



**WAY Fund Managers Limited**

## **WAY MA Portfolio**

Interim Short Report  
for the period from 1 April 2013 to 30 September 2013

## **WAY MA Portfolio**

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## **WAY Absolute Return Portfolio Fund**

### **REPORT OF THE INVESTMENT ADVISER**

(unaudited) for the period from 1 April 2013 to 30 September 2013

#### **Investment Objective and Policy**

The objective of the Sub-fund is to achieve long term capital appreciation in the form of a positive absolute return for investors in all market conditions on a 12 month basis.

The Sub-fund will aim to achieve its investment objective by utilising a diversified portfolio of transferable securities (including Investment Trusts), Collective Investment Schemes, warrants, cash or near cash, deposits and money market instruments focussing on investment in a selection of closed ended investment funds which themselves seek to deliver absolute returns using a variety of suitable strategies.

Subject to the requirements of the Regulations, the portfolio will normally remain fully invested. There will, however, be no restrictions on the underlying content of the investments held, in terms of investment type, geographical or economic sector, other than those imposed by the Regulations, meaning that the Investment Adviser has the absolute discretion to weight the portfolio towards any investment type or sector at any time. However, not more than 10% of the value of the Sub-fund shall consist of units and/or shares in Collective Investment Schemes. The Fund may also invest in unregulated Collective Investment Schemes (where investment in such funds is consistent with the investment objective and policy of the Sub-fund).

The use of derivatives and/or hedging transactions are permitted in connection with the efficient portfolio management of the Sub-fund, and borrowing will be permitted in accordance the Regulations. The Sub-fund may, in addition to its other investment powers, use derivatives and forward transactions for investment purposes. It is not intended that the use of derivatives in this way will change the risk profile of the Sub-fund.

#### **Investment Review**

The Fund appreciated by +0.88% during the six months. The year to date return is +6.92% and the twelve month performance is +8.29%. Notably, within the portfolio profits were take on Dexion Trading, which failed a continuation vote; the position in the activist investor, Third Point Offshore Investments, was increased and has moved into profit and Darwin Leisure Property, the owner and operator of caravan parks, has performed well, particularly as it has received positive planning consents.

During the review period, there were some major themes influencing the global economy. In the USA there was an early alarm that following an upturn in GDP growth there would be a premature end to quantitative easing, the so-called "tapering", which led to universal alarm later comforted by dovish statements that easy monetary policies would remain. The appointment of Ms Yellen as Chairman of the Federal Reserve Board provided further comfort. In Japan Abenomics helped the recovery with a useful fall in the Yen to hasten recovery. The Eurozone acts as if its crisis is over, yet Southern Europe is in social turmoil and the Euro rises ever higher challenging export competitiveness. Globally bond yields are high compared with inflation and ten year trailing Price Earnings ratios are significantly stretched.

#### **Outlook**

The Manager will continue to concentrate on the quoted alternatives sector, within which there is a growing universe of non hedge fund strategies and indeed the investment trusts of hedge funds are contracting as many have failed their continuation votes. Companies with the prospect of good net asset value performance are sought but close attention will also continue to be paid to situations where performance can be enhanced through the contraction of discounts.

**Roderick Collins**

**WAY Fund Managers Limited**

**Investment Adviser to the Sub-fund**

**31 October 2013**

# WAY Absolute Return Portfolio Fund

## PERFORMANCE RECORD

### Price and Income History

Calendar Year	Share Class	Highest Price p	Lowest Price p	Distribution*** per share p
2010*	Institutional Accumulation	101.77	98.67	-
	Retail Accumulation	101.77	98.67	-
2011	A Income	106.61	99.44	-
	Institutional Accumulation	106.61	99.44	-
	Retail Accumulation	106.61	98.80	-
	Retail Income	106.61	98.80	-
2012	A Income	105.97	99.84	-
	Institutional Accumulation	106.52	99.75	-
	Retail Accumulation	105.68	99.08	-
2013**	A Income	116.68	105.84	-
	E Retail Accumulation	111.24	102.20	-
	E Retail Income	111.29	102.25	-
	Institutional Accumulation	118.07	106.80	-
	Retail Accumulation	116.40	105.56	-
	Retail Income	116.96	105.59	-
	T Retail Income	111.06	102.45	-

\*from launch 30 July 2010 to 31 December 2010

\*\*to 30 September 2013

\*\*\*this Sub-fund has paid no distributions since launch

### Net Asset Value

Accounting Date	Share Class	Net Asset Value £	Shares in issue	Net Asset Value per share p
31 March 2011	Institutional Accumulation	3,758,897	3,619,374	103.85
	Retail Accumulation	376,825	362,838	103.85
31 March 2012	A Income	360,348	350,905	102.69
	Institutional Accumulation	3,722,043	3,619,414	102.84
	Retail Accumulation	153,728	150,673	102.03
31 March 2013	A Income	575,658	512,884	112.24
	E Retail Accumulation	107	100	106.77
	E Retail Income	107	100	106.81
	Institutional Accumulation	4,081,674	3,599,926	113.38
	Retail Accumulation	153,050	136,800	111.88
	Retail Income	1,047	932	112.39
	T Retail Income	107	100	106.70
30 September 2013	A Income	381,931	338,162	112.94
	E Retail Accumulation	108	100	108.21
	E Retail Income	108	100	108.25
	Institutional Accumulation	3,608,355	3,146,591	114.68
	Retail Accumulation	155,590	137,854	112.87
	Retail Income	4,873	4,298	113.37
	T Retail Income	512,187	475,313	107.76

# WAY Absolute Return Portfolio Fund

## PERFORMANCE RECORD (continued)

### Other Relevant Prices

Date	Share Class	Price per share p
Launch Date		
30 July 2010	Institutional Accumulation	100.00
	Retail Accumulation	100.00
25 August 2012	Retail Income	100.00
19 August 2011	A Income	100.00
10 January 2013	E Retail Income	100.00
	E Retail Accumulation	100.00
14 January 2013	T Retail Income	100.00
Accounting Date		
30 September 2013	A Income	112.94
	E Retail Accumulation	108.21
	E Retail Income	108.25
	Institutional Accumulation	114.68
	Retail Accumulation	112.87
	Retail Income	113.37
	T Retail Income	107.76
Latest Date		
14 November 2013	A Income	114.57
	E Retail Accumulation	109.97
	E Retail Income	110.02
	Institutional Accumulation	116.48
	Retail Accumulation	114.57
	Retail Income	115.08
	T Retail Income	109.41

### Total Expense Ratio ('TER')

This is a measure of the cost associated with managing the Sub-fund. Apart from the initial charge, all other expenses are included in the TER. The TER is an internationally accepted standard for comparison of costs for authorised Sub-funds.

Where the Sub-fund invests its assets in other Collective Investment Schemes ('CIS'), the TERs attributable to the underlying CIS are taken into account:

- The TER (or equivalent) of each underlying CIS are pro-rated in line with the proportion of the Sub-fund it represents.
- All the pro-rated figures are added to the TER of the Sub-fund, giving a 'synthetic' TER total.

The TERs of each share class in issue were:

	30/09/2013*	31/03/2013	
		Other costs	fee**
A Income	2.10%	1.93%	0.62%
E Retail Accumulation	1.10%	0.94%	-
E Retail Income	1.10%	0.94%	-
Institutional Accumulation	1.10%	0.94%	0.71%
Retail Accumulation	1.60%	1.44%	0.70%
Retail Income	1.60%	1.43%	0.29%
T Retail Income	1.40%	1.24%	-

\*No performance fee was applied in the period

\*\*Performance fee is applied to the Sub-fund under certain conditions. Please see Prospectus for more details.

# WAY Absolute Return Portfolio Fund

## PORTFOLIO STATEMENT

(unaudited) as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>Investment Companies: 91.98% (76.35%)</b>		
38,341	BH Credit Catalysts	461,242	9.89
38,766	BH Global	461,509	9.90
253,561	BlueCrest AllBlue	437,012	9.37
449,270	BlueCrest BlueTrend	395,919	8.49
40,737	Boussard & Gavaudan	418,501	8.98
425,985	CQS Diversified	429,180	9.20
360,000	CVC Credit Partners European	367,200	7.87
284,122	Dexion Absolute	425,118	9.12
578,003	NB Distressed Debt Investment	439,209	9.42
49,100	Third Point Offshore Investments	454,405	9.74
		<b>4,289,295</b>	<b>91.98</b>
	<b>Collective Investment Schemes: 9.39% (8.02%)</b>		
234,699	Darwin Leisure Property	437,857	9.39
1	EEA Life Settlements*	105	-
		<b>437,962</b>	<b>9.39</b>
	<b>Market Value of Investments: 101.37% (84.37%)</b>	<b>4,727,256</b>	<b>101.37</b>
	Net other (liabilities)/assets: -1.37% (15.63%)	(64,104)	(1.37)
	<b>Total Net Assets</b>	<b>4,663,152</b>	<b>100.00</b>

\*This stock is currently suspended

Note: Comparative figures shown in brackets relate to 31 March 2013

## **WAY Charteris Gold and Precious Metals Fund**

### **REPORT OF THE INVESTMENT ADVISER**

(unaudited) for the period from 1 April 2013 to 30 September 2013

#### **Investment Objective and Policy**

The objective of the Sub-fund is to achieve capital growth.

The Sub-fund will aim to achieve its investment objective by utilising a diversified portfolio of transferable securities (including Investment Trusts), Collective Investment Schemes, warrants, cash or near cash, deposits and money market instruments.

The Sub-fund will primarily consist of instruments with direct underlying gold and/or precious metals exposure and shares in companies worldwide whose core business is involved in the mining, refining, production and marketing of gold and/or precious metals. Investment may be undertaken indirectly in other commodities, and minerals.

Subject to the requirements of the Regulations, the portfolio will normally remain fully invested. There will, however, be no restrictions on the underlying content of the investments held, in terms of investment type, geographical or economic sector, other than those imposed by the Regulations, meaning that the Investment Adviser has the absolute discretion to weight the portfolio towards any investment type or sector at any time. However, not more than 10% of the value of the Sub-fund shall consist of units and/or shares in Collective Investment Schemes. The Sub-fund may also invest in unregulated Collective Investment Schemes (where investment in such funds is consistent with the investment objective and policy of the Sub-fund).

The use of derivatives and/or hedging transactions are permitted in connection with the efficient portfolio management of the Sub-fund, and borrowing will be permitted in accordance the Regulations.

On giving 60 days' notice to Shareholders, the Sub-fund may, in addition to its other investment powers, use derivatives and forward transactions for investment.

#### **Investment Review**

The new strategy of the Sub-fund is to invest in a portfolio of Gold and Silver mining companies which continue to be very volatile for the reporting period. The core holdings of equities within the Sub-fund had largely remained the same throughout the Sub-fund's existence but we have now sought a higher exposure to silver mining companies that produce Gold and Silver to gain greater exposure to the silver price with purchases of stocks such as SantaCruz Silver Mining, Pan American Silver, Silver Standard Resources and Silver Wheaton. In terms of significant trades within the reporting period, we have continued to have less exposure to Australian domiciled companies. We still feel that mine costs in Australia continue to escalate sharply and would impact negatively on the Sub-fund. We have recent trimmed holdings in Yamana, Gold Agnico-Eagle Mines and Goldcorp as there has been some weakness amongst some of the bigger Gold mining companies. We remain fully committed to NOT investing in any South African domiciled gold mining companies as we much prefer the reduced political risk associated with Canada. There continues to be much more focus from gold and silver mining companies on giving returns to investors after a great deal of money has been wasted on capital expenditure which has not benefitted Shareholders.

#### **Outlook**

Throughout the Sub-fund's existence, it has always been volatile and we have saw a significant upturn in performance of the Silver mining shares within the Sub-fund as the Silver price rose from \$19 an ounce to \$24 an ounce. Our global macro view of the world, how it's investing and the part gold, silver and precious metals has to play, has not changed very much. We still firmly believe that gilts and fixed income is a crowded trade and the real bubble investors need to be worried about and the long term bull market in the precious metals space is still nowhere near the peak.

**Charteris Treasury Portfolio Managers Limited**  
**Investment Adviser to the Sub-fund**

**2 October 2013**

# WAY Charteris Gold and Precious Metals Fund

## PERFORMANCE RECORD

### Price and Income History

Calendar Year	Share Class	Highest Price p	Lowest Price p	Distribution*** per share p
2010*	Elite Institutional Accumulation	150.27	98.38	-
	Elite Institutional Income	150.26	98.37	-
	Elite Retail Accumulation	149.47	98.34	-
	Elite Retail Income	149.47	98.34	-
	WAY Retail Income	149.47	98.34	-
2011	Elite Institutional Accumulation	149.76	103.43	-
	Elite Institutional Income	149.75	103.42	-
	Elite Retail Accumulation	148.13	104.13	-
	Elite Retail Income	148.13	104.13	-
	WAY Retail Accumulation	148.13	104.13	-
	WAY Retail Income	148.13	104.13	-
2012	Elite Institutional Accumulation	122.14	76.29	-
	Elite Institutional Income	122.13	76.29	-
	Elite Retail Accumulation	120.44	75.07	-
	Elite Retail Income	120.44	75.07	-
	WAY Retail Accumulation	120.44	75.07	-
	WAY Retail Income	120.44	75.07	-
2013**	E WAY Retail Accumulation	103.97	49.34	-
	E WAY Retail Income	103.97	49.34	-
	Elite Institutional Accumulation	87.31	40.59	-
	Elite Institutional Income	87.36	40.59	-
	Elite Retail Accumulation	85.51	39.59	-
	Elite Retail Income	85.50	39.58	-
	T WAY Retail Income	103.95	49.30	-
	WAY Retail Accumulation	85.54	39.68	-
	WAY Retail Income	85.91	40.30	-

\*from launch 1 February 2010 to 31 December 2010

\*\*to 30 September 2013

\*\*\*this Sub-fund has paid no distributions since launch



**WAY Charteris Gold and Precious Metals Fund**

**PERFORMANCE RECORD (continued)**

**Net Asset Value**

<b>Accounting Date</b>	<b>Share Class</b>	<b>Net Asset Value £</b>	<b>Shares in issue</b>	<b>Net Asset Value per share p</b>
31 March 2011	Elite Institutional Accumulation	2,749,728	1,986,870	138.39
	Elite Institutional Income	5,262,684	3,802,971	138.38
	Elite Retail Accumulation	2,803,585	2,041,331	137.34
	Elite Retail Income	1,035,903	754,260	137.34
	WAY Retail Accumulation	1,466,274	1,067,616	137.34
	WAY Retail Income	6,962,756	5,096,216	136.63
31 March 2012	Elite Institutional Accumulation	3,831,842	3,886,749	98.59
	Elite Institutional Income	3,490,406	3,540,714	98.58
	Elite Retail Accumulation	1,513,222	1,558,326	97.11
	Elite Retail Income	908,908	936,003	97.11
	WAY Retail Accumulation	1,299,946	1,338,693	97.11
	WAY Retail Income	3,509,897	3,614,513	97.11
31 March 2013	E WAY Retail Accumulation	87	100	86.70
	E WAY Retail Income	87	100	86.70
	Elite Institutional Accumulation	1,709,789	2,397,399	71.32
	Elite Institutional Income	1,470,908	2,061,203	71.36
	Elite Retail Accumulation	760,819	1,091,117	69.73
	Elite Retail Income	451,152	647,050	69.72
	T WAY Retail Income	87	100	86.68
	WAY Retail Accumulation	897,254	1,283,776	69.89
	WAY Retail Income	317,829	447,807	70.97
30 September 2013	E WAY Retail Accumulation	57	100	56.95
	E WAY Retail Income	57	100	56.95
	Elite Institutional Accumulation	1,462,403	3,120,255	46.87
	Elite Institutional Income	979,043	2,089,740	46.85
	Elite Retail Accumulation	450,471	987,743	45.61
	Elite Retail Income	210,353	459,956	45.73
	T WAY Retail Income	7,926	13,950	56.82
	WAY Retail Accumulation	770,783	1,679,142	45.90
	WAY Retail Income	207,176	445,111	46.54

# WAY Charteris Gold and Precious Metals Fund

## PERFORMANCE RECORD (continued)

### Other Relevant Prices

Date	Share Class	Price per share p
Launch Date		
1 February 2010	WAY Retail Accumulation	100.00
	WAY Retail Income	100.00
	Elite Retail Accumulation	100.00
	Elite Retail Income	100.00
	Elite Institutional Accumulation	100.00
	Elite Institutional Income	100.00
10 January 2013	E WAY Retail Accumulation	100.00
	E WAY Retail Income	100.00
14 January 2013	T WAY Retail Income	100.00
Accounting Date		
Retail Accumulation	E WAY Retail Accumulation	56.95
	E WAY Retail Income	56.95
	Elite Institutional Accumulation	46.87
	Elite Institutional Income	46.85
	Elite Retail Accumulation	45.61
	Elite Retail Income	45.73
	T WAY Retail Income	56.82
	WAY Retail Accumulation	45.90
	WAY Retail Income	46.54
Latest Date		
14 November 2013	E WAY Retail Accumulation	52.43
	E WAY Retail Income	52.44
	Elite Institutional Accumulation	43.14
	Elite Institutional Income	43.12
	Elite Retail Accumulation	41.94
	Elite Retail Income	42.06
	T WAY Retail Income	52.26
	WAY Retail Accumulation	42.21
	WAY Retail Income	42.80

### Total Expense Ratio ('TER')

This is a measure of the cost associated with managing the Sub-fund. Apart from the initial charge, all other expenses are included in the TER. The TER is an internationally accepted standard for comparison of costs for authorised Sub-funds.

The TERs of each share class in issue were:

	30/09/2013	31/03/2013
E WAY Retail Accumulation	2.23%	1.64%
E WAY Retail Income	2.23%	1.64%
Elite Institutional Accumulation	1.98%	1.39%
Elite Institutional Income	1.98%	1.39%
Elite Retail Accumulation	2.73%	2.14%
Elite Retail Income	2.73%	2.14%
T WAY Retail Income	2.53%	1.94%
WAY Retail Accumulation	2.73%	2.14%
WAY Retail Income	2.73%	2.14%

# WAY Charteris Gold and Precious Metals Fund

## PORTFOLIO STATEMENT

(unaudited) as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>Australia: 4.26% (6.59%)</b>		
241,583	Ampella Mining	17,432	0.43
1,391,409	Carbine Resources	28,113	0.69
100,000	Medusa Mining	128,625	3.14
		<b>174,170</b>	<b>4.26</b>
	<b>Canada: 83.70% (87.47%)</b>		
10,000	Agnico Eagle Mines	163,075	3.99
15,000	Alamos Gold	145,580	3.56
50,000	Banro	21,007	0.51
50,000	Bear Creek Mining	65,872	1.61
30,000	Eldorado Gold	123,522	3.02
75,000	Endeavour Silver	205,945	5.04
30,000	First Majestic Silver	226,517	5.54
100,000	Fortuna Silver Mines	230,778	5.65
10,000	Goldcorp	159,414	3.90
200,000	Great Panther Silver	112,838	2.76
50,000	Highland Gold Mining	35,500	0.87
50,000	Iamgold	147,800	3.62
100,000	Kinross Gold Warrants	4,502	0.11
50,000	MAG Silver	185,913	4.55
250,000	Mandalay Resources	120,791	2.96
20,000	New Gold	75,386	1.84
20,000	Osisko Mining	63,682	1.56
20,000	Pan American Silver	131,745	3.22
15,000	Sandstorm Gold	50,372	1.23
150,000	SantaCruz Silver Mining	108,037	2.64
50,000	Semafo	73,975	1.81
40,000	Silver Standard Resources	156,173	3.82
15,000	Silver Wheaton	231,739	5.67
175,000	Silvercrest Mines	196,417	4.80
20,000	Tahoe Resources	215,593	5.27
100,000	Timmins Gold	105,636	2.58
10,000	Yamana Gold	64,102	1.57
		<b>3,421,911</b>	<b>83.70</b>

# WAY Charteris Gold and Precious Metals Fund

## PORTFOLIO STATEMENT (continued)

(unaudited) as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>United Kingdom: 5.84% (1.01%)</b>		
20,000	Fresnillo	192,950	4.72
2,500,000	Goldstone Resources	35,625	0.87
250,000	Kolar Gold	10,313	0.25
		<b>238,888</b>	<b>5.84</b>
	<b>United States of America: 8.58% (6.30%)</b>		
20,000	Coeur D'Alene Mines	154,792	3.79
100,000	Hecla Mining	195,927	4.79
		<b>350,719</b>	<b>8.58</b>
	<b>Market Value of Investments: 102.38% (101.37%)</b>	<b>4,185,688</b>	<b>102.38</b>
	Net other liabilities: -2.38% (-1.37%)	(97,419)	(2.38)
	<b>Total Net Assets</b>	<b>4,088,269</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31 March 2013

All investments are Equities unless otherwise stated

## **WAY Freestyle Growth Portfolio Fund**

### **REPORT OF THE INVESTMENT ADVISER**

(unaudited) for the period from 1 April 2013 to 30 September 2013

#### **Investment Objective and Policy**

The objective of the Sub-fund is to achieve long term capital appreciation.

The Sub-fund focuses on delivering returns from investments selected from markets worldwide. The ACD invests on an unconstrained basis following input and advice of largely external advisers who contribute their up-to-the-minute and best ideas for growth investment.

The Sub-fund will aim to achieve its investment objective by utilising a diversified portfolio of transferable securities (including Investment Trusts), Collective Investment Schemes, warrants, cash or near cash, deposits and money market instruments.

Subject to the requirements of the regulations, the portfolio will normally remain fully invested. There will however, be no restrictions on the underlying content of the investments held, in terms of investment type, geographic or economic sector, other than those imposed by the regulations, meaning that the ACD has the absolute discretion to weight the portfolio towards any investment type or sector at any time. However not more than 10% of the value of the Sub-fund shall consist of units and/or shares in Collective Investment Schemes, in a single scheme or as a total. The Sub-fund may also invest in unregulated Collective Investment Schemes (where investment in such funds is consistent with the objective and policy of the Sub-fund).

The use of derivatives and/or hedging transactions are permitted in connection with the efficient portfolio management of the Sub-fund, and borrowing will be permitted in accordance with the Regulations. The Sub-fund may, in addition to its other investment powers, use derivatives and forward transactions for investment purposes. It is not intended that the use of derivatives in this way will change the risk profile of the Sub-fund.

#### **Investment Review**

Over the reporting period WAY Freestyle Growth Portfolio Fund appreciated by 19.75%, compared to the IMA Specialist benchmark which returned -5.12% (source: Financial Express Analytics). A key contributor to this outperformance has been participation in US biotech IPOs (Initial Public Offerings): in fact the Sub-fund has participated in 3 of the top 20 US IPOs year-to-date. These have tended to show high initial levels of volatility, before settling down to steady growth. Trading within the Sub-fund has been restricted to adding to holdings as they have shown signs of strong growth and profit-taking when the opportunity has arisen. Over the period the Sub-fund has moved out of the Industrial sector with the sale of XP Power, the Energy sector with sales of Amec and Fisher (James) & Sons, and also removed exposure to the Consumer Discretionary sector due to disappointing performance. Geographically, the Sub-fund continues to have very little exposure to European stocks, and no exposure to Japan.

#### **Outlook**

Whilst it has been a key component of the Sub-fund's performance over the reporting period, it is not felt that the growth shown by biotech stocks will be sustainable. For this reason, the Sub-fund will look to reduce exposure to this sector and increase its cash weighting over the next reporting period, with a view to reducing the level of risk in the Sub-fund and to preserve capital. It is expected that the impending 'tapering' of the US Government's programme of bond purchases will have a limited negative impact on the performance of US listed stocks, exposure to the US may be reduced if Quantitative Easing Taper becomes a reality.

**Trevor Chanter, Chartered Fellow of the Chartered Securities Institute**  
**WAY Fund Managers Limited**  
**Investment Adviser to the Sub-fund**

**9 October 2013**

# WAY Freestyle Growth Portfolio Fund

## PERFORMANCE RECORD

### Price and Income History

Calendar Year	Share Class	Highest Price p	Lowest Price p	Distribution per share p
2010*	Institutional Accumulation	108.62	99.91	-
	Retail Accumulation	108.51	99.91	-
	Retail Income	108.51	99.91	-
2011	A Income	111.54	91.78	-
	Institutional Accumulation	111.80	91.98	-
	Retail Accumulation	111.54	91.54	-
	Retail Income	111.54	91.54	-
2012	A Income	100.29	90.99	-
	Institutional Accumulation	101.29	92.44	0.3705
	Retail Accumulation	100.61	91.64	0.0107
	Retail Income	100.61	91.64	-
2013**	A Income	124.83	94.92	-
	E Retail Accumulation	132.58	106.15	0.5632
	E Retail Income	132.47	106.15	0.2338
	Institutional Accumulation	128.17	96.85	0.5144
	Retail Accumulation	117.72	95.80	0.0329
	Retail Income	126.41	95.61	-
	T Retail Income	132.54	107.02	0.5035

\*from launch 30 July 2010 to 31 December 2010

\*\*to 30 September 2013

### Net Asset Value

Accounting Date	Share Class	Net Asset Value £	Shares in issue	Net Asset Value per share p
31 March 2011	Institutional Accumulation	2,406,083	2,175,000	110.62
	Retail Accumulation	25,836	23,407	110.38
	Retail Income	36,376	32,955	110.38
31 March 2012	A Income	152,139	155,975	97.54
	Institutional Accumulation	2,631,912	2,669,408	98.60
	Retail Accumulation	293,644	299,978	97.89
	Retail Income	9,828	10,040	97.89
31 March 2013	A Income	176,677	168,985	104.55
	E Retail Accumulation	110	100	110.39
	E Retail Income	10,058	9,096	110.57
	Institutional Accumulation	2,964,500	2,772,109	106.94
	Retail Accumulation	406,090	384,382	105.65
	Retail Income	106	100	105.54
	T Retail Income	110	100	110.39
30 September 2013	A Income	206,763	165,531	124.91
	E Retail Accumulation	133	100	132.66
	E Retail Income	12,058	9,096	132.56
	Institutional Accumulation	3,813,037	2,973,162	128.25
	Retail Accumulation	25,592	22,376	114.38
	Retail Income	126	100	126.49
	T Retail Income	6,121	4,616	132.63

## WAY Freestyle Growth Portfolio Fund

### PERFORMANCE RECORD (continued)

#### Other Relevant Prices

Date	Share Class	Price per share p
Launch Date		
30 July 2010	Retail Accumulation	100.00
	Retail Income	100.00
	Institutional Accumulation	100.00
15 April 2011	A Income	100.00
10 January 2013	E Retail Accumulation	100.00
	E Retail Income	100.00
14 January 2013	T Retail Income	100.00
Accounting Date		
30 September 2013	A Income	124.83
	E Retail Accumulation	132.58
	E Retail Income	132.47
	Institutional Accumulation	128.17
	Retail Accumulation	114.78
	Retail Income	126.41
	T Retail Income	132.54
Latest Date		
14 November 2013	A Income	120.55
	E Retail Accumulation	128.12
	E Retail Income	128.02
	Institutional Accumulation	123.89
	Retail Accumulation	113.49
	Retail Income	122.21
	T Retail Income	127.31

#### Total Expense Ratio ('TER')

This is a measure of the cost associated with managing the Sub-fund. Apart from the initial charge, all other expenses are included in the TER. The TER is an internationally accepted standard for comparison of costs for authorised Sub-funds.

The TERs of each share class in issue were:

	30/09/2013		31/03/2013**
	Other costs	Performance fee*	
A Income	1.70%	1.21%	1.61%
E Retail Accumulation	0.70%	0.25%	0.61%
E Retail Income	0.70%	0.23%	0.61%
Institutional Accumulation	0.70%	1.40%	0.61%
Retail Accumulation	1.20%	0.28%	1.11%
Retail Income	1.20%	1.35%	1.11%
T Retail Income	1.00%	0.64%	0.91%

\*Performance fee is applied to the Sub-fund under certain conditions. Please see Prospectus for more details.

\*\*No performance fee was applied in the year

# WAY Freestyle Growth Portfolio Fund

## PORTFOLIO STATEMENT

(unaudited) as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>Canada: 1.63% (1.99%)</b>		
	<b>Closed-Ended Funds: 1.63% (1.99%)</b>		
6,750	Canadian General Investments	<u>66,319</u>	<u>1.63</u>
	<b>China: 3.30% (7.19%)</b>		
	<b>Closed-Ended Funds: 3.30% (7.19%)</b>		
127,525	Pacific Alliance China Land	<u>134,006</u>	<u>3.30</u>
	<b>Continental Europe: 5.36% (11.33%)</b>		
	<b>Closed-Ended Funds: 2.26% (0.00%)</b>		
138,705	Prosperity Voskhod	<u>91,875</u>	<u>2.26</u>
	<b>Equities: 3.10% (11.33%)</b>		
1,205	Novo-Nordisk A/S	<u>125,858</u>	<u>3.10</u>
	<b>Total Continental Europe</b>	<u>217,733</u>	<u>5.36</u>
	<b>United Kingdom: 16.77% (29.43%)</b>		
	<b>Equities: 14.73% (24.82%)</b>		
15,325	CSR	77,966	1.92
475,500	Deltex Medical Group	83,212	2.05
200,000	Inland Homes	81,500	2.01
60,000	Macau Property Opportunities	119,100	2.93
120,600	Telit Communications	130,851	3.22
4,325	Unilever	105,552	2.60
		<u>598,181</u>	<u>14.73</u>
	<b>Investment Companies: 2.04% (4.61%)</b>		
7,820	Pantheon International	<u>83,205</u>	<u>2.04</u>
	<b>Total United Kingdom</b>	<u>681,386</u>	<u>16.77</u>



# WAY Freestyle Growth Portfolio Fund

## PORTFOLIO STATEMENT (continued)

(unaudited) as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>United States of America: 62.70% (46.85%)</b>		
	<b>Equities: 59.89% (46.85%)</b>		
732,792	Aastrom Biosciences	127,969	3.15
666,000	Aastrom Biosciences Warrants	-	-
215,000	Africa Opportunity Fund	154,389	3.80
12,000	Alcobra	139,656	3.44
20,200	Ampio Pharmaceuticals	97,161	2.39
257,899	ARC Capital Holdings	78,628	1.93
20,000	Cancer Genetics	259,688	6.39
115,000	Champions Oncology	124,582	3.07
69,000	Echo Therapeutics	121,307	2.99
12,500	Evoke Pharma	92,972	2.29
210	Google	113,885	2.80
6,500	GW Pharmaceuticals	71,824	1.77
18,100	Heat Biologics	146,781	3.61
35,000	Lpath Inc	128,482	3.16
29,800	MannKind	107,825	2.65
2,450	Medivation	90,362	2.22
20,000	NeoStem	108,827	2.68
5,500	Oracle Corp	114,961	2.83
39,300	Professional Diversity Network	117,019	2.88
10,000	Selway Capital	38,969	0.96
3,000	Stemline Therapeutics	79,996	1.97
41,259	Synergy Pharmaceuticals	118,383	2.91
		<b>2,433,666</b>	<b>59.89</b>
	<b>Investment Companies: 2.81% (0.00%)</b>		
141,390	Pacific Alliance Asia Opportunity	114,222	2.81
	<b>Total United States of America</b>	<b>2,547,888</b>	<b>62.70</b>
	<b>Market Value of Investments: 89.76% (96.79%)</b>	<b>3,647,332</b>	<b>89.76</b>
	Net other assets: 10.24% (3.21%)	416,498	10.24
	<b>Total Net Assets</b>	<b>4,063,830</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31 March 2013

## **WAY Green Portfolio Fund**

### **REPORT OF THE INVESTMENT ADVISER**

(unaudited) for the period from 1 April 2013 to 30 September 2013

#### **Investment Objective and Policy**

The objective of the Sub-fund is to produce capital growth with the potential for income.

The Sub-fund will aim to achieve its investment objective through thematic investment in a portfolio of Collective Investment Schemes, transferable securities (including Investment Trusts), warrants, cash or near cash, deposits and money market instruments.

The focus of the thematic approach is to select investments based on their 'green'<sup>1</sup> credentials such as investments that in turn focus on social and environmental considerations.

Subject to the requirements of the Regulations, the portfolio will normally remain fully invested. There will, however, be no restrictions on the underlying content of the investments held, in terms of investment type, geographical or economic sector, other than those imposed by the Regulations, meaning that the Investment Adviser has the absolute discretion to weight the portfolio towards any investment type or sector at any time. The Sub-fund may also invest in unregulated Collective Investment Schemes (where investment in such funds is consistent with the investment objective and policy of the Sub-fund).

The use of derivatives and/or hedging transactions are permitted in connection with the efficient portfolio management of the Sub-fund, and borrowing will be permitted in accordance the Regulations.

On giving 60 days' notice to Shareholders, the Sub-fund may, in addition to its other investment powers, use derivatives and forward transactions for investment purposes. It is not intended that the use of derivatives in this way will change the risk profile of the Sub-fund.

#### **Investment Review**

Global equity markets finished broadly flat over the past six months, with the MSCI World Index up just +0.87% following a volatile June, which saw markets fall almost 10% on fears of an early tapering of Quantitative Easing in the US. Meanwhile the bond market lost ground as investors speculated that there could be a rise in interest rates as early as next year, leading to a sharp fall in prices across the government and corporate bond sectors. In contrast the Global Clean Energy and Solar Indices enjoyed a strong bounce from their depressed levels of the past few years with the S&P Clean Energy Index now having gained 51% over the past 12 months.

Following the sustained rally in global equity markets over the previous six month period, April saw markets slow, as a softening of global economic data took some of the momentum out of the rally. Gold suffered its largest fall in 30 years as investors became increasingly concerned that the sale of Cyprus' gold reserves would set a precedent across a troubled Europe, leading to widespread losses across the gold and basic resources sector. As we entered May, equity markets resumed their rollercoaster ride for investors, with encouraging data from China and Germany, along with a cut in European interest rates, combining to propel markets higher. However, comments from Federal Reserve Chairman, Ben Bernanke, to the US congress that a 'tapering' of Federal Reserve asset purchases might only be a few months away, soon provided the trigger to a further wave of profit taking. Following the sell-off we added to our holdings in the JP MP RobecoSAM Smart Materials and both the iShares Global Water and iShares Global Timber & Forestry ETF's.

July saw markets recover their losses from the previous quarter as further comments from Ben Bernanke that the central bank would remain 'highly accommodative', helped drive equities higher once again. Following the previous two months volatility, the world's other leading central bankers also moved to soothe financial markets over fears of a tightening of monetary conditions. Both Mario Draghi, President of the European Central Bank (ECB), and Mark Carney, the new Governor of the Bank of England (BOE), issued statements saying that market expectations over shorter-term interest rate increases were not warranted. The bounce was fairly short-lived, however, as the potential for military action in Syria created uncertainty.

*[1] Green investments include but are not limited to, assets in which the underlying businesses or investment strategies are, in whole or in part, aimed at improving the environment in ecological and/or social terms. Research and development in 'Green' areas will continue to develop over time bringing with it ever increasing breadth and diversity in this area of investment.*

**REPORT OF THE INVESTMENT ADVISER (continued)**

**Investment Review (continued)**

As the six month period drew to a close Global equity markets began to rally on the back of improving US ISM Non-Farm Payroll Data and hopes towards a resolution over the Syrian Crisis. A further boost to equities was given by Ben Bernanke; who surprised the majority of investors by deciding not to reduce the level of Quantitative Easing at the September 18 Federal Open Market Committee meeting. The decision not to taper was driven predominantly by US employment and housing data and initially it led to a sharp rally across all asset classes. In addition, tentative signs of a recovery appeared in Europe, as Spanish exports outweighed imports and German voters chose stability, with Angela Merkel coming close to taking a majority in the German Parliament.

**Outlook**

The lukewarm market reaction to the end of the US government shutdown and the suspension of the debt ceiling can largely be explained by the fact that the chances of default were already assumed to be very low. The short-term nature of the deal has left some investors worried that the whole crisis will simply be repeated in a few months' time. We think that assessment will prove to be too pessimistic, with the confrontational approach by some Republicans having backfired in terms of negative public perception.

What it does mean is that the direction of the market over the next few months will largely be dependent on evidence of real growth in the UK and US. We will also be paying close attention to Mario Draghi's views on monetary stimulus in Europe and further moves by China to re-orientate their economy more towards consumption. With Emerging Market and Asian equities having lagged developed markets year-to-date, further stimulus or signs of improvement in the Chinese economy could lead to a sharp rally in these sectors.

With this in mind, we have been looking at increasing our exposure to the clean energy sector and, in particular, the Far East and emerging markets. Despite a strong rally over the past year, valuations still look cheap and an improving global economy should act as further boost for the small and mid cap equities within this space.

**Vestra Wealth LLP**

**Investment Adviser to the Sub-fund**

**24 October 2013**

**WAY Green Portfolio Fund**

**PERFORMANCE RECORD**

**Price and Income History**

<b>Calendar Year</b>	<b>Share Class</b>	<b>Highest Price p</b>	<b>Lowest Price p</b>	<b>Distribution*** per share p</b>
2010*	Elite Retail Accumulation	103.83	100.00	-
	Elite Institutional Accumulation	103.86	100.00	-
2011	Elite Institutional Accumulation	104.13	84.15	-
	Elite Retail Accumulation	103.58	83.43	-
	Elite Retail Income	103.58	83.43	-
	WAY Retail Accumulation	103.58	83.43	-
	WAY Retail Income	104.35	84.05	-
				-
2012	Elite Institutional Accumulation	91.67	86.22	-
	Elite Retail Accumulation	90.75	85.44	-
	Elite Retail Income	90.75	85.44	-
	WAY Retail Accumulation	90.75	85.44	-
	WAY Retail Income	91.43	86.08	-
				-
2013**	E Elite Retail Income	100.00	99.47	-
	E WAY Retail Accumulation	117.80	103.32	-
	E WAY Retail Income	117.80	103.32	-
	Elite Institutional Accumulation	103.75	88.18	-
	Elite Retail Accumulation	102.00	86.95	-
	Elite Retail Income	102.00	86.95	-
	T WAY Retail Income	117.57	103.67	-
	WAY Retail Accumulation	102.00	86.95	-
	WAY Retail Income	102.76	87.60	-

\*from launch 1 February 2010 to 31 December 2010

\*\*to 30 September 2013

\*\*\*this sub-fund has paid no distributions since launch

**WAY Green Portfolio Fund**
**PERFORMANCE RECORD (continued)**
**Net Asset Value**

<b>Accounting Date</b>	<b>Share Class</b>	<b>Net Asset Value £</b>	<b>Shares in issue</b>	<b>Net Asset Value per share p</b>
31 March 2011	Elite Institutional Accumulation	3,084,410	2,984,189	103.36
	Elite Retail Accumulation	1,219,256	1,185,854	102.82
	Elite Retail Income	4,949	4,813	102.82
	WAY Retail Accumulation	67,467	65,618	102.82
	WAY Retail Income	309,308	298,604	103.58
31 March 2012	Elite Institutional Accumulation	2,825,114	3,123,801	90.44
	Elite Retail Accumulation	1,282,849	1,433,096	89.52
	Elite Retail Income	4,309	4,813	89.53
	WAY Retail Accumulation	24,234	27,072	89.52
	WAY Retail Income	264,182	292,937	90.18
31 March 2013	E WAY Retail Accumulation	113	100	113.05
	E WAY Retail Income	113	100	113.05
	Elite Institutional Accumulation	2,750,555	2,757,640	99.74
	Elite Retail Accumulation	1,417,201	1,442,641	98.24
	Elite Retail Income	4,729	4,813	98.24
	T WAY Retail Income	113	100	113.05
	WAY Retail Accumulation	50,493	51,400	98.23
	WAY Retail Income	295,828	298,907	98.97
30 September 2013	E Elite Retail Income	23,874	24,000	99.47
	E WAY Retail Accumulation	116	100	115.99
	E WAY Retail Income	116	100	115.99
	Elite Institutional Accumulation	2,754,660	2,698,900	102.07
	Elite Retail Accumulation	1,454,378	1,450,481	100.27
	Elite Retail Income	4,826	4,813	100.27
	T WAY Retail Income	9,996	8,647	115.61
	WAY Retail Accumulation	51,537	51,400	100.27
	WAY Retail Income	301,947	298,907	101.02

**WAY Green Portfolio Fund**

**PERFORMANCE RECORD (continued)**

**Other Relevant Prices**

<b>Date</b>	<b>Share Class</b>	<b>Price per share p</b>
Launch Date		
1 February 2010	Elite Institutional Accumulation	100.00
	Elite Retail Accumulation	100.00
	Elite Retail Income	100.00
	WAY Retail Accumulation	100.00
	WAY Retail Income	100.00
23 September 2013	E Elite Retail Income	100.00
10 January 2013	E WAY Retail Accumulation	100.00
	E WAY Retail Income	100.00
14 January 2013	T WAY Retail Income	100.00
Accounting Date		
30 September 2013	E Elite Retail Income	99.47
	E WAY Retail Accumulation	115.99
	E WAY Retail Income	115.99
	Elite Institutional Accumulation	102.07
	Elite Retail Accumulation	100.27
	Elite Retail Income	100.27
	T WAY Retail Income	115.61
	WAY Retail Accumulation	100.27
	WAY Retail Income	101.02
Latest Date		
14 November 2013	E Elite Retail Income	101.29
	E WAY Retail Accumulation	118.19
	E WAY Retail Income	118.19
	Elite Institutional Accumulation	103.93
	Elite Retail Accumulation	102.04
	Elite Retail Income	102.04
	T WAY Retail Income	117.68
	WAY Retail Accumulation	102.04
	WAY Retail Income	102.80

## WAY Green Portfolio Fund

### PERFORMANCE RECORD (continued)

#### Total Expense Ratio ('TER')

This is a measure of the cost associated with managing the Sub-fund. Apart from the initial charge, all other expenses are included in the TER. The TER is an internationally accepted standard for comparison of costs for authorised Sub-funds.

Where the Sub-fund invests its assets in other Collective Investment Schemes ('CIS'), the TERs attributable to the underlying CIS are taken into account:

a) The TER (or equivalent) of each underlying CIS are pro-rated in line with the proportion of the Sub-fund it represents.

b) All the pro-rated figures are added to the TER of the Sub-fund, giving a 'synthetic' TER total.

The TERs of each share class in issue were:

	30/09/2013	31/03/2013
E Elite Retail Income	2.55%	n/a
E WAY Retail Accumulation	2.55%	2.47%
E WAY Retail Income	2.55%	2.47%
Elite Institutional Accumulation	2.55%	2.47%
Elite Retail Accumulation	3.05%	2.97%
Elite Retail Income	3.05%	2.97%
T WAY Retail Income	2.85%	2.77%
WAY Retail Accumulation	3.05%	2.97%
WAY Retail Income	3.05%	2.97%

## WAY Green Portfolio Fund

### PORTFOLIO STATEMENT

(unaudited) as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>Asia: 6.85% (7.54%)</b>		
279,754	Impax Asian Environmental Markets	229,398	4.98
8,850	Nikko AM World Bank Green	86,027	1.87
		<b>315,425</b>	<b>6.85</b>
	<b>Brazil: 4.63% (4.71%)</b>		
320,000	Ignition Brazil Fund #3	<b>212,992</b>	<b>4.63</b>
	<b>Global: 36.36% (34.36%)</b>		
9,797	iShares Global Water ETF*	183,008	3.98
18,215	iShares Global Timber and Forestry ETF*	212,751	4.62
1,099	Julius Baer Multipartner	135,442	2.94
4,718	Pictet - Clean Energy	226,990	4.93
2,644	Pictet - Water	407,006	8.85
1,679	SAM Sustainable Water	274,319	5.96
2,174	Sarasin Sustainable Water	233,753	5.08
		<b>1,673,269</b>	<b>36.36</b>
	<b>United Kingdom: 48.73% (47.05%)</b>		
380,167	FP WHEB Sustainability	464,564	10.10
240,090	Henderson Global Care Growth	423,518	9.20
173,428	Impax Environmental Markets	243,233	5.29
190,871	Jupiter Ecology	537,989	11.69
3,613	Pictet Timber	313,240	6.81
2,005	Quadris Environmental Forestry	259,639	5.64
		<b>2,242,183</b>	<b>48.73</b>
	<b>United States of America: 2.10% (0.00%)</b>		
934	JB MP RobecoSAM Smart Materials	<b>96,607</b>	<b>2.10</b>
	<b>Market Value of Investments: 98.67% (93.66%)</b>	<b>4,540,476</b>	<b>98.67</b>
	Net other assets: 1.33% (6.34%)	60,974	1.33
	<b>Total Net Assets</b>	<b>4,601,450</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31 March 2013

All investments are Collective Investment Schemes unless otherwise stated

\*Exchange Traded Funds



## **WAY MA Cautious Portfolio Fund**

### **REPORT OF THE INVESTMENT ADVISER**

(unaudited) for the period from 1 April 2013 to 30 September 2013

#### **Investment Objective and Policy**

The objective of the Sub-fund is to seek capital growth, achieved through investment in a portfolio of Collective Investment Schemes, investment trusts, other transferable securities including listed securities, cash or near cash, deposits and money market instruments.

Subject to the requirements of the Regulations, the portfolio will normally remain fully invested. There will, however, be no restrictions on the underlying content of the investments held, in terms of investment type, geographical or economic sector, other than those imposed by the Regulations, meaning that the investment adviser has the absolute discretion to weight the portfolio towards any investment type or sector, including cash, at any time. The Sub-fund may also invest in unregulated collective investment schemes (where investment in such funds is consistent with the investment objective and policy of the Sub-fund).

The portfolio will be actively managed. The use of derivatives and/or hedging transactions will be permitted in connection with the efficient portfolio management of the Sub-fund. Borrowing will be permitted in accordance with the Regulations.

On giving 60 days notice to Shareholders, the Sub-fund may, in addition to its other investment powers, use derivatives and forward transactions for investment purposes. It is not intended that the use of derivatives in this way will change the risk profile of the Sub-fund.

Subject to the above, the Sub-fund may invest in any asset class and adopt any investment technique or strategy permitted under the rules in COLL as such rules are applied to Non-UCITS Retail Schemes.

#### **Investment Review**

The rise of stock markets since the beginning of the year was rudely interrupted on 22 May when US Federal Reserve Chairman; Ben Bernanke disclosed that Quantitative Easing (QE) – whilst appropriate then – might be tapered at one of the following two Federal Open Market Committee meetings if warranted by economic data. Financial markets reacted badly with almost every asset class falling; leaving investors with very few hiding places save for hard cash. Since then, investors have been trying to answer two questions: when will the Fed start tapering and what will the impact of this be on the fragile global economy?

The answers to both questions remain as vague as ever today; although recently the Fed clarified that QE tapering will not commence yet, but gave no hint as to when it would. Whilst investors pondered, financial markets experienced a rollercoaster ride. The biggest impact was felt in emerging markets as US Treasury 10 year bond yields rose and US assets were repatriated from overseas. Whilst Chinese economic growth continued to cheer the market, elsewhere emerging market economies were disappointing as inflation rose and economic growth faltered. At the beginning of the year, it was felt that these economies would continue to drive global economic growth; not so, with the developed economies of the US, Europe and Japan showing a steady flow of improving manufacturing and consumer survey data.

July was a strong month as equity markets recovered from Bernanke's reminder that QE is not forever. This followed a couple of months which saw the beginnings of the much talked about rotation from bonds into equities: a period in which US Treasury 10 year bond yields rose to 3%, resulting in some heavy capital declines for bond holders. Government and long dated issues saw the majority of the declines; those invested in shorter duration bonds fared better on a relative basis. High yield also proved to be fairly resilient, particularly in Europe where the interest rate tightening cycle is likely to be further out than that of the US and UK. The yields of UK Gilts mirrored the US despite the introduction of 'Forward Guidance' in August by new Governor of the Bank of England, Mark Carney. This was perhaps more a reflection of the new found belief in the recovery of the UK economy rather than any mistrust of the governor's words.

European equities have been the outstanding performers of the major indices of late, supported by improving surveys and valuations remaining at a discount to much of the developed world. However, the valuations still reflect some of the challenges in the region with Spain remaining a concern. Europe is a long way from resolving its economic problems, although the European Central Bank has managed to place a backstop behind the banking system for now. Added optimism came when Angela Merkel was re-elected in September, removing any uncertainty associated with a potential change in administration.

## **WAY MA Cautious Portfolio Fund**

### **REPORT OF THE INVESTMENT ADVISER (continued)**

#### **Investment Review (continued)**

Tensions in Syria rose as evidence of chemical attacks on the civilian population increased the threat of international military action. The intervention of the Russian government removed this threat after they brokered a deal that Syria would destroy its chemical weapons. Unrest in Egypt didn't help sentiment but investors soon focused on the tapering

Investors had to wait until Wednesday 19 September 2013 for a partial answer to the QE question. It was widely expected that the start of the Fed's tapering would be announced, but it did not happen. A mixture of weak activity as well as the forthcoming debate on the US debt ceiling prompted a 'no change' decision.

#### **Portfolio Activity**

In April, following the continued strong performance from GLG Japan CoreAlpha (sterling hedged), we took further profits. The Sub-fund has a high exposure to large exporting companies that have benefitted from the weakening Yen. Whilst our conviction continues to strengthen towards Japan, we recognise that there will be hurdles along the way such as the government's willingness to introduce potentially unpopular structural change to labour markets and therefore we believe it is prudent to periodically take profits. The proceeds were partially recycled into Airlie Select US High Yield Fund which focuses on small to mid cap issues and diversifies our fixed interest exposure.

In May, we diversified our Japanese weighting away from larger companies towards market leaders in industries undergoing structural change. This was achieved by purchasing Tiburon Taiko Fund and reducing GLG Japan CoreAlpha. We also switched First State Asia Pacific Leaders into our preferred holding of Schroder ISF Asian Total Return.

In July, we increased our UK equity weighting via a passive ETF, iShares FTSE 100 Index, after the weakness that followed Bernanke's early tapering warning. The market has latterly been dominated by investor noise and rumour rather than hard facts and signals. As such we have opted to sit on our hands with a fairly high cash position during the latter part of the summer towards the end of the accounting period.

#### **Outlook**

Five years on from the Global Financial Crisis, the outlook remains one of a gentle US-led global economic recovery as other nations turn positive. However in a world where de-leveraging of the financial system continues, we do not believe that we are returning to a normal type of recovery any time soon. The key difference between now and the depths of the crisis is that equity market valuations can no longer be described as cheap. Fed watching has always been a popular pastime among investors and even more so today. We are still no closer to answers as to when QE tapering will commence and what the impact on the economy will be. The Sub-fund is prudently positioned, wary of being buffeted around by future market noise and rumour.

**North Investment Partners Limited**  
**Investment Adviser to the Sub-fund**

**31 October 2013**

# WAY MA Cautious Portfolio Fund

## PERFORMANCE RECORD

### Price and Income History

Calendar Year	Share Class	Highest Price p	Lowest Price p	Distribution*** per share p
2008*	B Retail Accumulation	101.81	87.65	-
	B Retail Income	101.81	87.65	-
2009	B Retail Accumulation	107.51	85.93	-
	B Retail Income	107.51	85.93	-
2010	B Retail Accumulation	117.67	104.45	-
	B Retail Income	117.56	104.45	-
2011	B Retail Accumulation	119.72	107.70	-
	B Retail Income	119.60	107.59	-
2012	B Retail Accumulation	118.54	111.15	-
	B Retail Income	118.42	111.04	-
2013**	B Retail Accumulation	130.11	118.43	-
	B Retail Income	129.98	118.31	-
	E Retail Accumulation	110.25	102.06	-
	E Retail Income	110.25	102.24	-
	T Retail Income	109.66	102.22	-

\*from launch 23 June 2008 to 31 December 2008

\*\*to 30 September 2013

\*\*\*this Sub-fund has paid no distributions since launch

### Net Asset Value

Accounting Date	Share Class	Net Asset Value £	Shares in issue	Net Asset Value per share p
31 March 2011	B Retail Accumulation	1,120,874	952,035	117.73
	B Retail Income	8,255,373	7,011,855	117.73
31 March 2012	B Retail Accumulation	2,296,238	1,985,602	115.64
	B Retail Income	12,033,707	10,416,196	115.53
31 March 2013	B Retail Accumulation	2,358,624	1,871,500	126.03
	B Retail Income	15,748,941	12,508,794	125.90
	E Retail Accumulation	107	100	106.63
	E Retail Income	107	100	106.63
	T Retail Income	548,487	516,499	106.19
30 September 2013	B Retail Accumulation	2,211,443	1,741,793	126.96
	B Retail Income	14,776,517	11,649,993	126.84
	E Retail Accumulation	108	100	107.96
	E Retail Income	108	100	107.97
	T Retail Income	2,834,784	2,647,241	107.08

## WAY MA Cautious Portfolio Fund

### PERFORMANCE RECORD (continued)

#### Other Relevant Prices

Date	Share Class	Price per share p
Launch Date 23 June 2008	B Retail Accumulation	100.00
	B Retail Income	100.00
	E Retail Accumulation	100.00
	E Retail Income	100.00
	T Retail Income	100.00
Accounting Date 30 September 2013	B Retail Accumulation	126.96
	B Retail Income	126.84
	E Retail Accumulation	107.96
	E Retail Income	107.97
	T Retail Income	107.08
Latest Date 14 November 2013	B Retail Accumulation	128.32
	B Retail Income	128.19
	E Retail Accumulation	109.25
	E Retail Income	109.26
	T Retail Income	108.26

#### Total Expense Ratio ('TER')

This is a measure of the cost associated with managing the Sub-fund. Apart from the initial charge, all other expenses are included in the TER. The TER is an internationally accepted standard for comparison of costs for authorised Sub-funds.

Where the Sub-fund invests its assets in other Collective Investment Schemes ('CIS'), the TERs attributable to the underlying CIS are taken into account:

- The TER (or equivalent) of each underlying CIS are pro-rated in line with the proportion of the Sub-fund it represents.
- All the pro-rated figures are added to the TER of the Sub-fund, giving a 'synthetic' TER total.

The TERs of each share class in issue were:

	30/09/2013	31/03/2013
B Retail Accumulation	2.51%	2.39%
B Retail Income	2.51%	2.39%
E Retail Accumulation	2.01%	1.89%
E Retail Income	2.01%	1.89%
T Retail Income	2.31%	2.19%

# WAY MA Cautious Portfolio Fund

## PORTFOLIO STATEMENT

as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>Asia: 2.60% (2.93%)</b>		
	<b>Collective Investment Schemes: 2.60% (2.93%)</b>		
2,400	Schroder ISF Asian Total Return	<b>514,632</b>	<b>2.60</b>
	<b>Emerging Markets: 1.34% (1.59%)</b>		
	<b>Collective Investment Schemes: 1.34% (1.59%)</b>		
46,000	Aberdeen Emerging Markets	<b>264,771</b>	<b>1.34</b>
	<b>Europe: 14.78% (16.84%)</b>		
	<b>Collective Investment Schemes: 14.20% (16.24%)</b>		
287,000	BlackRock European Dynamic	976,231	4.92
7,150	Melchior Select - European Absolute Return	763,048	3.85
9,306	Pictet Total Return	869,398	4.39
394,656	Premier - Pan European Property Share	205,734	1.04
		<b>2,814,411</b>	<b>14.20</b>
	<b>Equities: 0.58% (0.60%)</b>		
75,000	Better Capital PCC	<b>115,125</b>	<b>0.58</b>
	<b>Total Europe</b>	<b>2,929,536</b>	<b>14.78</b>
	<b>Global: 0.11% (0.19%)</b>		
	<b>Closed-Ended Fund: 0.11% (0.19%)</b>		
11,700	International Oil & Gas Technology	<b>22,453</b>	<b>0.11</b>
	<b>Japan: 5.23% (5.71%)</b>		
	<b>Collective Investment Schemes: 4.09% (5.71%)</b>		
6,200	GLG Japan CoreAlpha Equity	<b>809,658</b>	<b>4.09</b>
	<b>Equities: 1.14% (0.00%)</b>		
150	Tiburón Taiko	<b>226,677</b>	<b>1.14</b>
	<b>Total Japan</b>	<b>1,036,335</b>	<b>5.23</b>
	<b>United Kingdom: 51.98% (51.06%)</b>		
	<b>Collective Investment Schemes: 38.25% (31.23%)</b>		
530,000	Absolute Insight Credit B1p	1,026,875	5.18
460,000	Absolute Insight Credit B2p2	550,666	2.78
38,228	AXA Framlington UK Select Opportunities	600,390	3.03
725,000	BNY Mellon Absolute Return Equity	816,060	4.12
239,000	Cazenove UK Opportunities	990,679	5.00
931,000	CF Eclectica Abs Equity	930,348	4.69
356,000	CF Lindsell Train	662,409	3.34
813,052	Goldman Sachs Sterling Liquid Reserves	813,052	4.10
383	Insight GBP Liquidity	383	-
391,500	Investec Enhanced Natural Resources	434,722	2.19
753,000	Jupiter Growth & Income	757,669	3.82
		<b>7,583,253</b>	<b>38.25</b>

# WAY MA Cautious Portfolio Fund

## PORTFOLIO STATEMENT (continued)

as at 30 September 2013

Holding	Portfolio of Investments	Market Value £	Percentage of total net assets %
	<b>Exchange Traded Funds: 6.30% (3.60%)</b>		
194,000	iShares FTSE 100	<u>1,249,554</u>	<u>6.30</u>
	<b>Investment Companies: 7.42% (16.23%)</b>		
98,341	Bluecrest AllBlue	169,491	0.86
3,508	FRM Credit Alpha	1,999	0.01
63,000	HgCapital Trust	723,240	3.65
650,000	JP Morgan Private Equity	<u>575,250</u>	<u>2.90</u>
		<u>1,469,980</u>	<u>7.42</u>
	<b>Total United Kingdom</b>	<u>10,302,787</u>	<u>51.97</u>
	<b>United States of America: 17.60% (8.03%)</b>		
	<b>Collective Investment Schemes: 11.02% (5.62%)</b>		
173,000	AXA Framlington American Growth	542,019	2.73
1,750,000	Goldman Sachs Funds US Liquid Reserve	1,083,323	5.47
286,000	Threadneedle American Extended Alpha	<u>558,444</u>	<u>2.82</u>
		<u>2,183,786</u>	<u>11.02</u>
	<b>Debt Securities: 4.82% (0.00%)</b>		
9,300	Airlie Select US High Yield Fund Founder C4	<u>954,831</u>	<u>4.82</u>
	<b>Exchange Traded Funds: 1.76% (2.41%)</b>		
4,400	Lyxor Gold Bullion Securities	<u>350,278</u>	<u>1.76</u>
	<b>Total United States of America</b>	<u>3,488,895</u>	<u>17.60</u>
	<b>Market Value of Investments: 93.63% (86.35%)</b>	<u>18,559,410</u>	<u>93.62</u>
	Net other assets: 6.37% (13.65%)	1,263,550	6.37
	<b>Total Net Assets</b>	<u>19,822,960</u>	<u>100.00</u>

Note: Comparative figures shown in brackets relate to 31 March 2013

## **WAY MA Portfolio**

### **GENERAL INFORMATION**

#### **The Company**

WAY MA Portfolio (the 'Company') is an Open-Ended Investment Company with Variable Capital ('ICVC') incorporated in England and Wales with the number IC000660 with effect from 29 May 2008, under the OEIC Regulations. It is a Non-UCITS Retail Scheme which complies with the Collective Investment Schemes Sourcebook ('COLL') issued by the Financial Conduct Authority ('FCA') and structured as an umbrella company.

Shareholders are not liable for the debts of the Company.

#### **The Authorised Corporate Director ('ACD')**

The ACD is the sole Director of WAY MA Portfolio. The ACD is WAY Fund Managers Limited, Cedar House, 3 Cedar Park, Cobham Road, Wimborne, Dorset, BH21 7SB.

WAY Fund Managers Limited is authorised and regulated by the Financial Conduct Authority and is a member of the IMA (Investment Management Association).

#### **The Depositary**

The Depositary acts as the Custodian for all assets relating to the WAY MA Portfolio. The Depositary is State Street Trustees Limited, 20 Churchill Place, Canary Wharf, London, E14 5HJ. The Depositary is authorised and regulated by the Financial Conduct Authority.

#### **The Investment Adviser**

Details of the investment advisers of each Sub-fund can be found on page 34.

#### **Prospectus**

Copies of the Company's Prospectus are available free of charge from the ACD upon request.

#### **Pricing and Dealing**

Mid prices are always quoted for shares in the Fund.

Dealing in all ICVCs operated by WAY Fund Managers Limited may be carried out between 09:00 and 17:00 hours on any business day. Investors and advisers may normally buy and sell shares over the telephone. Prices are quoted on a 'forward' basis. This means that all deals are based on a price that is calculated at the next valuation point (which is 12:00 hours on each business day) following receipt of instructions. Instructions received before 12:00 hours will be priced at 12:00 hours that day, whilst those deals taken later in the day will receive the next dealing price which is fixed at 12:00 hours on the following business day.

In respect of large deals, which for the purpose is defined as a single purchase or redemption of shares equivalent to more than 2% of the Net Asset value of the Fund, the ACD may charge a dilution levy on the price of shares. In respect of a purchase, this is added to the cost and, in respect of a redemption, this is deducted from the proceeds. The amount is not retained by the ACD but is paid into the Fund.

The minimum value of shares which may be the subject of any one initial transaction or purchase of shares is £1,000 and the minimum of each subsequent investment is £1,000 in respect of Class B, E, F, and T shares, Class WAY Retail Shares and Class Elite Retail and Institutional shares and £50,000 (initial and subsequent) for Class A shares, Class WAY Institutional Shares, (or the equivalent value in the currency applicable to the relevant share class). There are no maximum investment levels.

A contract note in respect of any purchase will be issued immediately and full settlement, in cleared funds, is due within four business days of the purchase date (for the WAY Inheritor Plan, full settlement is required before shares can be purchased). Share certificates will not be issued. Instructions to sell your shares may be required to be given in writing to WAY Fund Managers Limited, Cedar House, 3 Cedar Park, Cobham Road, Wimborne, Dorset BH21 7SB. A contract note confirming the instruction to sell will be issued immediately. Following receipt of a correctly completed Form of Renunciation, a cheque in settlement will be sent direct to you or your Bank/Building Society within four business days.

## WAY MA Portfolio

### GENERAL INFORMATION (continued)

#### Distribution Policy

Where net income is available, distribution rates will be calculated on the annual accounting date 31 March and distributed either as income or accumulation on 31 May.

#### Dilution Levy

The actual cost to the Sub-funds of purchasing or selling its investments may be higher or lower than the mid-market value used in calculating the share price, e.g. due to dealing charges or through dealing at prices other than the mid-market price. In normal circumstances these costs are charged to the Sub-funds. Under certain circumstances (e.g. large volumes of deals) this may have an adverse effect on the interests of Shareholders generally. In order to prevent this effect, called 'dilution', WAY Fund Managers has the power to charge a dilution levy on the sale and/or redemption of shares. The dilution levy will be applied at outset and will be paid into and will become part of the Sub-fund. The dilution levy for the Sub-fund will be calculated by reference to the costs of dealing in the underlying investments of the Sub-fund, including any dealing spreads, commission and transfer taxes.

#### Management Charges, Spreads and Yields

An initial charge, which is paid by the Sub-funds to the ACD, is calculated as a percentage of the price of a share (before application of any dilution levy or SDRT provision) and is added to the price of that share. The current initial charges are listed in the table below:

Share Class	Charge
A, B, WAY Retail, WAY Institutional, Elite Retail, Elite Institutional	5.25% (of Net Asset Value price)
E, F	2.00% (of Gross initial investment)
T	2.30% (of Gross initial investment)

Certain other expenses are met by the Company, the nature of which are detailed in the Company's Prospectus.

#### Reports

Reports, in their 'short-form', will be sent to all Shareholders on an annual and half-yearly basis. The 'long-form' accounts are available free of charge on request from the ACD.

#### Publication of Prices

The price of shares in Sub-funds are quoted daily on the web pages of Financial Express at [www.fundlistings.com](http://www.fundlistings.com).

#### Stamp Duty Reserve Tax

Stamp Duty Reserve Tax ('SDRT') is a 0.5% tax that may be payable by the ACD, for which the Depositary may become liable when Shareholders sell their shares in the Fund. This may have an affect on you as the Shareholder depending on how the ACD will be treating this particular charge. Subject to limits contained within the Company's Prospectus, any SDRT liability incurred will be charged to the relevant Sub-fund, which could mean that less of your money will be invested for potential capital and income growth.

#### Capital Gains Tax

As an ICVC, the Company is exempt from UK Capital Gains tax. An individual's first £10,900 of net gains on disposals in the 2013/2014 tax year are exempt from tax. Gains in excess of £10,900 for 2013/2014 are subject to a rate of tax dependant on an individual's total annual taxable income.

#### Important Information

It is important to remember that the price of shares, and the income from them, can fall as well as rise and is not guaranteed and that investors may not get back the amount originally invested. Past performance is not a guide to future performance. Changes in the rate of exchange of currencies, particularly where overseas securities are held, may also affect the value of your investment. The issue of shares may be subject to an initial charge and this is likely to have an impact on the realisable value of your investment, particularly in the short term. You should always regard ICVC investment as long term.



## WAY MA Portfolio

### RISK PROFILE

Investors should bear in mind that all investment carries risk and in particular should be aware of the following:

- a) Past performance is not a guide to the future. The value of shares and the income derived from them can go down as well as up and as a result the investor may not get back the amount originally invested. This can be as a result of market movements and also of variations in the exchange rates between currencies. The ACD's preliminary charge is deducted from an investment at the outset and various other charges accrue daily, therefore an equivalent rise in the value of the shares is required before the original investment can be recovered;
- b) The WAY Absolute Return Portfolio Fund and the WAY Freestyle Growth Portfolio Fund may enter into certain derivatives transactions, including, without limitation, forward transactions, futures and options. The value of these investments may fluctuate significantly. By holding these types of investments there is a risk of capital depreciation in relation to certain Sub-fund assets. There is also the potential for capital appreciation of such assets. On giving 60 days' notice to Shareholders, the WAY MA Cautious Portfolio Fund, the WAY Green Portfolio Fund and the WAY Charteris Gold and Precious Metals Fund may, in addition to its other investment powers, use derivatives and forward transactions for investment purposes. It is not intended that the use of derivatives in this way will change the risk profile of the Sub-fund;
- c) The levels of relief from taxation will depend upon individual circumstances. Please note current tax levels and reliefs may change and their value will depend on the investor's individual circumstances;
- d) The levels of income generated by the Sub-funds will fluctuate and are not guaranteed;
- e) Subject to COLL, the Sub-funds may invest in unregulated Collective Investment Schemes (including hedge funds). Investment in unregulated Collective Investment Schemes carries additional risks as these schemes may not be under the regulation of a competent regulatory authority, may use leverage techniques and may carry increased liquidity risk as units/shares in such schemes may not be readily realisable;
- f) All charges and expenses will be treated as a capital expense in accordance with the Regulations, which may have the effect of eroding capital or constraining capital growth;
- g) Sub-funds which invest in growth-orientated sectors such as new technologies benefit from investor optimism about the future of such sectors, and their value may fall if sentiment deteriorates. New technologies are also more susceptible to changes in law and regulation. Sub-funds which invest in specialised sectors of industry are more likely to experience volatility than more diversified Sub-funds;
- i) Where a Sub-fund invests in emerging markets, such investment may carry risks associated with failed or delayed settlement of market transactions and with the registration and custody of securities. There may also be a lack of liquidity and increased volatility in the underlying securities of companies domiciled in emerging markets;
- j) The Sub-funds may invest in other currencies. As a result, changes in the rates of exchange between currencies may cause the value of the shares to go up or down. Accordingly, investors may not receive back the amount invested.

## **WAY MA Portfolio**

### **Authorised Corporate Director ('ACD') and Registrar**

WAY Fund Managers Limited\*  
Cedar House  
3 Cedar Park  
Cobham Road  
Wimborne  
Dorset BH21 7SB  
Telephone: 01202 855 856

### **Directors of the ACD**

P. Wilcox (Chairman)  
P. Hugh Smith  
P. Legg  
V. Hoare  
R. Coe

### **Depository**

State Street Trustees Limited\*  
20 Churchill Place  
Canary Wharf  
London E14 5HJ

### **Independent Auditor**

Grant Thornton UK LLP  
30 Finsbury Square  
London EC2P 2YU

### **Fund Accountant**

Apex Fund Services (UK) Limited\*  
Veritas House  
125 Finsbury Pavement  
London EC2A 1NQ

### **Investment Advisers**

North Investment Partners Limited\*  
(for WAY MA Cautious Portfolio Fund)  
Lion House, Red Lion Street  
London WC1R 4GB

Vestra Wealth LLP\*  
(for WAY Green Portfolio Fund)  
14 Cornhill  
London EC3V 3NR

Charteris Treasury Portfolio Managers Limited\*  
(for WAY Charteris Gold and Precious Metals Fund)  
8-9 Lovat Lane  
London EC3R 8DW

WAY Fund Managers Limited\*  
(for WAY Freestyle Growth Portfolio Fund & WAY Absolute Return Portfolio Fund)  
Cedar House  
3 Cedar Park  
Cobham Road  
Wimborne  
Dorset BH21 7SB

\*Authorised and regulated by the Financial Conduct Authority ('FCA')