008) |
| Net income/(expense) before finance costs | | 1,803 | 713 | 801 | 6,271 | 310 | 2,709 | 3,126 | (1,746) | (17,437) |
| Finance costs | | | | | | | | | | |
| Bank interest expense | | (88) | (1) | (1) | (204) | (4) | (5) | (3) | (39) | (1,575) |
| Distributions | 3 | – | (134) | (55) | (210) | – | – | (383) | – | (16,376) |
| Net equalisation | 2 | 110 | 93 | 213 | (427) | 67 | 510 | 33 | – | 694 |
| Total finance costs | | 22 | (42) | 157 | (841) | 63 | 505 | (353) | (39) | (17,257) |
| Profit/(loss) for the financial year | | 1,825 | 671 | 958 | 5,430 | 373 | 3,214 | 2,773 | (1,785) | (34,694) |
| Withholding tax | | (239) | – | – | (108) | (60) | (1) | (7) | – | (2,948) |
| Operating profit/(loss) | | 1,586 | 671 | 958 | 5,322 | 313 | 3,213 | 2,766 | (1,785) | (37,642) |
| Adjustment from bid market prices to last traded prices | | 19 | (50) | (15) | (59) | (49) | (76) | (8) | 27 | 1,066 |
| Increase/(decrease) in net assets for the year attributable to holders of redeemable participating shares from operations | | 1,605 | 621 | 943 | 5,263 | 264 | 3,137 | 2,758 | (1,758) | (36,576) |

Gains and losses arose solely from continuing operations except for the Thames River World Government Bond Fund, Thames River – BSI Bond Opportunity Fund, F&C European Equity Long/Short Fund, F&C Global Credit Fund and F&C Credit Select Fund which terminated on 17 April 2012, 17 December 2012 and 26 March 2013 respectively.

There were no recognised gains or losses other than those dealt with in the Profit and Loss Account.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PROFIT AND LOSS ACCOUNT

For the six months ended 30 September 2012

| | Notes | F&C European Equity Long/ Short Fund €000 | F&C High Income Bond Fund US\$000 | Eastern European Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Macro Global Bond Fund (£) £000 | F&C Macro Global Bond Fund (€) €000 | F&C Macro Global Bond Fund (\$) US\$000 | F&C Emerging Asia Fund US\$000 | Thames River World Government Bond Fund* £000 |
|--|-------|---|--|--|--|---|---|---|---|--|
| Income | 2 | | | | | | | | | |
| Investment income | | 113 | 1 | 16,070 | 3,394 | – | – | – | 243 | – |
| Bank deposit interest | | 1 | 33 | – | – | 38 | 5 | – | – | 1 |
| Bond interest income | | 28 | 3,460 | 9 | 401 | 2,074 | 525 | 91 | 29 | – |
| Net (loss)/gain on financial assets and financial liabilities at fair value through profit or loss | | (508) | (1,716) | (37,032) | (6,874) | (29,817) | 1,773 | (1,847) | (24) | 2 |
| Total investment (expense)/income | | (366) | 1,778 | (20,953) | (3,079) | (27,705) | 2,303 | (1,756) | 248 | 3 |
| Expenses | 2 | | | | | | | | | |
| Investment Management fee | | (109) | (2,444) | (4,653) | (1,673) | (3,671) | (1,445) | (296) | (113) | – |
| Performance fee | | – | – | – | – | – | – | – | – | – |
| Administration fee | | (7) | (120) | (148) | (54) | (324) | (102) | (16) | (6) | – |
| Custody fee | | (2) | (46) | (9) | (7) | (15) | (6) | (3) | (5) | – |
| General expenses | | (33) | (180) | (182) | (112) | (239) | (107) | (60) | (38) | (2) |
| Audit fee | | (9) | (35) | (14) | (15) | (8) | (9) | (11) | (14) | – |
| Directors' fees | | (1) | (27) | (43) | (15) | (60) | (23) | (5) | (1) | – |
| Total operating expenses | | (161) | (2,852) | (5,049) | (1,876) | (4,317) | (1,692) | (391) | (177) | (2) |
| Net (expense)/income before finance costs | | (527) | (1,074) | (26,002) | (4,955) | (32,022) | 611 | (2,147) | 71 | 1 |
| Finance costs | | | | | | | | | | |
| Bank interest expense | | (70) | (21) | (108) | (1) | (1) | – | – | – | – |
| Distributions | 3 | – | (10,831) | – | (268) | – | – | – | – | – |
| Net equalisation | 2 | 1 | (681) | 87 | (103) | 752 | 157 | 32 | (19) | (1) |
| Total finance costs | | (69) | (11,533) | (21) | (372) | 751 | 157 | 32 | (19) | (1) |
| (Loss)/profit for the financial period | | (596) | (12,607) | (26,023) | (5,327) | (31,271) | 768 | (2,115) | 52 | – |
| Withholding tax | | (30) | (1) | (2,416) | (343) | – | – | – | (33) | – |
| Operating (loss)/profit | | (626) | (12,608) | (28,439) | (5,670) | (31,271) | 768 | (2,115) | 19 | – |
| Adjustment from bid market prices to last traded prices | | (10) | (280) | 103 | (139) | (28) | (30) | (3) | (1) | – |
| (Decrease)/increase in net assets for the period attributable to holders of redeemable participating shares from operations | | (636) | (12,888) | (28,336) | (5,809) | (31,299) | 738 | (2,118) | 18 | – |

*For the period from 1 April 2012 to termination of the sub-fund on 17 April 2012

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED PROFIT AND LOSS ACCOUNT

For the six months ended 30 September 2012 (continued)

| | Notes | F&C Water and Agriculture Equity Long/ Short Fund US\$000 | F&C Global Credit Fund €000 | F&C Credit Select Fund €000 | F&C Real Estate Securities Fund £000 | F&C Global Emerging Markets Equity Long/ Short Fund US\$000 | Thames River – BSI Bond Opportunity Fund €000 | F&C Global High Yield Fund €000 | Total €000 |
|--|-------|--|---|---|---|---|--|--|-----------------|
| Income | 2 | | | | | | | | |
| Investment income | | 797 | – | – | 1,769 | 350 | – | – | 18,640 |
| Bank deposit interest | | – | 2 | 1 | 11 | 4 | 2 | – | 102 |
| Bond interest income | | 270 | 1,017 | 117 | – | 7 | 633 | 632 | 8,869 |
| Net gain/(loss) on financial assets and financial liabilities at fair value through profit or loss | | 1,387 | 1,449 | 1,178 | 132 | 231 | 3,302 | 3,121 | (62,466) |
| Total investment income/(expense) | | 2,454 | 2,468 | 1,296 | 1,912 | 592 | 3,937 | 3,753 | (34,855) |
| Expenses | 2 | | | | | | | | |
| Investment Management fee | | (693) | (301) | (156) | (202) | (268) | (915) | (233) | (15,908) |
| Performance fee | | – | – | (3) | – | – | – | (254) | (257) |
| Administration fee | | (24) | (20) | (12) | (17) | (11) | (42) | (14) | (917) |
| Custody fee | | (13) | (4) | (14) | (5) | (9) | (25) | (10) | (158) |
| General expenses | | (62) | (53) | (48) | (31) | (43) | (34) | (41) | (1,184) |
| Audit fee | | (12) | (19) | (18) | (7) | (12) | (13) | (14) | (189) |
| Directors' fees | | (6) | (4) | (3) | (3) | (3) | (8) | (3) | (199) |
| Total operating expenses | | (810) | (401) | (254) | (265) | (346) | (1,037) | (569) | (18,812) |
| Net income/(expense) before finance costs | | 1,644 | 2,067 | 1,042 | 1,647 | 246 | 2,900 | 3,184 | (53,667) |
| Finance costs | | | | | | | | | |
| Bank interest expense | | – | (608) | (2) | (127) | (3) | (4) | (1) | (948) |
| Distributions | 3 | – | (75) | (42) | (119) | – | – | (49) | (9,005) |
| Net equalisation | 2 | 14 | (46) | 47 | (187) | (4) | 33 | 27 | 392 |
| Total finance costs | | 14 | (729) | 3 | (433) | (7) | 29 | (23) | (9,561) |
| Profit/(loss) for the financial period | | 1,658 | 1,338 | 1,045 | 1,214 | 239 | 2,929 | 3,161 | (63,228) |
| Withholding tax | | (152) | – | – | (59) | (57) | (2) | – | (2,456) |
| Operating profit | | 1,506 | 1,338 | 1,045 | 1,155 | 182 | 2,927 | 3,161 | (65,684) |
| Adjustment from bid market prices to last traded prices | | (9) | (42) | (12) | (85) | (41) | (44) | (22) | (590) |
| Increase/(decrease) in net assets for the period attributable to holders of redeemable participating shares from operations | | 1,497 | 1,296 | 1,033 | 1,070 | 141 | 2,883 | 3,139 | (66,274) |

Gains and losses arose solely from continuing operations except for the Thames River World Government Bond Fund, which terminated on 17 April 2012.

There were no gains or losses other than those dealt with in the Profit and Loss Account.

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHAREHOLDERS

For the six months ended 30 September 2013

| | F&C High Income Bond Fund US\$000 | Eastern European Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Macro Global Bond Fund (£) £000 | F&C Macro Global Bond Fund (€) €000 | F&C Macro Global Bond Fund (\$) US\$000 | F&C Emerging Asia Fund US\$000 | F&C Water and Agriculture Equity Long/Short Fund US\$000 | F&C Real Estate Securities Fund £000 | F&C Global Emerging Markets Equity Long/Short Fund* US\$000 | F&C Global High Yield Fund £000 | F&C Real Estate Equity Long/Short Fund £000 | Total €000 |
|---|-----------------------------------|-------------------------------|--|-------------------------------------|-------------------------------------|---|--------------------------------|--|--------------------------------------|---|---------------------------------|---|------------------|
| Net assets attributable to redeemable participating shareholders at the beginning of the period | 209,574 | 551,721 | 157,720 | 452,841 | 202,363 | 30,913 | 17,964 | 55,767 | 31,826 | 16,449 | 9,492 | 63,487 | 1,658,452 |
| Notional exchange adjustment | - | - | - | - | - | - | - | - | - | - | - | - | 31,383 |
| Increase/(decrease) in assets attributable to redeemable participating shareholders from operations | (1,647) | (3,771) | (8,602) | 4,026 | 577 | 715 | (566) | 1,303 | 1,709 | 220 | (140) | 353 | (1,938) |
| Share Transactions | | | | | | | | | | | | | |
| Proceeds from redeemable participating shares issued | 7,293 | 108,425 | 6,505 | 116,397 | 27,080 | 11,498 | 2,685 | 1,885 | 8,832 | 154 | 2,107 | 719 | 281,527 |
| Cost of redeemable participating shares redeemed | (57,116) | (144,397) | (45,179) | (113,088) | (75,873) | (3,345) | (6,142) | (13,561) | (4,153) | (16,823) | (5,177) | (22,713) | (458,320) |
| Net increase/(decrease) in net assets from share transactions | (49,823) | (35,972) | (38,674) | 3,309 | (48,793) | 8,153 | (3,457) | (11,676) | 4,679 | (16,669) | (3,070) | (21,994) | (176,793) |
| Net assets attributable to redeemable participating shareholders at the end of period | 158,104 | 511,978 | 110,444 | 460,176 | 154,147 | 39,781 | 13,941 | 45,394 | 38,214 | - | 6,282 | 41,846 | 1,448,338 |

* For the period from 1 April 2013 to termination of the sub-fund on 29 August 2013

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

AUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO HOLDERS OF REDEEMABLE PARTICIPATING SHAREHOLDERS

For the year ended 31 March 2013

| | F&C European Equity LongShort Fund**** €000 | F&C High Income Bond Fund US\$000 | Eastern European Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Macro Global Bond Fund (£) €000 | F&C Macro Global Bond Fund (€) €000 | F&C Macro Global Bond Fund (\$) US\$000 | F&C Emerging Government Equity Long/ Short Fund US\$000 | Thames River World Agriculture Fund €000 | F&C Water and Equity Long/ Short Fund US\$000 | F&C Global Credit Fund**** €000 | F&C Credit Select Fund**** €000 | F&C Real Estate Securities Fund €000 | F&C Global Emerging Markets Equity Long/ Short Fund US\$000 | Thames River – BSI Bond Fund** €000 | F&C Global High Yield Fund €000 | F&C Real Estate Equity LongShort Fund*** €000 | Total €000 |
|--|--|--|--|--|---|---|---|--|---|---|---|---|--|--|---|--|--|------------------|
| Net assets attributable to redeemable participating shareholders at the beginning of the year/period | 18,920 | 351,628 | 590,986 | 225,710 | 857,677 | 268,930 | 62,703 | 14,853 | 9 | 86,978 | 58,102 | 27,947 | 40,020 | 38,498 | 123,919 | 24,336 | – | 2,628,983 |
| Notional exchange adjustment | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | – | 39,243 |
| Increase/(decrease) in assets attributable to redeemable participating shareholders from operations | 2,579 | (22,701) | 9,994 | 36 | (29,382) | (4,616) | (2,791) | (244) | (11) | 1,605 | 621 | 943 | 5,263 | 264 | 3,137 | 2,758 | (1,758) | (36,576) |
| Share Transactions | | | | | | | | | | | | | | | | | | |
| Proceeds from redeemable participating shares issued | 1,972 | 25,282 | 192,359 | 21,946 | 132,940 | 87,254 | 12,007 | 13,787 | – | 14,885 | 2,286 | 390 | 6,830 | 4,978 | 1,963 | 15,608 | 69,768 | 571,740 |
| Cost of redeemable participating shares redeemed | (23,471) | (144,635) | (241,618) | (89,972) | (508,394) | (149,205) | (41,006) | (10,432) | (8) | (47,701) | (61,009) | (29,280) | (20,287) | (27,291) | (129,019) | (33,210) | (4,523) | (1,544,938) |
| Net increase/(decrease) in net assets from share transactions | (21,499) | (119,353) | (49,259) | (68,026) | (375,454) | (61,951) | (28,999) | 3,355 | (8) | (32,816) | (58,723) | (28,890) | (13,457) | (22,313) | (127,056) | (17,602) | 65,245 | (973,198) |
| Net assets attributable to redeemable participating shareholders at the end of year/period | – | 209,574 | 551,721 | 157,720 | 452,841 | 202,363 | 30,913 | 17,964 | – | 55,767 | – | – | 31,826 | 16,449 | – | 9,492 | 63,487 | 1,658,452 |

* For the period from 1 April 2012 to termination of the sub-fund on 17 April 2012

** For the period from 1 April 2012 to termination of the sub-fund on 17 December 2012

*** For the period from launch of the sub-fund on 3 December 2012 to 31 March 2013

****For the period from 1 April 2012 to termination of the sub-fund on 26 March 2013

The accompanying notes form an integral part of these financial statements.

TRADITIONAL FUNDS plc

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO REDEEMABLE PARTICIPATING SHAREHOLDERS

For the six months ended 30 September 2012

| | F&C European Equity Long/Short Fund €000 | F&C High Income Fund US\$000 | Eastern European Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Macro Global Bond Fund (€) €000 | F&C Macro Global Bond Fund (€) €000 | F&C Macro Global Bond Fund (\$) US\$000 | F&C Emerging Government Bond Fund US\$000 | Thames River World Equity Agriculture Fund €000 | F&C Water and Long/Short Fund US\$000 | F&C Global Credit Fund €000 | F&C Global Credit Select Fund €000 | F&C Global Real Estate Equity Securities Fund €000 | Emerging Markets Long/Short Opportunity Fund US\$000 | Thames River – BSI Bond Fund €000 | F&C Global High Yield Fund €000 | Total €000 |
|---|---|--|--|---|--|--|--|--|--|---|---|---|--|---|---|--|------------------|
| Net assets attributable to redeemable participating shareholders at the beginning of the period | 18,920 | 351,628 | 590,986 | 225,710 | 857,677 | 268,930 | 62,703 | 14,853 | 9 | 86,978 | 58,102 | 27,947 | 40,020 | 38,498 | 123,919 | 24,336 | 2,628,983 |
| Notional exchange adjustment | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | - | 82,892 |
| (Decrease)/increase in assets attributable to redeemable participating shareholders from operations | (636) | (12,888) | (28,336) | (5,809) | (31,299) | 738 | (2,118) | 18 | - | 1,497 | 1,296 | 1,033 | 1,070 | 141 | 2,883 | 3,139 | (66,274) |
| Share Transactions | | | | | | | | | | | | | | | | | |
| Proceeds from redeemable participating shares issued | 4 | 14,597 | 85,692 | 10,147 | 63,435 | 67,622 | 4,649 | 1,635 | - | 9,846 | 2,156 | 381 | 4,922 | 4,199 | 1,145 | 14,284 | 272,869 |
| Cost of redeemable participating shares redeemed | (195) | (38,980) | (96,145) | (47,944) | (314,606) | (88,426) | (12,743) | (5,199) | (9) | (15,336) | (35,345) | (18,739) | (10,133) | (11,209) | (41,530) | (4,668) | (770,341) |
| Net (decrease)/increase in net assets from share transactions | (191) | (24,383) | (10,453) | (37,797) | (251,171) | (20,804) | (8,094) | (3,564) | (9) | (5,490) | (33,189) | (18,358) | (5,211) | (7,010) | (40,385) | 9,616 | (497,472) |
| Net assets attributable to redeemable participating shareholders at the end of period | 18,093 | 314,357 | 552,197 | 182,104 | 575,207 | 248,864 | 52,491 | 11,307 | - | 82,985 | 26,209 | 10,622 | 35,879 | 31,629 | 86,417 | 37,091 | 2,148,129 |

The accompanying notes form an integral part of these financial statements.

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS

For the six months ended 30 September 2013

1. General

Traditional Funds plc (the “Company”) was incorporated on 25 February 1999 under the laws of the Republic of Ireland as an open-ended investment company with variable capital. The Company is an umbrella fund authorised by the Central Bank of Ireland (the “Central Bank”) as an investment company pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended). At the reporting date the Company had eleven active sub-funds (the “Funds”), each of which has segregated liability.

The Funds have distributing share classes which generally distribute substantially the whole of the net income (including interest and dividends) attributable to the share class. They may also have one or more classes of accumulating shares which do not generally pay a dividend or other distribution.

2. Basis of Presentation

These condensed interim financial statements have been prepared in accordance with the ASB Statement: Half Yearly Financial Reports and with Companies Acts 1963 to 2012 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (as amended). These financial statements fully comply with the statements. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 March 2013, which have been prepared in accordance with accounting standards generally accepted in Ireland. Accounting standards generally accepted in Ireland are those published by the Institute of Chartered Accountants in Ireland and issued by the Financial Reporting Council (“FRC”).

The format and certain wording of the financial statements has been adapted from that contained in the Companies (Amendment) Act 1986 and FRS 3 “Reporting Financial Performance” so that in the opinion of the Directors, it more appropriately reflects the nature of the Company’s business as an investment company.

The Company has adopted the exemption available to open-ended investment funds under FRS 1 not to prepare a cash flow statement.

(i) Historical Cost Convention

The financial statements have been prepared under the historical cost convention as modified by the revaluation of financial assets and financial liabilities held at fair value through profit or loss.

(ii) Going Concern Basis

The financial statements of the Company have been prepared on a going concern basis except for F&C Global Emerging Markets Equity Long/Short Fund which terminated on 29 August 2013 and F&C Global High Yield Fund which is terminating in December 2013. As a result of the terminations of these Funds’, their financial statements were prepared on a non-going concern basis.

(iii) Critical Accounting Estimates and Assumptions

The preparation of the financial statements requires management to make judgements, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets and liabilities, income and expenses. Actual results may differ from these estimates.

In preparing these condensed interim financial statements, the significant judgements made by management in applying the Company’s accounting policies and the key sources of estimation were the same as those applied to the annual financial statements as at and for the year ended 31 March 2013.

(iv) Accounting Policies

The accounting policies applied in these condensed interim financial statements are consistent with those of the annual financial statements as at and for the year ended 31 March 2013, as described in those annual financial statements.

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions

In the six months ended 30 September 2013 the following distributions were declared and paid:

F&C High Income Bond Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|----------------|----------------------|
| 02.04.13 | 24.04.13 | 0.110 | 2,335,026 | 256,853 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 0.143 | 2,096,566 | 299,809 | 01.04.13 to 30.06.13 |
| | | | | 556,662 | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|----------------|----------------------|
| 02.04.13 | 24.04.13 | 0.108 | 2,063,242 | 222,830 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 0.141 | 2,011,136 | 283,570 | 01.04.13 to 30.06.13 |
| | | | | 506,400 | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|----------------|----------------------|
| 02.04.13 | 24.04.13 | 0.118 | 755,404 | 89,138 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 0.153 | 667,523 | 102,131 | 01.04.13 to 30.06.13 |
| | | | | 191,269 | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|---------------|----------------------|
| 02.04.13 | 24.04.13 | 0.898 | 18,167 | 16,314 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 1.166 | 18,343 | 21,388 | 01.04.13 to 30.06.13 |
| | | | | 37,702 | |

Class A New Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|----------------|----------------------|
| 02.04.13 | 24.04.13 | 0.080 | 4,508,831 | 360,706 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 0.104 | 4,221,978 | 439,086 | 01.04.13 to 30.06.13 |
| | | | | 799,792 | |

Class A New US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|----------------|----------------------|
| 02.04.13 | 24.04.13 | 0.082 | 3,169,222 | 259,876 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 0.108 | 3,074,049 | 331,997 | 01.04.13 to 30.06.13 |
| | | | | 591,873 | |

Class A New Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|----------------|----------------------|
| 02.04.13 | 24.04.13 | 0.083 | 3,609,304 | 299,572 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 0.109 | 2,786,337 | 303,711 | 01.04.13 to 30.06.13 |
| | | | | 603,283 | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C High Income Bond Fund (continued)

Class A New Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|----------------|----------------------|
| 02.04.13 | 24.04.13 | 0.862 | 590,393 | 508,919 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 1.123 | 108,986 | 122,392 | 01.04.13 to 30.06.13 |
| | | | | <u>631,311</u> | |

Class C Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|--------------|----------------------|
| 02.04.13 | 24.04.13 | 0.070 | 35,453 | 2,482 | 01.01.13 to 31.03.13 |
| 01.07.13 | 31.07.13 | 0.154 | 6,556 | 1,010 | 01.04.13 to 30.06.13 |
| | | | | <u>3,492</u> | |

F&C Real Estate Securities Fund

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 24.04.13 | 30.04.13 | 0.230 | 133,652 | 30,740 | 01.10.12 to 31.03.13 |
| | | | | <u>30,740</u> | |

Class C Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|----------------|----------------------|
| 24.04.13 | 30.04.13 | 0.250 | 429,776 | 107,444 | 01.10.12 to 31.03.13 |
| | | | | <u>107,444</u> | |

F&C Global High Yield Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.05.13 | 30.05.13 | 0.309 | 199,730 | 61,705 | 01.11.12 to 30.04.13 |
| | | | | <u>61,705</u> | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|---------------|----------------------|
| 01.05.13 | 30.05.13 | 0.309 | 78,453 | 24,223 | 01.11.12 to 30.04.13 |
| | | | | <u>24,223</u> | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.05.13 | 30.05.13 | 0.311 | 54,228 | 16,850 | 01.11.12 to 30.04.13 |
| | | | | <u>16,850</u> | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|----------------|----------------------|
| 01.05.13 | 30.05.13 | 3.171 | 45,421 | 144,027 | 01.11.12 to 30.04.13 |
| | | | | <u>144,027</u> | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

During the year ended 31 March 2013 the following distributions were declared and paid:

F&C High Income Bond Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant Period |
|------------------|--------------|---------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.201 | 3,048,389 | 612,726 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.201 | 2,928,611 | 588,651 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 0.201 | 2,829,128 | 568,655 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 0.187 | 2,788,396 | 521,430 | 01.10.12 to 31.12.12 |
| | | | | 2,291,462 | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant Period |
|------------------|--------------|------------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.196 | 2,218,911 | 434,907 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.196 | 2,218,227 | 434,773 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 0.196 | 2,196,446 | 430,503 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 0.183 | 2,104,087 | 385,048 | 01.10.12 to 31.12.12 |
| | | | | 1,685,231 | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|------------------|--------------|---------------------|---------------|----------------|----------------------|
| 02.04.12 | 25.04.12 | 0.212 | 1,058,617 | 224,427 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.212 | 995,742 | 211,097 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 0.212 | 878,785 | 186,302 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 0.199 | 842,749 | 167,707 | 01.10.12 to 31.12.12 |
| | | | | 789,533 | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant Period |
|------------------|--------------|-----------------------|---------------|----------------|----------------------|
| 02.04.12 | 25.04.12 | 1.591 | 42,402 | 67,462 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 1.591 | 31,378 | 49,923 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 1.591 | 27,445 | 43,665 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 1.506 | 26,709 | 40,223 | 01.10.12 to 31.12.12 |
| | | | | 201,273 | |

Class A New Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant Period |
|------------------|--------------|---------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.145 | 4,702,902 | 681,921 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.145 | 4,706,368 | 682,423 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 0.145 | 4,707,228 | 682,548 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 0.135 | 4,712,783 | 636,226 | 01.10.12 to 31.12.12 |
| | | | | 2,683,118 | |

Class A New US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant Period |
|------------------|--------------|------------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.149 | 4,052,964 | 603,892 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.149 | 3,855,801 | 574,514 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 0.149 | 3,834,729 | 571,375 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 0.139 | 3,210,393 | 446,245 | 01.10.12 to 31.12.12 |
| | | | | 2,196,026 | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C High Income Bond Fund (continued)

Class A New Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|---------------|-----------|------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.150 | 8,972,700 | 1,345,905 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.150 | 8,667,030 | 1,300,055 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 0.150 | 8,480,647 | 1,272,097 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 0.141 | 3,878,327 | 546,844 | 01.10.12 to 31.12.12 |
| | | | | 4,464,901 | |

Class A New Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant Period |
|---------------|-----------|--------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 1.526 | 1,033,272 | 1,576,773 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 1.526 | 1,044,572 | 1,594,018 | 01.04.12 to 30.06.12 |
| 01.10.12 | 31.10.12 | 1.526 | 942,718 | 1,438,588 | 01.07.12 to 30.09.12 |
| 02.01.13 | 30.01.13 | 1.445 | 739,759 | 1,068,952 | 01.10.12 to 31.12.12 |
| | | | | 5,678,331 | |

F&C Global Emerging Markets Fund

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant Period |
|---------------|-----------|---------------------|---------------|----------------|----------------------|
| 02.04.12 | 25.04.12 | 0.100 | 1,153,458 | 115,023 | 01.04.11 to 31.03.12 |
| | | | | 115,023 | |

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant Period |
|---------------|-----------|------------------|---------------|---------------|----------------------|
| 02.04.12 | 25.04.12 | 0.080 | 697,260 | 55,523 | 01.04.11 to 31.03.12 |
| | | | | 55,523 | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|---------------|-----------|------------------|---------------|---------------|----------------------|
| 02.04.12 | 25.04.12 | 0.096 | 513,735 | 49,211 | 01.04.11 to 31.03.12 |
| | | | | 49,211 | |

F&C Global Credit Fund

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|---------------|-----------|------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.026 | 762,484 | 19,962 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.029 | 737,132 | 21,082 | 01.05.12 to 29.07.12 |
| 01.11.12 | 28.11.12 | 0.029 | 695,332 | 19,886 | 01.08.12 to 31.10.12 |
| 01.02.13 | 27.02.13 | 0.029 | 620,135 | 18,046 | 01.11.12 to 31.01.13 |
| | | | | 78,976 | |

Class B Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|---------------|-----------|------------------|---------------|--------------|----------------------|
| 01.05.12 | 30.05.12 | 0.026 | 141,585 | 3,742 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.029 | 102,784 | 2,960 | 01.05.12 to 29.07.12 |
| 01.11.12 | 28.11.12 | 0.029 | 77,548 | 2,233 | 01.08.12 to 31.10.12 |
| 01.02.13 | 27.02.13 | 0.029 | 16,107 | 475 | 01.11.12 to 31.01.13 |
| | | | | 9,410 | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C Global Credit Fund (continued)

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant Period |
|------------------|--------------|-----------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.270 | 89,003 | 24,055 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.295 | 42,092 | 12,409 | 01.05.12 to 29.07.12 |
| 01.11.12 | 28.11.12 | 0.294 | 24,194 | 7,132 | 01.08.12 to 31.10.12 |
| 01.02.13 | 27.02.13 | 0.304 | 23,550 | 7,162 | 01.11.12 to 31.01.13 |
| | | | | 50,758 | |

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant Period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.026 | 129,548 | 3,396 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.029 | 126,622 | 3,621 | 01.05.12 to 29.07.12 |
| 01.11.12 | 28.11.12 | 0.029 | 105,042 | 3,004 | 01.08.12 to 31.10.12 |
| 01.02.13 | 27.02.13 | 0.029 | 90,156 | 2,624 | 01.11.12 to 31.01.13 |
| | | | | 12,645 | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant Period |
|------------------|--------------|------------------------|---------------|--------------|----------------------|
| 01.05.12 | 30.05.12 | 0.026 | 82,930 | 2,162 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.028 | 76,771 | 2,180 | 01.05.12 to 29.07.12 |
| 01.11.12 | 28.11.12 | 0.029 | 67,592 | 1,919 | 01.08.12 to 31.10.12 |
| 01.02.13 | 27.02.13 | 0.029 | 67,498 | 1,957 | 01.11.12 to 31.01.13 |
| | | | | 8,218 | |

F&C Credit Select Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 370,317 | 9,295 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 36,051 | 901 | 01.06.12 to 31.08.12 |
| 03.12.12 | 31.12.12 | 0.026 | 21,198 | 541 | 01.09.12 to 30.11.12 |
| 01.03.13 | 27.03.13 | 0.025 | 19,367 | 490 | 01.12.12 to 28.02.13 |
| | | | | 11,227 | |

Class B Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|-----------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 1,009 | 26 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 1,009 | 26 | 01.06.12 to 31.08.12 |
| 03.12.12 | 31.12.12 | 0.025 | – | – | 01.09.12 to 30.11.12 |
| 01.03.13 | 27.03.13 | 0.025 | – | – | 01.12.12 to 28.02.13 |
| | | | | 52 | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|---------------|----------------------|
| 01.06.12 | 28.06.12 | 0.253 | 36,544 | 9,238 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.253 | 36,634 | 9,261 | 01.06.12 to 31.08.12 |
| 03.12.12 | 31.12.12 | 0.258 | 36,724 | 9,486 | 01.09.12 to 30.11.12 |
| 01.03.13 | 27.03.13 | 0.257 | – | – | 01.12.12 to 28.02.13 |
| | | | | 27,985 | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C Credit Select Fund (continued)

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|--------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 89,693 | 2,251 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 80,918 | 2,023 | 01.06.12 to 31.08.12 |
| 03.12.12 | 31.12.12 | 0.026 | 69,379 | 1,769 | 01.09.12 to 30.11.12 |
| 01.03.13 | 27.03.13 | 0.025 | 50,120 | 1,273 | 01.12.12 to 28.02.13 |
| | | | | <u>7,316</u> | |

Class B Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 403,572 | 10,251 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 105,472 | 2,668 | 01.06.12 to 31.08.12 |
| 03.12.12 | 31.12.12 | 0.025 | 10,690 | 276 | 01.09.12 to 30.11.12 |
| 01.03.13 | 27.03.13 | 0.025 | 10,690 | 276 | 01.12.12 to 28.02.13 |
| | | | | <u>13,471</u> | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|---------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 174,117 | 4,353 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 174,166 | 4,337 | 01.06.12 to 31.08.12 |
| 03.12.12 | 31.12.12 | 0.025 | 174,216 | 4,425 | 01.09.12 to 30.11.12 |
| 01.03.13 | 27.03.13 | 0.025 | 104,555 | 2,635 | 01.12.12 to 28.02.13 |
| | | | | <u>15,750</u> | |

Class B US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|--------------|----------------------|
| 01.06.12 | 28.06.12 | 0.026 | 54,246 | 1,421 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 8,504 | 215 | 01.06.12 to 31.08.12 |
| 03.12.12 | 31.12.12 | 0.025 | 4,000 | 103 | 01.09.12 to 30.11.12 |
| 01.03.13 | 27.03.13 | 0.025 | 4,000 | 103 | 01.12.12 to 28.02.13 |
| | | | | <u>1,842</u> | |

F&C Real Estate Securities Fund

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 27.04.12 | 03.05.12 | 0.150 | 183,239 | 27,486 | 01.10.11 to 31.03.12 |
| 26.10.12 | 31.10.12 | 0.150 | 133,996 | 20,099 | 01.04.12 to 30.09.12 |
| | | | | <u>47,585</u> | |

Class C Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|------------------|--------------|---------------------|---------------|----------------|----------------------|
| 27.04.12 | 03.05.12 | 0.165 | 554,573 | 91,505 | 01.10.11 to 31.03.12 |
| 26.10.12 | 31.10.12 | 0.165 | 430,614 | 71,051 | 01.04.12 to 30.09.12 |
| | | | | <u>162,556</u> | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C Global High Yield Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant Period |
|---------------|-----------|------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.049 | 340,207 | 16,738 | 01.11.11 to 30.04.12 |
| 01.11.12 | 28.11.12 | 0.269 | 302,183 | 81,136 | 01.05.12 to 31.10.12 |
| | | | | <u>97,874</u> | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant Period |
|---------------|-----------|---------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.049 | 236,604 | 11,617 | 01.11.11 to 30.04.12 |
| 01.11.12 | 28.11.12 | 0.268 | 172,272 | 46,151 | 01.05.12 to 31.10.12 |
| | | | | <u>57,768</u> | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|---------------|-----------|------------------|---------------|----------------|----------------------|
| 01.05.12 | 30.05.12 | 0.049 | 385,795 | 18,943 | 01.11.11 to 30.04.12 |
| 01.11.12 | 28.11.12 | 0.268 | 539,810 | 144,615 | 01.05.12 to 31.10.12 |
| | | | | <u>163,558</u> | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant Period |
|---------------|-----------|--------------------|---------------|----------------|----------------------|
| 01.05.12 | 30.05.12 | 0.495 | 8,854 | 4,383 | 01.11.11 to 30.04.12 |
| 01.11.12 | 28.11.12 | 2.702 | 73,659 | 199,034 | 01.05.12 to 31.10.12 |
| | | | | <u>203,417</u> | |

Class C Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant Period |
|---------------|-----------|------------------|---------------|--------------|----------------------|
| 01.11.12 | 28.11.12 | 0.300 | 25,000 | 7,500 | 01.05.12 to 31.10.12 |
| | | | | <u>7,500</u> | |

In the six months ended 30 September 2012 the following distributions were declared and paid:

F&C High Income Bond Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|---------------|-----------|------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.201 | 3,048,389 | 612,726 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.201 | 2,928,611 | 588,651 | 01.04.12 to 30.06.12 |
| | | | | <u>1,201,377</u> | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|---------------|-----------|---------------------|---------------|----------------|----------------------|
| 02.04.12 | 25.04.12 | 0.196 | 2,218,911 | 434,907 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.196 | 2,218,227 | 434,773 | 01.04.12 to 30.06.12 |
| | | | | <u>869,680</u> | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|---------------|-----------|------------------|---------------|----------------|----------------------|
| 02.04.12 | 25.04.12 | 0.212 | 1,058,617 | 224,427 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.212 | 995,742 | 211,097 | 01.04.12 to 30.06.12 |
| | | | | <u>435,524</u> | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C High Income Bond Fund (continued)

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|----------------|----------------------|
| 02.04.12 | 25.04.12 | 1.591 | 42,402 | 67,462 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 1.591 | 31,378 | 49,923 | 01.04.12 to 30.06.12 |
| | | | | 117,385 | |

Class A New Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.145 | 4,702,902 | 681,921 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.145 | 4,706,368 | 682,423 | 01.04.12 to 30.06.12 |
| | | | | 1,364,344 | |

Class A New US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.149 | 4,052,964 | 603,892 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.149 | 3,855,801 | 574,514 | 01.04.12 to 30.06.12 |
| | | | | 1,178,406 | |

Class A New Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 0.150 | 8,972,700 | 1,345,905 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 0.150 | 8,667,030 | 1,300,055 | 01.04.12 to 30.06.12 |
| | | | | 2,645,960 | |

Class A New Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|------------------|----------------------|
| 02.04.12 | 25.04.12 | 1.526 | 1,033,272 | 1,576,773 | 01.01.12 to 31.03.12 |
| 02.07.12 | 25.07.12 | 1.526 | 1,044,572 | 1,594,018 | 01.04.12 to 30.06.12 |
| | | | | 3,170,791 | |

F&C Global Emerging Markets Fund

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|----------------|----------------------|
| 02.04.12 | 25.04.12 | 0.100 | 1,153,458 | 115,023 | 01.04.11 to 31.03.12 |
| | | | | 115,023 | |

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 02.04.12 | 25.04.12 | 0.080 | 697,260 | 55,523 | 01.04.11 to 31.03.12 |
| | | | | 55,523 | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 02.04.12 | 25.04.12 | 0.096 | 513,735 | 49,211 | 01.04.11 to 31.03.12 |
| | | | | 49,211 | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C Global Credit Fund

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.026 | 762,484 | 19,962 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.029 | 737,132 | 21,082 | 01.05.12 to 29.07.12 |
| | | | | <u>41,044</u> | |

Class B Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|--------------|----------------------|
| 01.05.12 | 30.05.12 | 0.026 | 141,585 | 3,742 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.029 | 102,784 | 2,960 | 01.05.12 to 29.07.12 |
| | | | | <u>6,702</u> | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.270 | 89,003 | 24,055 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.295 | 42,092 | 12,409 | 01.05.12 to 29.07.12 |
| | | | | <u>36,464</u> | |

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|--------------|----------------------|
| 01.05.2012 | 30.05.12 | 0.026 | 129,548 | 3,396 | 01.02.12 to 30.04.12 |
| 01.08.2012 | 29.08.12 | 0.029 | 126,622 | 3,621 | 01.05.12 to 29.07.12 |
| | | | | <u>7,017</u> | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|--------------|----------------------|
| 01.05.12 | 30.05.12 | 0.026 | 82,930 | 2,162 | 01.02.12 to 30.04.12 |
| 01.08.12 | 29.08.12 | 0.028 | 76,771 | 2,180 | 01.05.12 to 29.07.12 |
| | | | | <u>4,342</u> | |

F&C Credit Select Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 370,317 | 9,295 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 36,051 | 901 | 01.06.12 to 31.08.12 |
| | | | | <u>10,196</u> | |

Class B Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|-----------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 1,009 | 26 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 1,009 | 26 | 01.06.12 to 31.08.12 |
| | | | | <u>52</u> | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|---------------|----------------------|
| 01.06.12 | 28.06.12 | 0.253 | 36,544 | 9,238 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.253 | 36,634 | 9,261 | 01.06.12 to 31.08.12 |
| | | | | <u>18,499</u> | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|--------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 89,693 | 2,251 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 80,918 | 2,023 | 01.06.12 to 31.08.12 |
| | | | | <u>4,274</u> | |

TRADITIONAL FUNDS plc

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

3. Distributions (continued)

F&C Credit Select Fund (continued)

Class B Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 403,572 | 10,251 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 105,472 | 2,668 | 01.06.12 to 31.08.12 |
| | | | | <u>12,919</u> | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|--------------|----------------------|
| 01.06.12 | 28.06.12 | 0.025 | 174,117 | 4,353 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 174,166 | 4,337 | 01.06.12 to 31.08.12 |
| | | | | <u>8,690</u> | |

Class B US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|--------------|----------------------|
| 01.06.12 | 28.06.12 | 0.026 | 54,246 | 1,421 | 01.03.12 to 31.05.12 |
| 04.09.12 | 25.09.12 | 0.025 | 8,504 | 215 | 01.06.12 to 31.08.12 |
| | | | | <u>1,636</u> | |

F&C Real Estate Securities Fund

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 27.04.12 | 03.05.12 | 0.150 | 183,239 | 27,486 | 01.10.11 to 31.03.12 |
| | | | | <u>27,486</u> | |

Class C Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 27.04.12 | 03.05.12 | 0.165 | 554,573 | 91,505 | 01.10.11 to 31.03.12 |
| | | | | <u>91,505</u> | |

F&C Global High Yield Fund

Class A Euro Distributing

| Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.049 | 340,207 | 16,738 | 01.11.11 to 30.04.12 |
| | | | | <u>16,738</u> | |

Class A US Dollar Distributing

| Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|------------------|--------------|------------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.049 | 236,604 | 11,617 | 01.11.11 to 30.04.12 |
| | | | | <u>11,617</u> | |

Class A Sterling Distributing

| Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|------------------|--------------|---------------------|---------------|---------------|----------------------|
| 01.05.12 | 30.05.12 | 0.049 | 385,795 | 18,943 | 01.11.11 to 30.04.12 |
| | | | | <u>18,943</u> | |

Class A Norwegian Krone Distributing

| Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|------------------|--------------|-----------------------|---------------|--------------|----------------------|
| 01.05.12 | 30.05.12 | 0.495 | 8,854 | 4,383 | 01.11.11 to 30.04.12 |
| | | | | <u>4,383</u> | |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

4. Share Capital

Subscriber Shares

The Company issued 30,000 subscriber shares of €1.27 each to comply with incorporation requirements. Of these 29,993 were redeemed on 24 August 1999; the remaining seven subscriber shares, all of which are fully paid, are held in a nominee capacity on behalf of Thames River Capital (UK) Limited.

The subscriber share capital does not form part of the Net Asset Value of the Company and is stated here for reference only.

Participating Shares

The Company has an authorised share capital of 500 million shares of no par value. The issued redeemable participating share capital is at all times equal to the net asset value attributable to the relevant class of shares of the Company.

Redeemable participating shares are redeemable at the shareholders' option and are classified as financial liabilities at fair value through profit or loss.

5. Statement of Portfolio Movements

A statement of changes in the composition of the investment portfolio will be issued to shareholders, free of charge, on request. An analysis of significant portfolio movements displaying the top 20 securities purchased and sold for each Fund during the period is included on pages 75-86.

6. Commission Sharing

During the period the Investment Managers entered into commission sharing arrangements with brokers in respect of which certain goods and services used to support the investment decision making process were received. The Investment Managers do not make direct payment for these services but transact business with the brokers on behalf of the Company and commission is paid on these transactions. The goods and services utilised for the Company are for execution and research services only. The Investment Managers consider these arrangements are to the benefit of the Company and have satisfied themselves that they obtain best execution on behalf of the Company and the brokerage rates are not in excess of customary institutional full service brokerage rates.

TRADITIONAL FUNDS plc

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

7. Comparative Statistics

| Net Asset Value | Unaudited 30.09.2013 | Audited 31.03.2013 | Audited 31.03.2012 | Audited 31.03.2011 |
|--|-------------------------|-----------------------|-----------------------|-----------------------|
| F&C European Equity Long/Short Fund (€000)*** | – | – | €18,920 | €20,532 |
| F&C High Income Bond Fund (US\$000) | US\$158,104 | US\$209,574 | US\$351,628 | US\$771,966 |
| Eastern European Fund (US\$000) | US\$511,978 | US\$551,721 | US\$590,986 | US\$663,303 |
| F&C Global Emerging Markets Fund (US\$000) | US\$110,444 | US\$157,720 | US\$225,710 | US\$607,344 |
| F&C Macro Global Bond Fund (£) (£000) | £460,176 | £452,841 | £857,677 | £1,013,047 |
| F&C Macro Global Bond Fund (€) (€000) | €154,147 | €202,363 | €268,930 | €264,823 |
| F&C Macro Global Bond Fund (\$) (US\$000) | US\$39,781 | US\$30,913 | US\$62,703 | US\$53,247 |
| F&C Emerging Asia Fund (US\$000) | US\$13,941 | US\$17,964 | US\$14,853 | US\$31,964 |
| Thames River World Government Bond Fund (£000)* | – | – | £9 | £80,823 |
| F&C Water and Agriculture Equity Long/Short Fund (US\$000) | US\$45,394 | US\$55,767 | US\$86,978 | US\$90,801 |
| F&C Global Credit Fund (€000)*** | – | – | €58,102 | €219,941 |
| F&C Credit Select Fund (€000)*** | – | – | €27,947 | €49,473 |
| F&C Real Estate Securities Fund (£000) | £38,214 | £31,826 | £40,020 | £46,983 |
| F&C Global Emerging Markets Equity Long/Short Fund (US\$000) | – | US\$16,449 | US\$38,498 | – |
| Thames River – BSI Bond Opportunity Fund (€000)** | – | – | €123,919 | €153,708 |
| F&C Global High Yield Fund (€000) | €6,282 | €9,492 | €24,336 | – |
| F&C Real Estate Equity Long/Short Fund (€000)**** | €41,846 | €63,487 | – | – |

* Terminated 17 April 2012

** Terminated 17 December 2012

*** Terminated 26 March 2013

**** Launched 3 December 2012

F&C European Equity Long/Short Fund (terminated 26 March 2013)

| | | | | |
|-------------------------------------|---|---|--------|--------|
| – Class A New Euro Accumulating | – | – | €11.28 | €11.86 |
| – Class A Old Euro Accumulating | – | – | €20.70 | €21.77 |
| – Class A Sterling Accumulating | – | – | £10.16 | £10.69 |
| – Class A Old Sterling Distributing | – | – | £17.54 | £18.47 |
| – Class A New Sterling Distributing | – | – | £10.59 | £11.13 |
| – Class B Euro Accumulating | – | – | €10.24 | €10.69 |
| – Class C Sterling Distributing | – | – | – | £11.29 |

F&C High Income Bond Fund

| | | | | |
|--|-----------|-----------|-----------|-----------|
| – Class A Euro Distributing | €8.88 | €9.29 | €9.84 | €11.02 |
| – Class A Sterling Distributing | £9.48 | £9.90 | £10.42 | £11.66 |
| – Class A US Dollar Distributing | US\$8.73 | US\$9.13 | US\$9.63 | US\$10.81 |
| – Class A Norwegian Krone Distributing | NOK 72.76 | NOK 75.64 | NOK 78.67 | NOK 86.55 |
| – Class A New Euro Accumulating | €11.70 | €11.92 | €11.62 | €12.12 |
| – Class A New Sterling Accumulating | £10.60 | £10.77 | £10.43 | £10.88 |
| – Class A New US Dollar Accumulating | US\$10.58 | US\$10.77 | US\$10.45 | US\$10.93 |
| – Class A New Euro Distributing | €6.42 | €6.72 | €7.11 | €8.01 |
| – Class A New Sterling Distributing | £6.72 | £7.02 | £7.39 | £8.30 |
| – Class A New US Dollar Distributing | US\$6.63 | US\$6.94 | US\$7.31 | US\$8.25 |
| – Class A New Norwegian Krone Distributing | NOK 69.82 | NOK 72.58 | NOK 75.49 | NOK 83.46 |
| – Class C Sterling Accumulating* | £9.96 | – | – | – |
| – Class C Sterling Distributing | £9.54 | £9.88 | – | – |

Eastern European Fund

| | | | | |
|-------------------|-----------|-----------|-----------|-----------|
| – US Dollar Class | US\$83.51 | US\$84.04 | US\$81.65 | US\$97.56 |
|-------------------|-----------|-----------|-----------|-----------|

F&C Global Emerging Markets Fund

| | | | | |
|----------------------------------|-----------|-----------|-----------|-----------|
| – Class A Euro Accumulating | €20.41 | €22.79 | €21.70 | €23.44 |
| – Class A US Dollar Accumulating | US\$13.59 | US\$14.39 | US\$14.22 | US\$16.37 |
| – Class A Euro Distributing | €34.25 | €38.24 | €36.48 | €39.39 |
| – Class A Sterling Distributing | £41.71 | £47.11 | £44.29 | £50.82 |
| – Class A US Dollar Distributing | US\$43.29 | US\$45.85 | US\$45.42 | US\$52.31 |

* Share Class launched 10 June 2013

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

7. Comparative Statistics (continued)

| Net Asset Value per share | Unaudited 30.09.2013 | Audited 31.03.2013 | Audited 31.03.2012 | Audited 31.03.2011 |
|---|-------------------------|-----------------------|-----------------------|-----------------------|
| F&C Macro Global Bond Fund (£) | | | | |
| – Class A Sterling Accumulating | £15.71 | £15.54 | £16.20 | £16.83 |
| – Euro Distributing Class | €11.83 | €11.72 | €12.30 | €12.86 |
| – Class A Sterling Distributing | £13.53 | £13.38 | £13.95 | £14.57 |
| – US Dollar Distributing Class | US\$12.21 | US\$12.10 | US\$12.65 | US\$13.26 |
| – Class C Sterling Accumulating | £10.02 | £9.89 | – | – |
| – Class C Sterling Distributing | £9.92 | £9.79 | – | – |
| F&C Macro Global Bond Fund (€) | | | | |
| – Class A Euro Accumulating | €13.96 | €13.97 | €14.31 | €14.39 |
| – Class A Euro Distributing | €12.28 | €12.29 | €12.60 | €12.76 |
| – Class C Euro Accumulating** | €9.94 | – | – | – |
| F&C Macro Global Bond Fund (\$) | | | | |
| – Class A US Dollar Accumulating | US\$11.94 | US\$11.64 | US\$12.32 | US\$12.83 |
| – Class A US Dollar Distributing | US\$10.47 | US\$10.21 | US\$10.80 | US\$11.30 |
| F&C Emerging Asia Fund | | | | |
| – Class B Euro Accumulating | – | – | €10.92 | €11.55 |
| – Class B US Dollar Accumulating | – | – | US\$9.98 | US\$11.25 |
| – Class B Sterling Distributing | £11.77 | £12.88 | £11.94 | £13.43 |
| – Class A Euro Accumulating | €8.86 | €9.62 | €9.10 | €9.67 |
| – Class A US Dollar Accumulating | US\$8.30 | US\$8.54 | US\$8.39 | US\$9.50 |
| – Class A Euro Distributing | €8.83 | €9.58 | €9.06 | €9.63 |
| – Class A Sterling Distributing | £10.58 | £11.60 | £10.81 | £12.21 |
| – Class A US Dollar Distributing | US\$8.29 | US\$8.53 | US\$8.37 | US\$9.48 |
| – Class C Sterling Accumulating*** | £9.57 | – | – | – |
| Thames River World Government Bond Fund (terminated 17 April 2012) | | | | |
| – Sterling Accumulating Class | – | – | – | £11.30 |
| – Sterling Distributing Class | – | – | £10.27 | £10.93 |
| F&C Water and Agriculture Equity Long/Short Fund | | | | |
| – Class A Euro Accumulating | €12.24 | €12.47 | €11.84 | €12.86 |
| – Class A Sterling Accumulating | £10.87 | £11.05 | £10.43 | £11.32 |
| – Class A US Dollar Accumulating | US\$12.28 | US\$12.50 | US\$11.81 | US\$12.83 |
| – Class A Norwegian Krone Accumulating | NOK 110.51 | NOK 111.98 | NOK 104.90 | NOK 112.34 |
| – Class A Singapore Dollar Accumulating | SGD 10.29 | SGD 10.48 | SGD 9.97 | – |
| – Class A Euro Distributing | €12.12 | €12.36 | €11.74 | €12.74 |
| – Class A Sterling Distributing | £12.24 | £12.44 | £11.75 | £12.75 |
| – Class A US Dollar Distributing | US\$10.85 | US\$11.05 | US\$10.44 | US\$11.34 |
| – Class C Sterling Accumulating | £10.23 | £10.35 | – | – |
| – Class C Sterling Distributing | £10.24 | £10.35 | – | – |
| F&C Global Credit Fund (terminated 26 March 2013) | | | | |
| – Class A Euro Accumulating | – | – | €10.50 | €10.91 |
| – Class A Sterling Accumulating | – | – | £10.49 | £10.91 |
| – Class A US Dollar Accumulating | – | – | US\$10.43 | US\$10.89 |
| – Class A Euro Distributing | – | – | €9.70 | €10.35 |
| – Class A Sterling Distributing | – | – | £9.68 | £10.35 |
| – Class A US Dollar Distributing | – | – | US\$9.64 | US\$10.33 |
| – Class B Euro Accumulating | – | – | €10.61 | €10.97 |
| – Class B Sterling Accumulating | – | – | £10.62 | £10.96 |
| – Class B US Dollar Accumulating | – | – | US\$10.55 | US\$10.95 |
| – Class B Sterling Distributing | – | – | £9.79 | £10.42 |
| – Class A Norwegian Krone Distributing | – | – | NOK 100.28 | NOK 105.38 |

** Share Class launched 23 September 2013

*** Share Class launched 5 April 2013

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

7. Comparative Statistics (continued)

| Net Asset Value per share | Unaudited 30.09.2013 | Audited 31.03.2013 | Audited 31.03.2012 | Audited 31.03.2011 |
|---|-------------------------|-----------------------|-----------------------|-----------------------|
| F&C Credit Select Fund (terminated 26 March 2013) | | | | |
| – Class A Euro Accumulating | – | – | €10.75 | €10.79 |
| – Class A Sterling Accumulating | – | – | £10.74 | £10.80 |
| – Class A US Dollar Accumulating | – | – | US\$10.68 | US\$10.77 |
| – Class A Euro Distributing | – | – | €10.12 | €10.37 |
| – Class A Sterling Distributing | – | – | £10.11 | £10.38 |
| – Class A US Dollar Distributing | – | – | US\$10.06 | US\$10.36 |
| – Class A Norwegian Krone Distributing | – | – | NOK 102.17 | NOK 103.05 |
| – Class B Sterling Accumulating | – | – | £10.70 | £10.70 |
| – Class B US Dollar Accumulating | – | – | US\$10.81 | US\$10.85 |
| – Class B Euro Distributing | – | – | €10.25 | €10.46 |
| – Class B Sterling Distributing | – | – | £10.23 | £10.45 |
| – Class B US Dollar Distributing | – | – | US\$10.18 | US\$10.44 |
| F&C Real Estate Securities Fund | | | | |
| – Class A Euro Accumulating | €13.30 | €12.57 | €10.70 | €11.94 |
| – Class A Sterling Accumulating | £13.73 | £12.93 | £10.90 | £12.03 |
| – Class A Sterling Distributing | £12.89 | £12.34 | £10.69 | £11.94 |
| – Class B Euro Accumulating | €13.54 | €12.69 | €10.77 | €11.97 |
| – Class B Sterling Accumulating | £13.96 | £13.06 | £11.00 | £12.08 |
| – Class A Norwegian Krone Accumulating | NOK 108.77 | NOK 102.00 | NOK 85.34 | – |
| – Class C Sterling Distributing | £13.01 | £12.43 | £10.75 | £11.98 |
| F&C Global Emerging Markets Equity Long/Short Fund (terminated 29 August 2013) | | | | |
| – Class A Euro Accumulating | – | €9.10 | €8.71 | – |
| – Class A Sterling Accumulating | – | £9.17 | £8.72 | – |
| – Class A Norwegian Krone Accumulating | – | NOK 93.47 | NOK 87.86 | – |
| – Class A US Dollar Accumulating | – | US\$9.18 | US\$8.73 | – |
| – Class A Sterling Distributing | – | £9.17 | £8.72 | – |
| – Class B Euro Accumulating | – | – | £8.76 | – |
| – Class B US Dollar Accumulating | – | – | US\$8.78 | – |
| – Class B Swiss Franc Accumulating | – | – | CHF 8.73 | – |
| – Class C Sterling Distributing | – | £9.29 | £8.77 | – |
| Thames River – BSI Bond Opportunity Fund (terminated 17 December 2012) | | | | |
| – Euro Accumulating Class | – | – | €10.01 | €10.12 |
| – US Dollar Accumulating Class | – | – | US\$9.97 | US\$10.11 |
| – Swiss Franc Accumulating Class | – | – | CHF 9.75 | CHF 9.99 |
| F&C Global High Yield Fund | | | | |
| – Class A Euro Accumulating | €10.94 | €10.73 | €9.60 | – |
| – Class A Sterling Accumulating | £10.97 | £10.75 | £9.59 | – |
| – Class A US Dollar Accumulating | US\$10.96 | US\$10.75 | US\$9.58 | – |
| – Class A Euro Distributing | €10.08 | €10.20 | €9.43 | – |
| – Class A US Dollar Distributing | US\$10.11 | US\$10.18 | US\$9.42 | – |
| – Class A Sterling Distributing | £10.15 | £10.25 | £9.42 | – |
| – Class A Norwegian Krone Distributing | NOK 103.72 | NOK 104.53 | NOK 95.49 | – |
| – Class B Euro Accumulating | – | – | €9.56 | – |
| F&C Real Estate Equity Long/Short Fund (launched 3 December 2012) | | | | |
| – Class A Euro Accumulating | €9.92 | €10.04 | – | – |
| – Class A Sterling Accumulating | £9.95 | £10.05 | – | – |
| – Class A US Dollar Accumulating**** | US\$10.02 | – | – | – |
| – Class B Euro Accumulating | €9.98 | €10.06 | – | – |
| – Class C Sterling Accumulating | £10.00 | £10.07 | – | – |

**** Share Class launched 16 May 2013

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

8. Exchange Rates

At 30 September 2013, 31 March 2013 and 30 September 2012 the following were the actual exchange rates to the Euro:

| | Exchange Rate to € Sep 2013 | Exchange Rate to € Mar 2013 | Exchange Rate to € Sep 2012 |
|----------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| Argentine Peso | 7.84 | 6.58 | 6.04 |
| Australian Dollar | 1.45 | 1.23 | 1.24 |
| Brazilian Real | 3.01 | 2.59 | 2.61 |
| Canadian Dollar | 1.39 | 1.30 | 1.27 |
| Chilean Peso | 681.33 | 605.77 | 610.51 |
| Chinese Renminbi | 8.29 | 7.98 | 8.09 |
| Colombian Peso | 2,580.46 | 2,347.33 | 2,316.86 |
| Czech Koruna | 25.74 | 25.76 | 25.20 |
| Danish Krone | 7.46 | 7.45 | 7.45 |
| Egyptian Pound | 9.33 | 8.74 | 7.84 |
| Hong Kong Dollar | 10.50 | 9.97 | 9.97 |
| Hungarian Forint | 297.45 | 304.42 | 285.07 |
| Indian Rupee | 84.75 | 69.79 | 67.86 |
| Indonesian Rupiah | 15,675.28 | 12,478.23 | 12,311.80 |
| Israeli Shekel | 4.77 | 4.67 | 5.05 |
| Japanese Yen | 132.83 | 120.73 | 100.09 |
| Malaysian Ringgit | 4.41 | 3.98 | 3.93 |
| Mexican Peso | 17.82 | 15.84 | 16.54 |
| New Taiwan Dollar | 40.02 | 38.40 | 37.71 |
| New Turkish Lira | 2.74 | 2.32 | 2.31 |
| New Zealand Dollar | 1.63 | 1.53 | 1.55 |
| Nigerian Nira | 218.68 | 203.59 | 202.30 |
| Norwegian Krone | 8.14 | 7.49 | 7.36 |
| Peruvian Sol | 3.76 | 3.33 | 3.34 |
| Philippine Peso | 58.94 | 52.40 | 53.67 |
| Polish Zloty | 4.23 | 4.18 | 4.12 |
| Romanian Leu | 4.46 | 4.42 | 4.54 |
| Russian Ruble | 43.84 | 39.92 | 40.14 |
| Singapore Dollar | 1.70 | 1.59 | 1.58 |
| South African Rand | 13.62 | 11.78 | 10.62 |
| South Korean Won | 1,454.73 | 1,428.69 | 1,429.85 |
| Sterling Pound | 0.84 | 0.85 | 0.80 |
| Swedish Krona | 8.69 | 8.35 | 8.44 |
| Swiss Franc | 1.22 | 1.22 | 1.21 |
| Thai Baht | 42.34 | 37.60 | 39.60 |
| UAE Dirham | 4.97 | 4.72 | 4.73 |
| United States Dollar | 1.35 | 1.28 | 1.29 |
| Uruguayan Peso | 29.48 | 24.18 | 27.02 |

The average daily rates of exchange at 30 September 2013, 31 March 2013 and 30 September 2012 to the Euro were as follows:

| | | | |
|----------------------|------|------|------|
| Sterling Pound | 0.85 | 0.81 | 0.80 |
| United States Dollar | 1.31 | 1.29 | 1.27 |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

9. Related Party Disclosures

The Company has appointed Thames River Capital LLP, Nevsky Capital LLP and F&C Management Limited as Investment Managers. All fees in relation to the Investment Managers are disclosed separately in the Profit and Loss Account.

At 30 September 2013 and 31 March 2013, Thames River Capital LLP held shares in the following funds:

| Fund | 30 September 2013 | 30 September 2013 | 31 March 2013 | 31 March 2013 |
|--|-----------------------|----------------------|-----------------------|-------------------|
| | No. of Shares held | % Shareholding | No. of Shares held | % Shareholding |
| F&C High Income Bond Fund | | | | |
| – Class A New Norwegian Krone Distributing | 0.04 | – | 0.04 | – |

At 30 September 2013 and 31 March 2013, Mr. Moloney held shares in the following funds:

| | 30 September 2013 | 31 March 2013 |
|---|----------------------|------------------|
| Direct: | | |
| F&C Water and Agriculture Equity Long/Short Fund – Class A Sterling Accumulating | 2,493 | 2,493 |
| Personal Pension Plan: | | |
| F&C Water and Agriculture Equity Long/Short Fund – Class A Euro Accumulating | 3,931 | 3,931 |

As 30 September 2013, the following Funds had Shareholders who held more than 10% of the Funds' Net Asset Value:

| Fund | No. of Shareholders | % Shareholding |
|--|------------------------|-------------------|
| Eastern European Fund | 2 | 25.48 |
| F&C Global Emerging Markets Fund | 1 | 17.54 |
| F&C Macro Global Bond Fund (£) | 1 | 11.54 |
| F&C Macro Global Bond Fund (€) | 2 | 44.41 |
| F&C Macro Global Bond Fund (\$) | 2 | 47.56 |
| F&C Emerging Asia Fund | 1 | 26.47 |
| F&C Water and Agriculture Equity Long/Short Fund | 1 | 21.79 |
| F&C Real Estate Securities Fund | 3 | 48.56 |
| F&C Global High Yield Fund | 1 | 32.25 |
| F&C Real Estate Equity Long/Short Fund | 2 | 84.40 |

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

9. Related Party Disclosures (continued)

As 31 March 2013, the following Funds had Shareholders who held more than 10% of the Funds' Net Asset Value:

| Fund | No. of Shareholders | % Shareholding |
|--|---------------------|----------------|
| Eastern European Fund | 2 | 22.02 |
| F&C Global Emerging Markets Fund | 1 | 13.27 |
| F&C Macro Global Bond Fund (£) | 1 | 12.45 |
| F&C Macro Global Bond Fund (€) | 2 | 41.68 |
| F&C Macro Global Bond Fund (\$) | 1 | 47.07 |
| F&C Emerging Asia Fund | 2 | 34.82 |
| F&C Water and Agriculture Equity Long/Short Fund | 1 | 16.94 |
| F&C Real Estate Securities Fund | 3 | 54.76 |
| F&C Global Emerging Markets Equity Long/Short Fund | 2 | 50.26 |
| F&C Global High Yield Fund | 1 | 22.42 |
| F&C Real Estate Equity Long/Short Fund | 1 | 55.87 |

Mr. Hammond is a director of Bridge Consulting which provides certain oversight functions for the Company. Fees amounting to €25,875 ex VAT (year ended 31 March 2013: €60,000 ex VAT, period ended 30 September 2012: €32,355 ex VAT) were charged by Bridge Consulting during the period.

Fees paid to the Directors are disclosed in the Profit and Loss Account.

10. Taxation

Under current law and practice, the Company qualifies as an investment undertaking as defined in Section 739B of the Taxes Consolidation Act, 1997, as amended on that basis. On that basis, it is not chargeable to Irish tax on its income or gains.

However, Irish tax may arise on the happening of a "chargeable event". A chargeable event includes any distribution payments to shareholders or any encashment, redemption, cancellation or transfer of shares.

No Irish tax will arise in respect of chargeable events in respect of:—

(a) a shareholder who is neither Irish resident nor ordinarily resident in Ireland for tax purposes, at the time of the chargeable event, provided appropriate valid declarations in accordance with the provisions of the Taxes Consolidation Act, 1997, as amended are held by the Company; and

(b) Certain exempted Irish tax resident shareholders who have provided the Company with the necessary signed statutory declarations.

Dividends, interest and capital gains (if any) received on investments made by the Company may be subject to withholding taxes imposed by the country from which the investment income/gains are received and such taxes may not be recoverable by the Company or its shareholders.

11. Segregated Liability between the Funds

The Company is an umbrella fund with segregated liability between Funds. Accordingly, as a matter of Irish law, any liability attributable to a particular Fund may only be discharged out of the assets of that Fund, and the assets of other Funds may not be used to satisfy the liability. In addition, any contract entered into by the Company will by operation of law include an implied term to the effect that the counterparty to the contract may not have any recourse to assets of any of the Funds other than the Fund(s) in respect of which the contract was entered into. These provisions are binding both on creditors and in any insolvency.

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

12. Strategy in using financial instruments

The Investment Managers have used derivatives both for investment purposes and to hedge portfolio exposure as part of its investment strategy. The derivatives used during the period consisted of contracts for difference, equity index futures, commodity futures, options, swaps, swaptions and forward foreign exchange contracts. In each case, the derivative was used to construct part of the Funds' portfolios as a more cost-effective alternative to using the related security, or to create or reduce exposure in a way that is not feasible using a direct holding of a security. Some of the resulting positions can involve leverage or shorting, which carries a greater risk of loss than a simple long exposure, which is generally limited to the initial capital invested.

The Funds' investments in equities, bonds, contracts for difference, equity index futures, commodity futures, options, swaps, swaptions and forward foreign exchange contracts expose the Fund to various risks. All investments present a risk of loss of capital. The risks include but are not limited to market price risk, interest rate risk, credit risk and liquidity risk. The Investment Manager of each Fund is responsible for monitoring the risks on each fund and report regularly to the Board of Directors. Further information on the risk exposure of the Funds is included in the year ended 31 March 2013 financial statements.

Forward foreign currency contracts are utilised by all Funds for both investment management and efficient portfolio management ("EPM") purposes. The realised and unrealised gains and losses on all forward foreign currency contracts are disclosed in the profit and loss account. The income arising from these contracts cannot practically be split from the total return of the instrument or between income arising from transactions undertaken for investment purposes and that attributable to EPM techniques. Transaction costs on forwards are embedded in their contract price and are therefore not separately identifiable for disclosure within the financial statements.

Interest rate swaps are valued using prices obtained from either market pricing services or counterparty statements.

Credit default swap contracts are fair-valued based upon quotations from pricing vendors and the change, if any, is recorded as an unrealised gain or loss. Payments received or made as a result of a credit event or termination of the contract are recognised as realised gains or losses.

For open option contracts, changes in the fair value of the contract are recognised as unrealised gains or losses by fair-valuing the contract at the balance sheet date and are included in the movement in unrealised gain or loss on securities in the Profit and Loss Account. When the contract is closed, the difference between the proceeds from or cost of the closing transactions and the original transaction is recorded as a realised gain or loss. Exchange traded options in the Funds are fair-valued at last traded market prices. Other options are fair valued using a pricing vendor or counterparty statements. All options are covered options.

A swaption is the option to enter into an interest rate swap. When the Company writes a swaption, an amount equal to the premium received by the Company is recorded as a liability and is subsequently adjusted to the current fair value of the swaption written. Premiums received from the written swaptions which expire unexercised are treated by the Company on the expiry dates as realised gains. If a written call swaption is exercised, the premium is added to the proceeds from the sale of the underlying swap in determining the realised gain or loss. If a written put swaption is exercised, the premium reduces the cost basis of the swap purchased. Swaptions are fair-valued using a pricing vendor or a counterparty statement.

Changes between the contract value and the current market value of contracts for difference are recorded as unrealised gains or losses in the Profit and Loss Account. The Company recognises a realised gain or loss when the contract is closed.

For open futures contracts, changes in the fair value of the contract are recognised as unrealised gains or losses by "marking-to-market" the value of the contract at the balance sheet date and are included in the net gain or loss on financial assets and liabilities at fair value through profit or loss in the Profit and Loss Account. When the contract is closed, the difference between the proceeds from (or cost of) the closing transactions and the original transaction is recorded as a realised gain or loss.

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

12. Strategy in using financial instruments (continued)

Equity linked notes are valued at the prevailing market price of the underlying equity or basket of equities at the reporting date. The resulting unrealised gains and losses for the year are included in the Balance Sheet and Profit and Loss Account. Realised gains and losses are included in the Profit and Loss Account. Equity linked notes are parity priced to the underlying asset and converted into the relevant equity linked note currency.

The counterparties to all derivatives are disclosed at the end of each portfolio statement and associated collateral and margin cash are disclosed in the balance sheet.

13. Reporting Fund Status

Certain share classes of the Company's Funds have been accepted into the United Kingdom's Reporting Fund regime for offshore funds. A full list of these share classes is available at: <http://www.hmrc.gov.uk/cisc/offshorefunds.htm>

14. Contingent liability

There were no contingent liabilities at 30 September 2013 or during the period.

15. Committed deals

There are no commitments as at 30 September 2013.

16. Significant events during the period

The Funds were renamed as follows, with effect from 6 April 2013:

| Former name: | Revised name effective 6 April 2013: |
|---|--|
| Thames River High Income Fund | F&C High Income Bond Fund |
| Thames River Global Emerging Markets Fund | F&C Global Emerging Markets Fund |
| Thames River Global Bond Fund (£) | F&C Macro Global Bond Fund (£) |
| Thames River Global Bond Fund (€) | F&C Macro Global Bond Fund (€) |
| Thames River Global Bond Fund (\$) | F&C Macro Global Bond Fund (\$) |
| Thames River Emerging Asia Fund | F&C Emerging Asia Fund |
| Thames River Water and Agriculture Absolute Return Fund | F&C Water and Agriculture Equity Long/Short Fund |
| Thames River Real Estate Securities Fund | F&C Real Estate Securities Fund |
| Thames River Global Emerging Markets Absolute Return Fund | F&C Global Emerging Markets Equity Long/Short Fund |
| Thames River Global High Yield Fund | F&C Global High Yield Fund |

During the period the following share classes were launched; F&C High Income Bond Fund Class C Sterling Accumulating on 10 June 2013, F&C Macro Global Bond Fund (€) Class C Euro Accumulating on 23 September 2013, F&C Emerging Asia Fund Class C Sterling Accumulating on 5 April 2013 and F&C Real Estate Equity Long/Short Fund Class A US Dollar Accumulating on 16 May 2013.

The F&C Global Emerging Markets Equity Long/Short Fund terminated on 29 August 2013. There were no other significant events affecting the Company during the period.

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

17. Reconciliation of Net Assets Attributable to Holders of Redeemable Shares per Financial Statements to the Published Net Asset Value

The NAV per the financial statements of the Funds below differs to each Funds published NAV due to the impact of 30 September 2013 dealing being incorporated in these financial statements. There is no impact on the NAV per share of these Funds as a result of 30 September 2013 dealing.

The following table reconciles the Net Asset Value shown in the Balance Sheet to the published Net Asset Value:

| | F&C High Income Bond Fund US\$000 | F&C Global Emerging Markets Fund US\$000 | F&C Emerging Asia Fund US\$000 |
|--|--|---|---|
| Net Assets attributable to holders of redeemable participating preference shares (at last traded market prices) per financial statements | 158,104 | 110,444 | 13,941 |
| Adjustments to reflect – 30 September share dealing | 87 | 481 | 2 |
| Published Net Asset Value attributable to holders of redeemable participating preference shares | 158,191 | 110,925 | 13,943 |

18. Subsequent events

Toby Hampden-Acton was appointed as director effective 1 November 2013.

The following dividends were declared and paid after the period end:

| | | | | | |
|---|------------------|----------------------------|----------------------|--------------------|------------------------|
| <u>F&C High Income Bond Fund</u> | | | | | |
| Class A Euro Distributing | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
| Date Declared 01.10.13 | 29.10.13 | 0.138 | 1,730,021 | 238,743 | 01.07.13 to 30.09.13 |
| Class A US Dollar Distributing | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
| Date Declared 01.10.13 | 29.10.13 | 0.135 | 1,885,890 | 254,595 | 01.07.13 to 30.09.13 |
| Class A Sterling Distributing | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
| Date Declared 01.10.13 | 29.10.13 | 0.147 | 617,827 | 90,821 | 01.07.13 to 30.09.13 |
| Class A Norwegian Krone Distributing | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
| Date Declared 01.10.13 | 29.10.13 | 1.125 | 18,506 | 20,819 | 01.07.13 to 30.09.13 |
| Class A New Euro Distributing | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
| Date Declared 01.10.13 | 29.10.13 | 0.100 | 4,030,267 | 403,027 | 01.07.13 to 30.09.13 |
| Class A New US Dollar Distributing | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
| Date Declared 01.10.13 | 29.10.13 | 0.103 | 2,974,280 | 306,351 | 01.07.13 to 30.09.13 |

TRADITIONAL FUNDS plc

NOTES TO THE CONDENSED UNAUDITED INTERIM FINANCIAL STATEMENTS (continued)

For the six months ended 30 September 2013

18. Subsequent events (continued)

F&C High Income Bond Fund (continued)

| Class A New Sterling Distributing Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|--|--------------|---------------------|---------------|----------|----------------------|
| 01.10.13 | 29.10.13 | 0.104 | 2,659,215 | 276,558 | 01.07.13 to 30.09.13 |

| Class A New Norwegian Krone Distributing Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|---|--------------|-----------------------|---------------|------------|----------------------|
| 01.10.13 | 29.10.13 | 1.080 | 93,434 | 100,909 | 01.07.13 to 30.09.13 |

| Class C Sterling Distributing Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|--|--------------|---------------------|---------------|----------|----------------------|
| 01.10.13 | 29.10.13 | 0.148 | 7,100 | 1,051 | 01.07.13 to 30.09.13 |

F&C Real Estate Securities Fund

| Class A Sterling Distributing Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|--|--------------|---------------------|---------------|----------|----------------------|
| 23.10.13 | 31.10.13 | 0.150 | 127,252 | 19,088 | 01.04.13 to 30.09.13 |

| Class C Sterling Distributing Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|--|--------------|---------------------|---------------|----------|----------------------|
| 23.10.13 | 31.10.13 | 0.165 | 637,297 | 105,154 | 01.04.13 to 30.09.13 |

F&C Global High Yield Fund

| Class A Euro Distributing Date Declared | Date Paid | Rate per Share € | No. of Shares | Amount € | Relevant period |
|--|--------------|---------------------|---------------|----------|----------------------|
| 01.11.13 | 27.11.13 | 0.1988 | 115,259 | 22,913 | 01.05.13 to 31.10.13 |

| Class A US Dollar Distributing Date Declared | Date Paid | Rate per Share US\$ | No. of Shares | Amount US\$ | Relevant period |
|---|--------------|------------------------|---------------|-------------|----------------------|
| 01.11.13 | 27.11.13 | 0.1995 | 73,393 | 14,642 | 01.05.13 to 31.10.13 |

| Class A Sterling Distributing Date Declared | Date Paid | Rate per Share £ | No. of Shares | Amount £ | Relevant period |
|--|--------------|---------------------|---------------|----------|----------------------|
| 01.11.13 | 27.11.13 | 0.2003 | 52,384 | 10,492 | 01.05.13 to 31.10.13 |

| Class A Norwegian Krone Distributing Date Declared | Date Paid | Rate per Share NOK | No. of Shares | Amount NOK | Relevant period |
|---|--------------|-----------------------|---------------|------------|----------------------|
| 01.11.13 | 27.11.13 | 2.0483 | 6,258 | 12,817 | 01.05.13 to 31.10.13 |

The F&C Global High Yield Fund is to terminate in December 2013.

There were no other significant events affecting the Company subsequent to the period end.

19. Approval of Financial Statements

The financial statements were approved by the Directors on 28 November 2013.

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS

For the six months ended 30 September 2013

F&C High Income Bond Fund

| | Nominal Purchases | Nominal Sales |
|---|----------------------|------------------|
| Banco do Brasil 3.750% 25.07.2018 | 3,000,000 | 3,000,000 |
| Biz Finance 8.750% 22.01.2018 | | 4,000,000 |
| Brazil Letras do Tesouro Nacional 0.000% 01.07.2013 | | 37,722,000 |
| Brazil Letras do Tesouro Nacional 0.000% 01.01.2014 | 25,119,000 | |
| Credit Suisse 6.500% 08.08.2023 | 4,000,000 | |
| Eurochem 5.125% 12.12.2017 | | 4,000,000 |
| Evraz Group 6.500% 22.04.2020 | 5,000,000 | 5,000,000 |
| Federal Republic of Brazil International Bond 2.625% 05.01.2023 | 4,000,000 | 4,000,000 |
| Gazprom 3.700% 25.07.2018 | 3,250,000 | 3,250,000 |
| Gestamp Fund Lux 5.875% 31.05.2020 | 3,200,000 | 3,200,000 |
| iTraxx X-Over CDS 500 20.06.2018 | 381,800,000 | 75,400,000 |
| Marfrig Holding Europe 8.375% 09.05.2018 | | 4,500,000 |
| Metallinvest Finance 5.625% 17.04.2020 | 5,000,000 | |
| Parkson Retail Group 4.500% 03.05.2018 | 5,000,000 | 5,000,000 |
| Payer iTraxx X-Over CDS 400 19.06.2013 Put Swaption | 285,000,000 | |
| Payer iTraxx X-Over CDS 450 21.08.2013 Put Swaption | 200,000,000 | |
| Petron 1.000% 31.12.2049 | | 4,000,000 |
| Republic of Indonesia International Bond 3.375% 15.04.2023 | 5,000,000 | |
| Romania International Bond 4.625% 18.09.2020 | 3,000,000 | 3,000,000 |
| Russian Federation International Bond 3.500% 16.01.2019 | 4,000,000 | 4,000,000 |
| San Miguel 4.875% 26.04.2023 | 6,000,000 | 6,000,000 |
| Sberbank 5.250% 23.05.2023 | 5,000,000 | 5,000,000 |
| Servicios Corporativos Javier 9.875% 06.04.2021 | | 5,300,000 |
| Ukraine Government International Bond 7.500% 17.04.2023 | 4,000,000 | 4,000,000 |
| United States Treasury Notes 0.000% 11.07.2013 | 16,000,000 | 14,000,000 |
| United States Treasury Notes 0.000% 22.08.2013 | 12,000,000 | |
| Wind Acquisition Finance 11.750% 15.07.2017 | | 4,250,000 |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

Eastern European Fund

| | Nominal Purchases | Nominal Sales |
|--|----------------------|------------------|
| Akbank TAS | | 1,385,472 |
| Bank Pekao | 249,000 | 118,000 |
| Erste Group Bank | 390,000 | |
| Gazprom ADR | 960,000 | 2,128,000 |
| KGHM Polska Miedz | 133,000 | 190,000 |
| Komercni Banka | 61,000 | 68,937 |
| Lukoil ADR | 285,000 | 422,800 |
| Magnit OJSC GDR | 153,451 | 84,000 |
| MegaFon GDR | | 1,054,000 |
| MMC Norilsk Nickel ADR | | 1,332,000 |
| Mobile Telesystems ADR | 489,400 | |
| NovaTek GDR | 221,200 | 203,130 |
| Polski Koncern Naftowy Orlen | 387,010 | |
| Powszechna Kasa Oszczednosci Bank Polski | 1,510,000 | 1,078,000 |
| Richter Gedeon | 324,000 | |
| Rosneft GDR | 1,190,000 | 2,715,000 |
| Sberbank of Russia ADR | 465,000 | 410,000 |
| Telefonica O2 Czech Republic | | 779,802 |
| Turkcell Iletisim Hizmetleri | 3,055,000 | 2,260,000 |
| Turkiye Garanti Bankasi | 2,075,000 | 3,985,000 |
| Turkiye Halk Bankasi | 1,506,000 | 1,140,000 |
| Turkiye Is Bankasi | 1,400,000 | 2,615,000 |
| Uralkali GDR | | 317,100 |
| VimpelCom ADR | 390,000 | |
| X5 Retail Group GDR | 264,000 | 200,000 |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Global Emerging Markets Fund

| | Nominal Purchases | Nominal Sales |
|--|----------------------|------------------|
| AIA Group | 347,200 | |
| Anhui Conch Cement | 348,500 | |
| Astra International | | 1,880,000 |
| Banco Bradesco ADR | | 117,300 |
| Bank Mandiri Persero | | 1,179,000 |
| Bank Zachodni | | 20,775 |
| BB Seguridade Participacoes | 91,600 | |
| Belle International Holdings | | 1,117,000 |
| China Mengniu Dairy | | 296,000 |
| China Overseas Land & Investment | 236,000 | |
| CIMB | 1,144,900 | 1,144,900 |
| Estacio Participacoes | 98,800 | |
| Grand Korea Leisure | | 41,990 |
| Grupo Aeroportuario del Sureste ADR | 8,900 | |
| HDFC Bank (CS Warrant) | 55,266 | |
| Hon Hai Precision Industry | | 627,234 |
| Hotel Shilla | | 25,260 |
| Hyundai Department Store | 4,775 | |
| Hyundai Motor | 4,030 | 7,628 |
| Industrial & Commercial Bank of China | | 2,994,000 |
| Kasikornbank PCL NVDR | 207,700 | |
| Kia Motors | | 48,964 |
| Kolao Holdings | 22,180 | |
| LG Household & Health Care | 2,683 | |
| Lukoil ADR | | 18,544 |
| Malayan Banking | 331,100 | |
| Matahari Department Store | 1,285,500 | |
| MediaTek | 92,000 | |
| Nampak | 218,739 | |
| Samsung Electronics | | 1,710 |
| Semen Indonesia Persero | | 764,000 |
| Taiwan Cement | | 855,000 |
| Taiwan Semiconductor | | 486,000 |
| Tata Consultancy Services (DB Warrant) | 91,819 | 50,178 |
| Tata Motors ADR | 60,400 | |
| UBS | | 7,857,500 |
| Wharf Holdings | 110,000 | |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Macro Global Bond Fund (£)

| | Nominal Purchases | Nominal Sales |
|--|----------------------|------------------|
| Australia Government 4.500% Bonds 21.10.2014 | 30,150,000 | |
| German Treasury 0% Bills 29.01.2014 | 94,290,000 | |
| German Treasury 0% Bills 13.11.2013 | 27,480,000 | |
| South Africa Government 7.500% Bonds 15.01.2014 | | 232,000,000 |
| United Kingdom Treasury 0% Bills 20.05.2013 | 20,000,000 | |
| United Kingdom Treasury 0% Bills 24.06.2013 | 29,000,000 | |
| United Kingdom Treasury 0% Bills 19.08.2013 | 50,000,000 | 34,000,000 |
| United Kingdom Treasury 0% Bills 02.09.2013 | 20,000,000 | |
| United Kingdom Treasury 0% Bills 28.10.2013 | 16,000,000 | |
| United Kingdom Treasury 0% Bills 04.11.2013 | 26,600,000 | 23,200,000 |
| United Kingdom Treasury 0% Bills 11.11.2013 | 21,300,000 | |
| United Kingdom Treasury 0% Bills 25.11.2013 | 17,000,000 | |
| United Kingdom Treasury 0% Bills 06.01.2014 | 20,000,000 | |
| United Kingdom Treasury 0% Bills 13.01.2014 | 17,000,000 | |
| United Kingdom Treasury 0% Bills 24.02.2014 | 20,000,000 | |
| United States Treasury 0% Bills 22.08.2013 | | 20,000,000 |
| United States Treasury 0% Bills 26.09.2013 | | 6,700,000 |
| United States Treasury 0% Bills 21.11.2013 | | 15,700,000 |
| United States Treasury 0% Bills 29.11.2013 | 40,000,000 | 40,000,000 |
| United States Treasury 0% Bills 05.12.2013 | 84,330,000 | 84,330,000 |
| United States Treasury 0% Bills 09.01.2014 | 21,000,000 | 15,000,000 |
| United States Treasury 0% Bills 06.02.2014 | 21,930,000 | |
| United States Treasury 0% Strip Principal 15.05.2013 | 151,400,000 | |
| United States Treasury Inflation Indexed 0.630% Bonds 15.02.2013 | 59,719,834 | |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Macro Global Bond Fund (€)

| | Nominal Purchases | Nominal Sales |
|--|----------------------|------------------|
| Australia Government 4.500% Bonds 21.10.2014 | 6,530,000 | |
| Germany Government 0% Bills 15.05.2013 | | 5,600,000 |
| Germany Government 0% Bills 26.06.2013 | | 6,000,000 |
| Germany Government 0% Bills 24.07.2013 | | 5,500,000 |
| Germany Government 0% Bills 16.10.2013 | 13,000,000 | 13,000,000 |
| Germany Government 0% Bills 13.11.2013 | 5,400,000 | |
| Germany Government 0% Bills 29.01.2014 | 14,230,000 | |
| Germany Government 0% Bills 12.02.2014 | 12,600,000 | |
| Germany Government 0% Bills 26.02.2014 | 26,000,000 | |
| Germany Government 0% Bills 30.04.2014 | 10,000,000 | |
| Germany Government 0% Bills 28.05.2014 | 4,000,000 | |
| South Africa Government 7.500% Bonds 15.01.2014 | | 48,500,000 |
| United States Treasury 0% Bills 22.08.2013 | 16,500,000 | 11,900,000 |
| United States Treasury 0% Bills 21.11.2013 | 16,500,000 | 16,500,000 |
| United States Treasury 0% Bills 29.11.2013 | 26,300,000 | 26,300,000 |
| United States Treasury 0% Bills 16.01.2014 | 10,000,000 | 4,500,000 |
| United States Treasury 0% Bills 13.02.2014 | 10,000,000 | |
| United States Treasury 0% Bills 06.03.2014 | 10,500,000 | |
| United States Treasury 0% Strip Principal 15.05.2013 | 53,500,000 | |
| United States Treasury 2.750% Bonds 15.08.2012 | 2,530,000 | |
| United States Treasury 2.750% Bonds 15.11.2012 | 2,510,000 | |
| United States Treasury 3.130% Bonds 15.02.2013 | 2,340,000 | |
| United States Treasury 2.880% Bonds 15.05.2013 | 2,450,000 | |
| United States Treasury Inflation Indexed 0.630% Bonds 15.02.2013 | 20,558,068 | |

TRADITIONAL FUNDS plc**UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)**

For the six months ended 30 September 2013

F&C Macro Global Bond Fund (\$)

| | Nominal Purchases | Nominal Sales |
|--|------------------------------|--------------------------|
| Germany Gouvernement 0% Bills 29.01.2014 | 2,950,000 | |
| South Africa Government 7.500% Bonds 15.01.2014 | | 6,760,000 |
| United States Treasury 0% Bills 09.05.2013 | 2,500,000 | |
| United States Treasury 0% Bills 05.07.2013 | 2,000,000 | |
| United States Treasury 0% Bills 18.07.2013 | 2,500,000 | |
| United States Treasury 0% Bills 22.08.2013 | 1,500,000 | |
| United States Treasury 0% Bills 12.09.2013 | 2,000,000 | 2,000,000 |
| United States Treasury 0% Bills 26.09.2013 | 1,800,000 | 1,800,000 |
| United States Treasury 0% Bills 17.10.2013 | 2,000,000 | 2,000,000 |
| United States Treasury 0% Bills 21.11.2013 | | 1,500,000 |
| United States Treasury 0% Bills 29.11.2013 | 3,670,000 | 3,670,000 |
| United States Treasury 0% Bills 05.12.2013 | 2,210,000 | 2,210,000 |
| United States Treasury 0% Bills 12.12.2013 | 4,000,000 | 4,000,000 |
| United States Treasury 0% Bills 09.01.2014 | 3,300,000 | |
| United States Treasury 0% Bills 16.01.2014 | 4,790,000 | |
| United States Treasury 0% Bills 23.01.2014 | 2,800,000 | |
| United States Treasury 0% Bills 06.02.2014 | 2,910,000 | |
| United States Treasury 0% Bills 13.02.2014 | 3,200,000 | |
| United States Treasury 0% Bills 06.03.2014 | 3,170,000 | |
| United States Treasury 0% Bills 03.04.2014 | 2,100,000 | |
| United States Treasury 0% Strip Principal 15.05.2043 | 9,100,000 | |
| United States Treasury Inflation Indexed 0.630% Bonds 15.02.2043 | 3,009,283 | |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Emerging Asia Fund

| | Nominal Purchases | Nominal Sales |
|--|----------------------|------------------|
| AIA Group | 38,000 | |
| Anhui Conch Cement | 62,500 | |
| Astra International | | 279,500 |
| Belle International Holdings | | 217,000 |
| Bank of China Hong Kong Holdings | 54,000 | |
| CIMB | 151,300 | 151,300 |
| COSCO Pacific | | 154,000 |
| Grand Korea Leisure | | 10,170 |
| HDFC Bank (DB Warrant) | 10,282 | |
| Hon Hai Precision Industry | | 106,125 |
| Hotel Shilla | | 4,760 |
| Hyundai Department Store | 868 | |
| Hyundai Heavy Industries | | 1,290 |
| Hyundai Motor | 1,373 | 1,779 |
| Industrial & Commercial Bank of China | | 336,000 |
| Kasikornbank PCL NVDR | 51,300 | |
| Kia Motors | 3,706 | 10,647 |
| Kolao Holdings | 3,910 | |
| Larsen & Toubro (DB Warrant) | | 13,255 |
| LG Display | 4,960 | |
| LG Household & Health Care | 511 | |
| Malayan Banking | 196,800 | 112,300 |
| Matahari Department Store | 320,500 | |
| MediaTek | 23,000 | |
| PTT PCL NVDR | | 18,100 |
| Samsung Electronics | 257 | 457 |
| Semen Indonesia Persero | | 124,000 |
| Shimao Property Holdings | 91,500 | |
| S-Oil | | 2,701 |
| Taiwan Semiconductor Manufacturing | | 85,000 |
| Tata Consultancy Services (DB Warrant) | 18,877 | 9,939 |
| Tata Motors ADR | 13,600 | |
| UBS | | 1,276,200 |
| Wharf Holdings | 16,000 | |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Water and Agriculture Equity Long/Short Fund

| | Nominal Purchases | Nominal Sales |
|--|----------------------|------------------|
| Agrium | 20,000 | 20,000 |
| American Water Works | 25,000 | 55,000 |
| AO Smith | | 30,000 |
| Bayer | 15,000 | |
| Brazilian Government International Bond 7.125% 20.01.2037 | | 2,000,000 |
| Bureau Veritas | 25,000 | |
| Danaher | 20,000 | |
| Diageo ADR | | 15,000 |
| El du Pont de Nemours | 20,000 | 20,000 |
| ETFS Commodity Securities – Daily Short Brent Crude | | 60,000 |
| ETFS Commodity Securities – Wheat | 500,000 | |
| Flowserve | 25,000 | 35,000 |
| Golar LNG | 25,000 | 25,000 |
| KBR | 40,000 | |
| Manila Water | | 1,500,000 |
| Masco | 75,000 | |
| Mighty River Power | 394,127 | |
| Mosaic | 25,000 | 50,000 |
| Mueller Water Products | | 200,000 |
| Russian Foreign Bond - Eurobond 7.500% 31.03.2030 | | 1,490,000 |
| Suez Environnement | 100,000 | 75,000 |
| Syngenta ADR | 10,000 | 20,000 |
| Thermo Fisher Scientific | 20,000 | 30,000 |
| Mexico Government International 6.750% 27.09.2034 | | 2,000,000 |
| United States Treasury Inflation Indexed Bonds 1.125% 15.01.2021 | 5,315,100 | 5,319,800 |
| Valmont Industries | 10,000 | 10,000 |
| Weyerhaeuser Reits | 25,000 | 75,000 |
| Yara International | 20,000 | |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Real Estate Securities Fund

| | Nominal Purchases | Nominal Sales |
|---------------------------------|----------------------|------------------|
| Alstria Office | 60,000 | 98,371 |
| Atrium Ljungberg | 74,869 | |
| Befimmo | 25,363 | 29,512 |
| CA Immobilien Anlagen | | 55,000 |
| Castellum | 49,367 | |
| CFI Cie Fonciere Internationale | 18,993 | |
| Corio | 55,462 | 29,909 |
| Deutsche Annington Immobilien | 40,000 | 40,000 |
| Deutsche Euroshop | 17,000 | 19,500 |
| Deutsche Wohnen | 191,622 | 77,000 |
| Eurocommercial Properties | 55,500 | 51,800 |
| Fastighets Balder | 176,247 | |
| GAGFAH | 143,329 | |
| GSW Immobilien | 53,000 | 35,000 |
| Hufvudstaden | 193,856 | 55,372 |
| Intu Properties | | 95,000 |
| Kungsleden | | 87,673 |
| LEG Immobilien | 20,500 | 57,478 |
| PSP Swiss Property | 16,000 | 5,352 |
| Sponda | 164,065 | 100,000 |
| Swiss Prime Site | | 23,600 |
| Terreis | | 20,000 |
| Unibail-Rodamco | | 16,100 |
| Unite Group | 182,600 | |
| Vastned Retail | | 14,182 |
| Wereldhave | 18,000 | 17,000 |
| Wihlborgs Fastigheter | 41,388 | |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Global Emerging Markets Equity Long/Short Fund (terminated 29 August 2013)*

| | Nominal Purchases | Nominal Sales |
|--------------------------------------|----------------------|------------------|
| Barclays ADR | 16,000 | |
| Beijing Enterprises Holdings | 86,500 | 86,500 |
| BRF ADR | 13,000 | |
| Cemex SAB de CV ADR | 27,000 | |
| Changyou.com ADR | 9,000 | |
| Chunghwa Telecom ADR | 15,500 | 24,800 |
| Cia de Bebidas das Americas ADR Pref | | 16,600 |
| Cie Financiere Richemont | 3,000 | |
| Cisco Systems | 11,000 | |
| Citigroup | 6,000 | |
| Coca-Cola Femsa ADR | | 4,600 |
| Ctrip.com International ADR | 9,000 | |
| Diageo ADR | 2,000 | 5,000 |
| Eurasia Drilling GDR | | 14,200 |
| Fibria Celulose ADR | 25,000 | |
| Fomento Economico Mexicano ADR | | 6,600 |
| Google | 300 | 700 |
| Grupo Aeroportuario del Sureste ADR | | 5,900 |
| Johnson & Johnson | | 7,900 |
| Magnit GDR | 5,000 | |
| Minor International | | 812,800 |
| PepsiCo | | 7,900 |
| Perfect World ADR | 13,000 | |
| Semen Indonesia Persero | | 346,500 |
| SK Telecom ADR | 22,000 | 22,000 |
| Telekomunikasi Indonesia ADR | | 18,400 |
| Turkcell Iletisim Hizmetleri ADR | 38,500 | 38,500 |
| Ultrapar Participacoes | 24,500 | 24,500 |
| Ultrapar Participacoes ADR | | 23,000 |
| Unilever | 6,000 | |
| VimpelCom ADR | 29,000 | |
| Wharf Holdings | | 72,000 |
| Zhejiang Expressway | | 632,000 |

* Purchases and sales are for the period from 1 April 2013 to 29 August 2013

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Global High Yield Fund

| | Nominal Purchases | Nominal Sales |
|---|----------------------|------------------|
| Aeropuertos Dominicanos Siglo XXI 9.250% 13.11.2019 | | 500,000 |
| Aralco Finance 10.125% 07.05.2020 | 400,000 | 400,000 |
| Ardagh Packaging Finance 7.375% 15.10.2017 | 150,000 | |
| Bank of Ireland 10.000% 30.07.2016 | | 200,000 |
| Befesa Zinc 8.875% 15.05.2018 | | 300,000 |
| Eco-Bat Finance 7.750% 15.02.2017 | 200,000 | |
| Eurochem 5.125% 12.12.2017 | 200,000 | |
| European Financial Stability Facility Treasury Bill 0.000% 23.05.2013 | 800,000 | 800,000 |
| European Financial Stability Facility Treasury Bill 0.000% 17.06.2013 | | 700,000 |
| FAGE USA Dairy Industry 9.875% 01.02.2020 | | 300,000 |
| Frigoglass Finance 8.250% 15.05.2018 | 300,000 | 175,000 |
| Gestamp Fund Lux 5.875% 31.05.2020 | 500,000 | 500,000 |
| INEOS Group Holdings 7.875% 15.02.2016 | 251,049 | |
| iTraxx X-Over CDS 500 20.06.2018 | 37,000,000 | 13,800,000 |
| Kaisa Group Holdings 10.250% 08.01.2020 | | 500,000 |
| Labco SAS 8.500% 15.01.2018 | | 300,000 |
| Marfrig Holding Europe 8.375% 09.05.2018 | | 300,000 |
| MGM Resorts International 6.625% 15.12.2021 | 200,000 | |
| NARA Cable Funding 8.875% 01.12.2018 | 150,000 | |
| OGX Austria 8.500% 01.06.2018 | | 350,000 |
| Payer iTraxx X-Over CDS 400 19.06.2013 Put Swaption | 15,000,000 | |
| Perstorp Holdings 9.000% 15.05.2017 | 150,000 | |
| Schaeffler Finance 4.250% 15.05.2018 | 200,000 | 200,000 |
| Servicios Corporativos Javier 9.875% 06.04.2021 | | 300,000 |
| Styrolution Group 7.625% 15.05.2016 | 350,000 | 350,000 |
| Teamsystem Holdings 7.375% 15.05.2020 | 200,000 | |
| Travelex Financing 1.000% 01.08.2018 | 150,000 | |
| Travelex Financing 8.000% 01.08.2018 | 150,000 | |
| WEPA Hygieneprodukte 6.500% 15.05.2020 | 450,000 | 450,000 |
| Wind Acquisition Finance 11.750% 15.07.2017 | | 400,000 |
| Yingde Gases 8.125% 22.04.2018 | 400,000 | |
| Zobe Holding 7.875% 01.02.2018 | | 300,000 |

TRADITIONAL FUNDS plc

UNAUDITED SIGNIFICANT PORTFOLIO MOVEMENTS (continued)

For the six months ended 30 September 2013

F&C Real Estate Equity Long/Short Fund

| | Nominal Purchases | Nominal Sales |
|-----------------------------|----------------------|------------------|
| Alstria Office | 222,305 | |
| Atrium European Real Estate | 590,000 | 446,915 |
| Cofinimmo | 30,000 | 31,764 |
| Eurocommercial Properties | 164,700 | 106,700 |
| Fabege | 200,000 | 200,000 |
| Fastighets Balder Pref | 49,000 | |
| GAGFAH | 215,000 | 215,000 |
| Klovern Pref | 14,000 | 52,000 |
| LEG Immobilien | 21,411 | |
| Mobimo Holding | 13,200 | |
| PSP Swiss Property | 25,425 | 36,725 |
| Sponda | 860,000 | 860,000 |
| Swiss Prime Site | 24,200 | 24,200 |
| Unibail-Rodamco | 4,100 | 4,100 |
| Vastned Retail | 169,300 | |

Information in this section is selective and should be read in conjunction with the full text of the prospectus.

Information about the Company

The Funds are valued on each Dealing Day and Shares may normally be purchased or realised by application on a Dealing Day. Dealing days are every Business Day and/or such other day or days as the Directors may determine. A Business Day is any day, other than a Saturday or Sunday, on which banks in both Dublin and London are open for business. For all Funds, public holidays in countries where the closure of local stock exchanges and markets makes it difficult to price a significant portion of the assets held within the Fund will not be a Dealing Day. In addition the following Business Days are not Subscription Dealing Days: Easter Thursday, a Business Day falling on a Friday before Christmas Eve where Christmas Eve falls on a Saturday or Sunday in that year, Christmas Eve of each year.

An initial charge upon subscription of up to 5% of the Net Asset Value per share is payable in respect of subscriptions for shares of all the Funds. Additionally a redemption charge payable out of the proceeds of redemption may be imposed in respect of redemptions of shares held for less than twelve months. This redemption charge may not exceed 3% in respect of any existing Funds and any additional Funds that may be added by the Directors.

Information for Investors in Norway and Switzerland

In the light of an EU Commission recommendation, the Norwegian Mutual Funds Association (NMFA) has added a new section in its branch standards. The branch standards now include requirements for publishing total operating cost (TER) for Funds semi-annually as shown below.

The Company has appointed Carnegie Fund Services S.A., 11, Rue du Général-Dufour, Case postale 5842, CH – 1211 Genève 11, Switzerland, as representative and Banque Cantonale de Genève, Quai de l'Île 17, Case postale 2251, 1211 Genève 2, Switzerland as paying agent for Switzerland (the "Swiss Representative").

The prospectus, the articles of association, the simplified prospectus, the annual and semi-annual report as well as a list containing all purchases and sales which have been made during the reporting period can be obtained free of charge at the Swiss Representative.

Following a guideline from the Swiss Funds Association (the "SFA") dated 27 July 2004, the Company is required to supply performance data in conformity with these guidelines. This data can be found below.

Portfolio Turnover Rates for the twelve months ended 30 September 2013

| | Portfolio Turnover Rate |
|--|-------------------------------|
| F&C High Income Bond Fund | 14.73 |
| Eastern European Fund | 2.39 |
| F&C Global Emerging Markets Fund | 1.15 |
| F&C Macro Global Bond Fund (£) | 4.13 |
| F&C Macro Global Bond Fund (€) | 3.17 |
| F&C Macro Global Bond Fund (\$) | 6.78 |
| F&C Emerging Asia Fund | 1.48 |
| F&C Water and Agriculture Equity Long/Short Fund | 5.92 |
| F&C Real Estate Securities Fund | 4.68 |
| F&C Global High Yield Fund | 14.03 |
| F&C Real Estate Equity Long/Short Fund | 2.89 |

TRADITIONAL FUNDS plc

GENERAL INFORMATION (continued)

Total Expense Ratio for the twelve months ended 30 September 2013

| | TER | |
|--|--------------------------|--------------------------|
| | Excluding Performance | Including Performance |
| F&C High Income Bond Fund | | |
| – Class A Euro Distributing | 1.98% | 1.98% |
| – Class A New Euro Accumulating | 1.98% | 1.98% |
| – Class A New Euro Distributing | 1.98% | 1.98% |
| – Class A New Norwegian Krone Distributing | 1.98% | 1.98% |
| – Class A New Sterling Accumulating | 1.98% | 1.98% |
| – Class A New Sterling Distributing | 1.98% | 1.98% |
| – Class A New US Dollar Accumulating | 1.98% | 1.98% |
| – Class A New US Dollar Distributing | 1.98% | 1.98% |
| – Class A Norwegian Krone Distributing | 1.98% | 1.98% |
| – Class A Sterling Distributing | 1.98% | 1.98% |
| – Class A US Dollar Distributing | 1.98% | 1.98% |
| – Class C Sterling Distributing | 1.35% | 1.35% |
| Eastern European Fund – US Dollar Class | 2.18% | 2.18% |
| F&C Global Emerging Markets Fund | | |
| – Class A Euro Accumulating | 2.25% | 2.25% |
| – Class A Euro Distributing | 2.25% | 2.25% |
| – Class A Sterling Distributing | 2.25% | 2.25% |
| – Class A US Dollar Accumulating | 2.25% | 2.25% |
| – Class A US Dollar Distributing | 2.25% | 2.25% |
| F&C Macro Global Bond Fund (£) | | |
| – Class A Sterling Accumulating | 1.23% | 1.23% |
| – Class A Sterling Distributing | 1.23% | 1.23% |
| – Class C Sterling Accumulating | 0.83% | 0.83% |
| – Class C Sterling Distributing | 0.83% | 0.83% |
| – Euro Distributing Class | 1.23% | 1.23% |
| – US Dollar Distributing Class | 1.23% | 1.23% |
| F&C Macro Global Bond Fund (€) | | |
| – Class A Euro Accumulating | 1.23% | 1.23% |
| – Class A Euro Distributing | 1.23% | 1.23% |
| – Class C Euro Accumulating | 0.79% | 0.79% |
| F&C Macro Global Bond Fund (\$) | | |
| – Class A US Dollar Accumulating | 1.45% | 1.45% |
| – Class A US Dollar Distributing | 1.45% | 1.45% |
| F&C Emerging Asia Fund | | |
| – Class A Euro Accumulating | 3.14% | 3.14% |
| – Class A Euro Distributing | 3.14% | 3.14% |
| – Class A Sterling Distributing | 3.14% | 3.14% |
| – Class A US Dollar Accumulating | 3.14% | 3.14% |
| – Class A US Dollar Distributing | 3.14% | 3.14% |
| – Class B Euro Accumulating | 2.63% | 2.63% |
| – Class B Sterling Distribution | 2.63% | 2.63% |
| – Class B US Dollar Accumulating | 2.63% | 2.63% |
| – Class C Sterling Accumulating | 2.35% | 2.35% |

TRADITIONAL FUNDS plc

GENERAL INFORMATION (continued)

Total Expense Ratio for the twelve months ended 30 September 2013 (continued)

| | TER | |
|--|--------------------------|--------------------------|
| | Excluding Performance | Including Performance |
| F&C Water and Agriculture Equity Long/Short Fund | | |
| – Class A Euro Accumulating | 2.34% | 2.34% |
| – Class A Euro Distributing | 2.34% | 2.34% |
| – Class A Norwegian Krone Accumulating | 2.34% | 2.34% |
| – Class A Singapore Dollar Accumulating | 2.34% | 2.34% |
| – Class A Sterling Accumulating | 2.34% | 2.34% |
| – Class A Sterling Distributing | 2.34% | 2.34% |
| – Class A US Dollar Accumulating | 2.34% | 2.34% |
| – Class A US Dollar Distributing | 2.34% | 2.34% |
| – Class C Sterling Accumulating | 1.62% | 1.62% |
| – Class C Sterling Distributing | 1.62% | 1.62% |
| F&C Real Estate Securities Fund | | |
| – Class A Euro Accumulating | 2.21% | 2.21% |
| – Class A Norwegian Krone Accumulating | 2.21% | 2.21% |
| – Class A Sterling Accumulating | 2.21% | 2.21% |
| – Class A Sterling Distributing | 2.21% | 2.21% |
| – Class B Euro Accumulating | 1.70% | 1.70% |
| – Class B Sterling Accumulating | 1.70% | 1.70% |
| – Class C Sterling Distributing | 1.68% | 1.68% |
| F&C Global High Yield Fund | | |
| – Class A Euro Accumulating | 3.02% | 3.02% |
| – Class A Euro Distributing | 3.02% | 3.02% |
| – Class A Norwegian Krone Distributing | 3.02% | 3.02% |
| – Class A Sterling Accumulating | 3.02% | 3.02% |
| – Class A Sterling Distributing | 3.02% | 3.02% |
| – Class A US Dollar Accumulating | 3.02% | 3.02% |
| – Class A US Dollar Distributing | 3.02% | 3.02% |
| F&C Real Estate Equity Long/Short Fund | | |
| – Class A Euro Accumulating | 2.17% | 2.17% |
| – Class A Sterling Accumulating | 2.17% | 2.17% |
| – Class A US Dollar Accumulating | 2.17% | 2.17% |
| – Class B Euro Accumulating | 1.42% | 1.42% |
| – Class C Sterling Accumulating | 1.42% | 1.42% |

ENQUIRIES

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Thames River Capital LLP, Nevsky Capital LLP and F&C Management Limited are regulated and authorised by the Financial Conduct Authority.

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