

CAPITA

Seven
Investment Management



CF 7IM Investment Funds

Annual Report and Financial Statements
30 November 2012

- CF 7IM Income Fund
- CF 7IM Moderately Cautious Fund
- CF 7IM Balanced Fund
- CF 7IM Moderately Adventurous Fund
- CF 7IM Adventurous Fund
- CF 7IM Sustainable Balance Fund
- CF 7IM AAP Moderately Cautious Fund
- CF 7IM AAP Balanced Fund
- CF 7IM AAP Moderately Adventurous Fund
- CF 7IM AAP Adventurous Fund

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ACD'S REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2012

AUTHORISED STATUS

CF 7IM Investment Funds is an open-ended investment company with variable capital incorporated in England and Wales under registered number IC278 and authorised by the Financial Services Authority with effect from 28 November 2003.

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

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

IMPORTANT INFORMATION

For details of changes please see the Important Information section of the sub funds.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM Investment Funds
26 March 2013

INVESTMENT MANAGER'S REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2012

INVESTMENT BACKGROUND

The year as a whole saw a slowing of the pace of global growth, though with wide variations between different countries and regions. Ironically, the early months of 2012 appeared promising, with some American economic indicators suggesting that, thanks to massive central bank support, recovery was becoming well entrenched whilst Japan benefited from a post-tsunami reconstruction boom. At that stage, it was widely believed that huge amounts of cheap loans to the banks by the European Central Bank ('ECB') would begin to solve the eurozone financial crisis. Likewise, news from the corporate sector was promising, with rising company profits and dividends, though still a reluctance to invest. Sadly, the news flow deteriorated sharply thereafter, with a major intensification of the eurozone crisis tempting some to doubt the very future of the euro. Meanwhile, UK and much of Europe were facing an austerity-induced recession and the summer months brought a loss of economic momentum for the US and even some emerging countries, a situation aggravated by uncertainty over the impending election in the US. Finally, slower economic growth was reflected in a deteriorating trading environment for the corporate sector, with more companies missing revenue forecasts and issuing cautious outlook statements.

Policy-makers have continued to take vigorous action to stimulate recovery. In July, the ECB stepped up its action to defend the euro, by making unlimited sovereign bond purchases on request. Central banks in countries with near zero interest rates have extended this commitment. In addition, further Quantitative Easing ('QE') measures amounting to £125 billion have been taken in the UK whilst the US Federal Reserve is now pursuing an unlimited programme. Such unprecedented monetary intervention is certainly boosting asset prices though its impact on growth is as yet unproven.

The year under review was composed of three distinct phases characterised by alternating optimism and pessimism. Stock markets rose strongly from early December 2011 until mid-March 2012, with investors buoyed up by improving economic news from America and by massive intervention by the European Central Bank in support of the troubled banking sector. These gains were largely surrendered during April and May, amid mounting concerns over the deepening eurozone financial crisis and over signs of a slowdown in global growth. Finally, investors recovered their nerve from July onwards, triggering a powerful rally in equities and a marked decline in volatility. Most overseas equity markets followed a similar pattern, though Europe enjoyed a particularly strong second half rebound and, of the four leading emerging markets, all except India produced disappointing returns. A further feature over the year was the strength of the pound against most leading currencies, which tended to limit returns in sterling terms from overseas markets. Among other asset classes, the main UK Commercial Property Index delivered a modest positive return over the year whilst prices of commodities, including gold, were down at the interim stage, but rallied during the second half.

Investors strongly favoured 'core' (UK, US and German) government bonds during the crisis-ridden spring and summer months, taking yields to historic lows in July. Thereafter, the reduced demand for safe havens led to profit-taking. The yield (which is inverse to price) on 10-year UK government bonds (gilts) declined from 2.3% in early December 2011 to 1.4% in mid-July before edging higher to 1.8% at the end of November. Corporate bonds, particularly high yield, or 'junk' bonds performed strongly throughout the year, with income-hungry buyers absorbing record volumes of new issues. Emerging market bonds also performed well, whilst sovereign government bonds of highly indebted eurozone countries rallied strongly in the final months of the year, recouping part of earlier losses.

OUTLOOK

Official bodies seem to be engaged in a competition to lower their growth forecasts for the world economy and to emphasize the fragility of the current recovery. For example, in October, the IMF downgraded its forecasts for 2012 and the following year by 0.2% to 3.3% and 3.6% respectively. Moreover, forecasters are at pains to warn about the potential severity of downside risks, notably from continuing efforts to reduce excessive debt levels and from any number of geopolitical threats. They may be too gloomy. The pick-up in parts of the US economy could surprise on the upside and even in recession-wracked Europe there are signs of a sharp improvement in competitiveness. Corporate finances are in a healthy state, with record cash holdings, but companies are likely to remain cautious (and reluctant to invest) unless there is a marked strengthening of trading conditions. In the near term at least, analysts are on course to make further downgrades in their forecasts of company profits growth. Though inflation is unlikely to return to target levels, interest rates in the advanced industrial world are likely to remain at ultra-low levels until economic recovery is firmly entrenched. Central banks have also made clear their readiness to expand QE programmes if economic conditions remain feeble.

Despite multiple downside risks, investor confidence has risen over the review period, enabling many equity markets to return to pre-financial crisis levels. However, over the past few years, investor sentiment has alternated between hope and fear, and given the possibility of a recurrence of crisis conditions, this pattern could well continue. Equity valuations remain reasonable, with dividend yields well above income available on cash and government bonds. Though gilts and other government bonds appear overvalued, along with other safe havens, they would undoubtedly attract support in the event a return to even more uncertain market and economic conditions. Faced with so many uncertainties, the case for a well diversified portfolio remains as valid as ever.

SOURCES

Absolute Strategy, Bank of America Merrill Lynch, Bank of England, Bloomberg, The Economist, Deutsche Bank, European Central Bank, US Federal Reserve, Financial Times, IMF, Markit Economics, OECD.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager
12 February 2013

DIRECTOR'S STATEMENT

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

N. BOYLING

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM Investment Funds
26 March 2013

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

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

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

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

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

In so far as the ACD is aware:

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

STATEMENT OF DEPOSITARY'S RESPONSIBILITIES

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

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

REPORT OF THE DEPOSITARY FOR THE YEAR ENDED 30 NOVEMBER 2012

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

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

BNY MELLON TRUST & DEPOSITARY (UK) LIMITED
Depositary of CF 7IM Investment Funds
26 March 2013

INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF CF 7IM INVESTMENT FUNDS

We have audited the financial statements of CF 7IM Investment Funds ('the Company') for the year ended 30 November 2012 which comprise the Aggregated Statement of Total Return, Aggregated Statement of Change in Net Assets Attributable to Shareholders, Aggregated Balance Sheet and the related notes 1 to 14, together with the Statement of Total Return, Statement of Change in Net Assets Attributable to Shareholders, Balance Sheet, the related notes and the Distribution Tables for each sub-fund. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice).

This report is made solely to the Company's members, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the Financial Services Authority. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

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

As explained more fully in the ACD's responsibilities statement set out on page 15, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view.

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

SCOPE OF THE AUDIT OF THE FINANCIAL STATEMENTS

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

OPINION ON FINANCIAL STATEMENTS

In our opinion the financial statements:

- give a true and fair view of the financial position of the Company and of its sub-funds as at 30 November 2012 and of the net revenue and the net capital gains on the scheme property of the Company and its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

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

In our opinion:

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

ERNST & YOUNG LLP
Statutory Auditor
London
26 March 2013

AGGREGATED FINANCIAL STATEMENTS

AGGREGATED STATEMENT OF TOTAL RETURN
FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	30.11.11 £
Income:				
Net capital gains/(losses)	2		152,756,580	(68,028,690)
Revenue	3	64,965,978		45,477,346
Expenses	4	(27,963,724)		(25,293,480)
Finance costs: Interest	6	(11,968)		(5,262)
Net revenue before taxation		36,990,286		20,178,604
Taxation	5	(2,588,996)		(637,397)
Net revenue after taxation			34,401,290	19,541,207
Total return before distributions			187,157,870	(48,487,483)
Finance costs: Distributions	6		(46,250,588)	(29,662,666)
Change in net assets attributable to shareholders from investment activities			140,907,282	(78,150,149)

AGGREGATED STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	30.11.11 £
Opening net assets attributable to shareholders			2,135,002,384	1,796,139,979
Amounts receivable on issue of shares		556,013,032		616,932,918
Amounts payable on cancellation of shares		(294,958,440)		(225,162,651)
			261,054,592	391,770,267
Dilution levy charged	1(k)		354	-
Stamp duty reserve tax	1(g)		(377,750)	(1,441,556)
Change in net assets attributable to shareholders from investment activities			140,907,282	(78,150,149)
Retained distribution on Accumulation shares			41,751,726	26,683,841
Unclaimed distributions	1(h)		-	2
Closing net assets attributable to shareholders			2,578,338,588	2,135,002,384

Aggregated Financial Statements (continued)
 AGGREGATED BALANCE SHEET
 AS AT 30 NOVEMBER 2012

	Notes	£	30.11.12 £	£	30.11.11 £
ASSETS					
Investment assets			2,541,465,991		2,083,975,005
Other assets					
Debtors	7	16,660,762		51,512,611	
Cash and bank balances	8	61,757,899		46,179,116	
Total other assets			78,418,661		97,691,727
Total assets			<u>2,619,884,652</u>		<u>2,181,666,732</u>
LIABILITIES					
Investment liabilities			(4,771,313)		(1,801,078)
Other liabilities					
Creditors	9	(24,908,822)		(38,634,519)	
Bank overdrafts	8	(9,072,523)		(4,443,484)	
Distribution payable on Income shares		(2,793,406)		(1,785,267)	
Total other liabilities			(36,774,751)		(44,863,270)
Total liabilities			<u>(41,546,064)</u>		<u>(46,664,348)</u>
Net assets attributable to shareholders			<u>2,578,338,588</u>		<u>2,135,002,384</u>

NOTES TO THE AGGREGATED FINANCIAL STATEMENTS
 AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

(a) *Basis of accounting*

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

(b) *Basis of aggregation*

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

(c) *Recognition of revenue*

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

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

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

Revenue from unquoted equity investments is recognised when the dividend is declared.

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

The treatment of the returns from derivatives depends upon the nature of the transaction. Both motive and circumstances are used to determine whether returns should be treated as capital or revenue.

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

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

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

(d) *Treatment of stock and special dividends*

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

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

(e) *Treatment of expenses*

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

1. ACCOUNTING POLICIES (continued)

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

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

(g) Taxation

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

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

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

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

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

(h) Distribution policy

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

For the purpose of calculating the distribution the ACD's periodic charge and advisory fees (*where applicable) are deducted from the sub-funds in the following proportions:

	Capital %	Revenue %
CF 7IM Income Fund	100	–
CF 7IM Moderately Cautious Fund*	100	–
CF 7IM Balanced Fund*	50	50
CF 7IM Moderately Adventurous Fund*	–	100
CF 7IM Adventurous Fund*	–	100
CF 7IM Sustainable Balance Fund*	100	–
CF 7IM AAP Moderately Cautious Fund*	100	–
CF 7IM AAP Balanced Fund*	50	50
CF 7IM AAP Moderately Adventurous Fund*	–	100
CF 7IM AAP Adventurous Fund*	–	100

For all sub-funds except the CF 7IM Income Fund the other expenses are charged against revenue with the exception of costs associated with the purchase and sales of investments and stamp duty reserve tax. All other expenses of the CF 7IM Income Fund are charged against capital.

1. ACCOUNTING POLICIES (continued)

(h) Distribution policy (continued)

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

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

(i) Basis of valuation of investments

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

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

Open forward currency contracts are valued based on the difference between the contract value and the market value adjusted by the prevailing spot rate and swap curve on the last business day of the accounting period.

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

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

(j) Exchange rates

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

(k) Dilution levy

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	114,883,911	(45,535,379)
Derivative contracts	12,948,676	(7,277,950)
Forward currency contracts	26,743,478	(18,007,566)
Transaction charges	(107,619)	(116,780)
AMC rebates from underlying investments	172,037	286,766
Currency (losses)/gains	(1,883,903)	2,622,219
Net capital gains/(losses)	<u>152,756,580</u>	<u>(68,028,690)</u>
3. REVENUE		
Non-taxable dividends	29,301,471	22,032,769
Taxable dividends	759,422	779,330
UK property income distributions	53,046	97,283
Unfranked interest	33,858,526	21,542,970
AMC rebates from underlying investments	663,307	551,140
Bank interest	39,160	5,939
Other interest	2,811	–
Rebates from ETF's	288,235	467,915
Total revenue	<u>64,965,978</u>	<u>45,477,346</u>
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	26,296,533	23,779,226
Legal and professional fees	70,250	57,318
Printing costs	63,514	52,310
Registration fees	182,818	87,187
	26,613,115	23,976,041
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	384,052	341,801
Safe custody and other bank charges	382,351	445,168
	766,403	786,969

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	440,065	390,764
FSA fee	600	549
Fees paid to auditor – audit	78,600	78,600
– tax services	30,130	29,874
Legal and professional fees	2,800	–
Postage and distribution costs	12,122	–
Publication costs	19,889	28,553
	584,206	528,340
Rebate of expenses from Investment Manager	–	2,130
Total expenses	<u>27,963,724</u>	<u>25,293,480</u>
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	1,431,609	624,964
Double tax relief	(24,481)	(23,017)
	1,407,128	601,947
Overseas tax	734,444	434,135
Irrecoverable income tax	–	(928)
Adjustments in respect of prior periods	145,672	64,130
Current tax charge (note 5b)	2,287,244	1,099,284
Deferred tax – origination and reversal of timing differences (note 5c)	(1,128)	1,460
Deferred tax charge on offshore income gains (note 5c)	302,880	(463,347)
Total taxation	<u>2,588,996</u>	<u>637,397</u>
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%) for the reasons explained below.		
	30.11.12	30.11.11
	£	£
Net revenue before taxation	<u>36,990,286</u>	<u>20,178,604</u>
Corporation tax at 20%	7,398,058	4,035,721

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Effects of:		
Non-taxable dividends	(5,860,294)	(4,406,553)
RPI movement on UK index-linked gilts	(638,141)	–
Offshore income gains	–	588,421
Movement in revenue accruals	11,079	(2,409)
AMC rebates taken to capital	34,408	57,353
Foreign tax expensed	(3,079)	(1,613)
Unutilised excess management expenses	489,578	354,044
Corporation tax charge	1,431,609	624,964
Overseas tax	709,963	411,118
Irrecoverable income tax	–	(928)
Adjustments in respect of prior periods	145,672	64,130
Current tax charge (note 5a)	<u>2,287,244</u>	<u>1,099,284</u>
c) Deferred tax		
Provision at the start of the year	13,679	475,566
Deferred tax charge in the year (note 5a)	(1,128)	1,460
Deferred tax charge on offshore income gains (note 5a)	302,880	(463,347)
Provision at the end of the year	<u>315,431</u>	<u>13,679</u>
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
	30.11.12 £	30.11.11 £
First Interim	20,944,366	465,162
Second Interim	628,329	14,457,599
Third Interim	679,899	716,420
Final	25,568,857	15,395,961
	47,821,451	31,035,142
Add: Revenue deducted on cancellation of shares	1,510,192	650,758
Deduct: Revenue received on issue of shares	<u>(3,081,055)</u>	<u>(2,023,234)</u>
Net distributions for the year	46,250,588	29,662,666
Interest	11,968	5,262
Total finance costs	<u>46,262,556</u>	<u>29,667,928</u>

	30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)		
Distributions represented by:		
Net revenue after taxation	34,401,290	19,541,207
Allocations to Capital:		
Expenses, net of tax relief	11,546,324	10,447,975
Deferred tax on offshore income gains	302,880	(463,347)
Revenue deficit	271	137,167
	11,849,475	10,121,795
Balance brought forward	1,017	681
Balance carried forward	(1,194)	(1,017)
Net distributions for the year	<u>46,250,588</u>	<u>29,662,666</u>
7. DEBTORS		
Amounts receivable for issue of shares	7,005,541	7,048,342
Sales awaiting settlement	1,124,187	37,578,732
Accrued revenue:		
Non-taxable dividends	2,135,382	1,601,648
Taxable dividends	4,101	52,910
UK property income distributions	2,103	7,290
Unfranked interest	4,751,679	3,333,478
AMC rebates from underlying investments	306,775	177,678
Bank interest	5,949	90
Rebates from ETF's	536	30,335
	7,206,525	5,203,429
Prepaid expenses	1,890	1,880
Taxation recoverable:		
Corporation tax refund	32,872	–
Income tax	1,151,427	1,611,757
Overseas withholding tax	138,320	68,471
	1,322,619	1,680,228
Total debtors	<u>16,660,762</u>	<u>51,512,611</u>

	30.11.12 £	30.11.11 £
8. CASH AND BANK BALANCES		
Bank balances:		
Capital account	33,679,783	34,720,983
Revenue account	21,010,493	11,458,133
Margin account	7,067,623	–
Total bank balances	61,757,899	46,179,116
Bank overdrafts:		
Capital account	(3,572,300)	(4,185,282)
Revenue account	(1,765)	(258,202)
Margin account	(5,498,458)	–
Total bank overdrafts	(9,072,523)	(4,443,484)
9. CREDITORS		
Amounts payable for cancellation of shares	6,033,126	4,611,762
Purchases awaiting settlement	14,761,012	30,959,086
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	2,252,769	2,003,351
Legal and professional fees	11,645	57,318
Printing costs	30,374	23,596
Registration fees	19,514	15,080
	2,314,302	2,099,345
Amounts payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	33,290	29,023
Transaction charges	46,465	22,100
Safe custody and other bank charges	168,091	92,639
Interest payable	122	367
	247,968	144,129
Other expenses	174,266	234,808
Taxation payable:		
Corporation tax	1,036,052	535,307
Deferred tax	315,431	13,679
Stamp duty reserve tax	26,665	36,403
	1,378,148	585,389
Total creditors	24,908,822	38,634,519

10. RELATED PARTY TRANSACTIONS

ACD and legal and professional fees payable to Capita Financial Managers Limited ('the ACD'), registration fees payable to Capita Financial Administrators Limited and printing costs payable to Capita Business Services Limited (both companies are associates of the ACD) are disclosed in note 4 and amounts due at the year end are disclosed in note 9.

The aggregate monies received and paid by the ACD through the issue and cancellation of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 19 and amounts due at the year end are disclosed in notes 7 and 9.

Capita plc is the ultimate parent undertaking of Capita Financial Managers Limited (the ACD). As part of the investment strategy the Investment Manager may from time to time hold shares in Capita plc.

At the balance sheet date the following sub-funds held shares in Capita plc:

	Market value £
CF 7IM AAP Moderately Cautious Fund	106,765
CF 7IM AAP Balanced Fund	278,732
CF 7IM AAP Moderately Adventurous Fund	156,618
CF 7IM AAP Adventurous Fund	64,187

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

	Held at 30.11.12	Change in year	Held at 30.11.11
CF 7IM Income Fund			
'A' Income	33,247	(6,872)	40,119
'A' Accumulation	18,870	(32,303)	51,173
CF 7IM Moderately Cautious Fund			
'A' Income	9,108	–	9,108
'A' Accumulation	48,103	3,480	44,623
'C' Accumulation	6,537	6,537	–
'D' Income	31,411	–	31,411
'D' Accumulation	90,046	23,717	66,329
CF 7IM Balanced Fund			
'A' Accumulation	131,027	(87,479)	218,506
'D' Accumulation	13,399	3,621	9,778
CF 7IM Moderately Adventurous Fund			
'A' Accumulation	73,181	(95,011)	168,192
'C' Accumulation	4,927	(16,898)	21,825
'D' Accumulation	4,352	–	4,352
CF 7IM Adventurous			
'A' Accumulation	48,846	21,090	27,756
'C' Accumulation	206,029	12,897	193,132
'D' Accumulation	8,513	–	8,513

10. RELATED PARTY TRANSACTIONS (continued)

	Held at 30.11.12	Change in year	Held at 30.11.11
CF 7IM Sustainable Balance Fund			
'D' Accumulation	25,109	–	25,109
CF 7IM AAP Moderately Cautious Fund			
'C' Accumulation	9,280	–	9,280
'D' Income	20,900	5,706	15,194
'D' Accumulation	154,931	17,932	136,999
'O' Accumulation	46,616	9,468	37,148
CF 7IM AAP Balanced Fund			
'A' Accumulation	54,443	(7,406)	61,849
'C' Accumulation	1,079	(430)	1,509
'D' Accumulation	167,825	(6,914)	174,739
CF 7IM AAP Moderately Adventurous Fund			
'A' Accumulation	–	(92,729)	92,729
'C' Accumulation	11,225	–	11,225
'D' Accumulation	147,998	33,381	114,617
CF 7IM AAP Adventurous Fund			
'C' Accumulation	11,641	–	11,641
'D' Accumulation	68,562	(18,206)	86,768

11. SHAREHOLDER FUNDS

The Company has five share classes 'A', 'B', 'C', 'D' and 'O'. The annual management charges on each class and sub-fund are as follows:

	'A' %	'B' %	'C' %	'D' %	'O' %
CF 7IM Income Fund	1.50	1.35	1.00	1.55	2.00
CF 7IM Moderately Cautious Fund	1.40	1.15	0.90	1.40	1.90
CF 7IM Balanced Fund	1.40	1.15	0.90	1.40	1.90
CF 7IM Moderately Adventurous Fund	1.40	1.15	0.90	1.40	1.90
CF 7IM Adventurous Fund	1.40	1.15	0.90	1.40	1.90
CF 7IM Sustainable Balance Fund	1.75	1.65	1.25	1.85	2.25
CF 7IM AAP Moderately Cautious Fund	1.00	N/A	0.50	1.40	1.50
CF 7IM AAP Balanced Fund	1.00	N/A	0.50	1.40	1.50
CF 7IM AAP Moderately Adventurous Fund	1.00	N/A	0.50	1.40	1.50
CF 7IM AAP Adventurous Fund	1.00	N/A	0.50	1.40	1.50

12. CONTINGENT LIABILITIES AND COMMITMENTS

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

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

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

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

The ACD has in place a Risk Management Policy and Procedures Document ('RMPPD') that sets out the risks that may impact a fund and how the ACD seeks, where appropriate, to manage, monitor and mitigate those risks, and in particular those risks associated with the use of derivatives. The RMPPD sets out both the framework and the risk mitigations operated by the ACD in managing the identified risks of the funds. The ACD requires that the appointed investment manager to the fund has in place its own governance structure, policies and procedures that are commensurate with its regulatory obligations and the risks posed by the funds managed.

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

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

The bond investments held are exposed to credit risk which reflects the ability of the issuer to meet its obligations. The majority of bonds in which the sub-funds invests are investment grade listed bonds or government securities which are lower risk.

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

Investment in collective investment schemes exposes the Company to indirect interest rate risk to the extent that they invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

Numerical disclosure of the interest rate risk profile is made in note 13 of the Notes to the Financial Statements of the sub-funds.

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

iii. Foreign currency risk

Foreign currency risk is the risk that the sterling value of investments will fluctuate as a result of exchange rate movements. Assets denominated in currencies other than sterling will provide direct exposure to currency risk as a consequence of the movement in foreign exchange rates when calculating the sterling equivalent value. Investment in collective investment schemes may provide indirect exposure to currency risk as a consequence of the movement in foreign exchange rates.

Numerical disclosure of the foreign currency risk profile is made in note 13 of the Notes to the Financial Statements of the sub-funds.

iv. Liquidity risk

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

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

v. Market price risk

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

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

vi. Fair value of financial assets and financial liabilities

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

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Disclosure is made in note 14 of the Notes to the Financial Statements of the sub-funds.

CF 7IM INCOME FUND ACD'S REPORT FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following change was made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 0-35% Shares Sector.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the Company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM Income Fund ('the Fund') aims to provide an above average level of income, while seeking to maintain capital over the longer term. There may be some risk to capital. The Fund invests predominantly in a range of securities and collective investment vehicles managed by selected fund managers. While income-generating assets are likely to represent a significant part of the portfolio, the portfolio may also include assets with scope for capital growth in real terms. The Fund may use different asset classes, with the emphasis on fixed interest. A significant proportion of the Fund may be maintained in or hedged back to sterling at any time. Forward foreign exchange transactions may be used to hedge currency risk.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the company.

The IMA Mixed Investment 0-35% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM Income Fund
26 March 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 7.9%¹. Over the same period the peer group average return for the IMA Mixed Investment 0-35% Shares Sector, which is the Fund benchmark, was 7.7%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% (total return) over the period while the FTSE All-Share Index was up 12.1% (total return)³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and the 'fiscal cliff', but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites with considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery in risk appetite with the German DAX Index ending up 15.2%. In Japan, the TOPIX Index ended down 1.2%, the return being entirely driven by currency weakness, as the local currency return was 7.3%. Emerging Markets were generally weak with particularly poor performances from most of the main indices: Brazil Bovespa (-15.7%), Russia IRTS (-8.6%) and China Shanghai (-6.5%) as global growth fears dampened investors' enthusiasm for taking on risk.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts Index All Stocks Index produced relatively modest returns, up only 4.9% (total return).

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund rose in value from £61.9 million at 30 November 2011⁴ to £68.3 million at 30 November 2012⁵.

Over the year there has been a change in the proportions of equities, bonds and alternatives held in the Fund. At the beginning of the year the Fund proportions were 20% to equities, 56% to bonds and 16% to alternatives with the balance to cash – 8%. Over the year we reduced exposure to alternatives buying more equities and bonds, generally adding credit risk and shortening duration. By the year end equities had risen to 22%, bonds had risen to 68%, while alternatives had fallen back to 7% and cash to 3%.

¹ CF 71M Income 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 75% of the FTSE Actuaries Govt Securities UK Gilts Index All Stocks Index and 25% of the FTSE All-Share Index to IMA Mixed Investment 0-35% Shares Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted in GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

Turning first to the core bond portfolio, which is advised by First International Advisors ('FIA') LLC, they have moved their bond allocations a little down the credit curve. The allocation to AAA rated bonds has fallen from 45% to 32% of the bond portfolio over the year, while the allocation to BBB rated bonds has risen from 4% to 10% which has helped to enhance returns as the main performance this year came from riskier credits. There has also been a drop in the proportion of the bond portfolio which they have allocated to sovereign bonds down from 45% to 41% while the allocation to high yield and investment grade corporate bonds is up to 31% from 23%, again helping returns.

FIA LLC also brought the duration of the bond portfolio back a little, even though last year it was still well below the benchmark duration and now stands at 5.7 years while the benchmark duration is just over 10 years thus reducing risk, giving the Fund a little more protection against an upward move in interest rates.

Within the bond portfolio overlay, we have also added more exposure to corporate credit – both investment grade and high yield – and to emerging market bonds which provide a much better source of income than UK gilts which are currently offering historically low yields.

The equity portfolio made up around 20% of the Fund through the early part of 2012 (on occasion, a little higher), but we reduced risk allocations to equity in April and May, as the eurozone crisis appeared to intensify. We sold a position in European bank equity, which we had held as a short-term trade. We also reduced European equity, sold eurozone property stocks and significantly reduced exposure to Spanish and Italian government bonds (another trading position entered after the European Central Bank's intervention with the Long-term Refinancing Operation). In order to cushion potential downside in cheap (but risky) assets such as European and UK equity and high yield bonds, we bought index puts on the FTSE 100 and Euro STOXX 50 indices – which have scope to rise significantly in value if the underlying indices fall sharply, offering the portfolio a degree of downside protection. In the event, stock markets did not react as adversely as we had expected and the puts fell in value and were sold later on.

We introduced two 'Smart Beta' funds: the Ossiam ETF iSTOXX Europe Minimum Variance and the Lyxor ETF Smartix Euro iSTOXX 50 Equal Risk. Smart Beta is a method of choosing stocks in an index which does not prioritise market capitalisation and so provides more risk diversification. The Smartix fund is based on the Euro STOXX 50 Index but allocates risk equally to holdings to diversify risk and reduce concentration. The Ossiam ETF iSTOXX Europe Minimum Variance aims to replicate the return from the STOXX 600 Europe Index but with minimum volatility.

We also bought a holding in the BlackRock Global Emerging Europe equity fund. With a growth rate of 4.8% in 2011; more than Latin America, we see this as an attractive area for investment. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. For example, The Great Wall Motor Company opened a factory in Lovech, Bulgaria. With similar labour and materials costs, and much reduced transport expenses and duties, building a car for export to Europe is almost 20% cheaper in Bulgaria compared to China.

CF 7IM INCOME FUND

ACD's Report (continued)

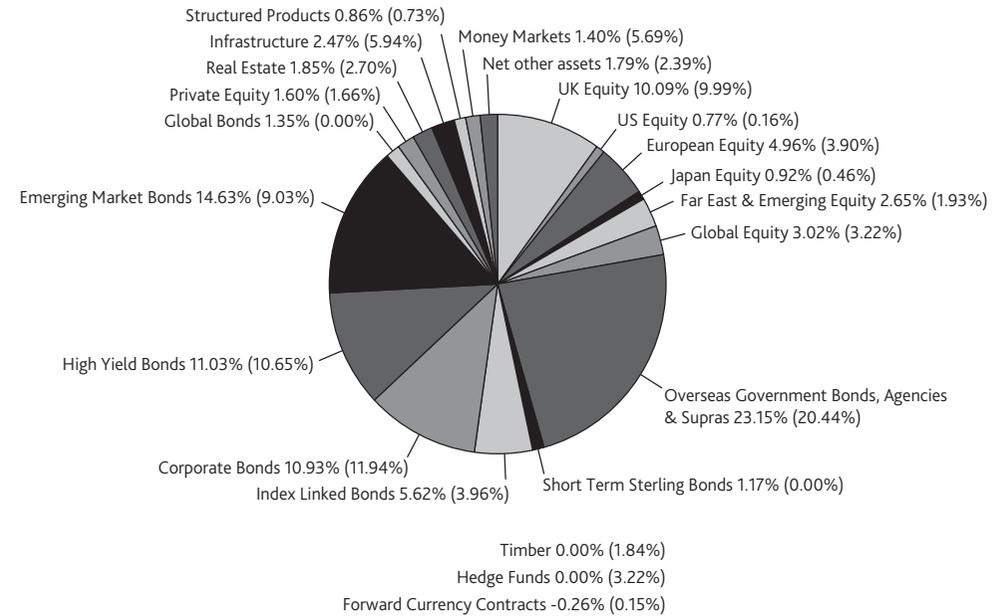
Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

Among the alternatives, early in the year we sold Signet Global Fixed Income, a fund of hedge funds, where we took the opportunity to exit at an acceptable discount to NAV and Cambium Global Timberland. Later on we sold the remaining holdings of hedge funds and are disposing of the holdings of private equity where we had been disappointed with performance. We also disposed of the remaining timber holding, Phaunos, which had continued to trade at a very large discount to net asset value and where we saw limited scope for this to narrow in the near future and also sold the holdings of John Laing Infrastructure and HICL Infrastructure Company. These PFI infrastructure funds had seen their share prices rise well above net asset value and we felt that at those levels the share prices were too high. We sold these alternative assets as, despite offering diversification benefits, their performance had been poor and we felt the Fund should focus on those alternatives which were performing well. We still have positions in infrastructure and property.

Throughout the year we have part hedged the Fund's currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations at 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

12 December 2012

CF 7IM INCOME FUND
ACD's Report (continued)
FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	110.77	100.97	4.3746
2008	103.17	83.17	4.9710
2009	96.59	83.84	3.7012
2010	100.56	93.53	3.6271
2011	100.32	93.04	3.7146
2012*	97.90	94.00	3.5021
2013**	-	-	0.9224

'B' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	120.86	113.29	4.8138
2008	116.88	97.97	5.6561
2009	118.80	100.88	4.4362
2010	128.74	116.41	4.4913
2011	131.33	123.87	4.9056
2012*	135.39	126.73	4.7317
2013**	-	-	1.2753

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	119.90	112.36	4.7048
2008	115.85	96.97	5.6007
2009	117.43	99.81	4.3897
2010	127.09	115.02	4.4743
2011	129.49	122.06	4.7894
2012*	133.25	124.86	4.6486
2013**	-	-	1.2555

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	112.45	102.79	4.4681
2008	105.05	85.05	5.0246
2009	99.25	85.88	3.7965
2010	103.73	96.38	3.7129
2011	103.71	96.36	3.9550
2012*	101.82	97.57	3.6294
2013**	-	-	0.9589

'B' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	113.44	103.49	4.4843
2008	105.75	85.36	5.0942
2009	99.27	86.10	3.7990
2010	103.59	96.53	3.7349
2011	103.26	95.82	3.8795
2012*	100.95	96.87	3.6138
2013**	-	-	0.9511

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	121.88	114.35	4.8716
2008	118.13	99.29	5.7057
2009	120.81	102.38	4.5088
2010	131.30	118.49	4.6206
2011	134.22	126.73	5.0240
2012*	138.90	129.69	4.8407
2013**	-	-	1.3084

CF 7IM INCOME FUND

ACD's Report (continued)
Fund Information (continued)

PERFORMANCE RECORD (continued)

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	111.31	101.44	4.3988
2008	103.65	83.52	5.0161
2009	96.94	84.15	3.7212
2010	100.93	93.86	3.6309
2011	100.64	93.31	3.7386
2012*	98.14	94.25	3.5124
2013**	–	–	0.9248

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	119.71	112.17	4.9430
2008	115.63	96.77	5.6448
2009	117.10	99.55	4.3704
2010	126.53	114.68	4.4319
2011	128.84	121.43	4.7690
2012*	132.48	124.21	4.6354
2013**	–	–	1.2485

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	95.52	94.33	–
2010	100.77	93.84	2.8454
2011	100.26	92.79	3.7433
2012*	97.25	93.55	3.4838
2013**	–	–	0.9168

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	116.18	114.75	–
2010	126.10	114.55	3.5880
2011	127.99	120.44	4.6840
2012*	130.94	123.14	4.5550
2013**	–	–	1.2345

From 1 December 2009.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

CF 7IM INCOME FUND

ACD's Report (continued)

Fund Information (continued)

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	16,354,805	16,923,702	96.64
	'A' Accumulation	1,875,135	1,524,698	122.98
	'B' Income	1,705,386	1,714,444	99.47
	'B' Accumulation	13,838,272	11,102,318	124.64
	'C' Income	8,952,388	8,968,888	99.82
	'C' Accumulation	812,224	638,715	127.17
	'D' Income	9,550,530	9,848,487	96.97
	'D' Accumulation	2,187,822	1,787,228	122.41
	'O' Income	426,827	441,267	96.73
	'O' Accumulation	305	250	121.89
30.11.11	'A' Income	16,924,648	18,103,539	93.49
	'A' Accumulation	3,026,900	2,448,670	123.61
	'B' Income	1,902,070	1,975,511	96.28
	'B' Accumulation	12,980,932	10,347,676	125.45
	'C' Income	11,184,458	11,549,681	96.84
	'C' Accumulation	917,713	715,034	128.35
	'D' Income	10,428,368	11,122,205	93.76
	'D' Accumulation	3,282,483	2,669,242	122.97
	'O' Income	854,825	916,849	93.24
	'O' Accumulation	12,855	10,540	121.96
30.11.12	'A' Income	19,181,303	19,793,799	96.91
	'A' Accumulation	3,354,390	2,519,224	133.15
	'B' Income	2,044,170	2,045,792	99.92
	'B' Accumulation	12,001,943	8,871,709	135.28
	'C' Income	13,828,607	13,721,244	100.78
	'C' Accumulation	1,302,016	938,062	138.80
	'D' Income	11,222,066	11,552,074	97.14
	'D' Accumulation	3,727,247	2,815,680	132.37
	'O' Income	1,021,665	1,061,413	96.26
	'O' Accumulation	100,656	76,930	130.84

ONGOING CHARGES FIGURE

Expense Type	30.11.12 %				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.50	1.35	1.00	1.55	2.00
Other expenses	0.12	0.12	0.12	0.12	0.12
	<u>1.62</u>	<u>1.47</u>	<u>1.12</u>	<u>1.67</u>	<u>2.12</u>
Collective investment scheme costs	0.20	0.20	0.20	0.20	0.20
Ongoing charges figure	1.82	1.67	1.32	1.87	2.32

Expense Type	30.11.11 %				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.50	1.35	1.00	1.55	2.00
Other expenses	0.14	0.14	0.14	0.14	0.14
	<u>1.64</u>	<u>1.49</u>	<u>1.14</u>	<u>1.69</u>	<u>2.14</u>
Collective investment scheme costs	0.20	0.20	0.20	0.20	0.20
Ongoing charges figure	1.84	1.69	1.34	1.89	2.34

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

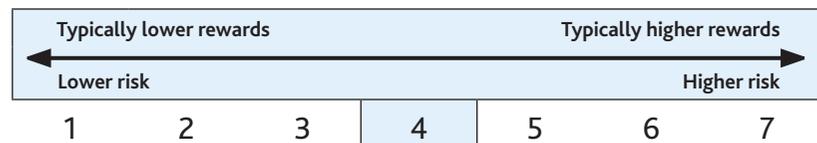
The collective investment scheme costs represent the OCFs/Total Expense Ratios of the underlying funds which are held as portfolio investments. Their inclusion has been calculated on a weighted basis against the Fund's net assets at the balance sheet date.

CF 7IM INCOME FUND

ACD's Report (continued)

Fund Information (continued)

SYNTHETIC RISK AND REWARD INDICATOR



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

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

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

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

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	5 years
CF 7IM Income Fund	7.92	15.48	16.11
IMA Mixed Investment 0-35% Shares Sector#	7.70	16.98	17.55

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 67 to 72.

PORTFOLIO STATEMENT AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EQUITIES				
UK EQUITY				
37,410	3i Group	79,122	0.12	
19,780	Intermediate Capital Group	57,619	0.08	
349,526	iShares FTSE UK Dividend Plus*	2,579,502	3.81	
15,525	RWC Funds Enhanced Income*	1,368,391	2.02	
1,704,923	Schroder Income Maximiser*	723,569	1.07	
2,675,347	Threadneedle UK Equity Income*	2,029,251	2.99	
	TOTAL UK EQUITY	6,837,454	10.09	9.99
US EQUITY				
11,211	HSBC S&P 500*	99,677	0.15	
23,570	SPDR S&P US Dividend*	423,082	0.62	
	TOTAL US EQUITY	522,759	0.77	0.16
EUROPEAN EQUITY				
64,310	db x-trackers Euro STOXX 50*	1,365,301	2.01	
46,251	iShares EURO STOXX Select Dividend 30*	569,118	0.84	
8,170	Lyxor ETF Smartix Euro iSTOXX 50 Equal Risk*	796,885	1.18	
7,130	Ossiam ETF iSTOXX Europe Minimum Variance*	629,772	0.93	
	TOTAL EUROPEAN EQUITY	3,361,076	4.96	3.90
JAPAN EQUITY				
1,870	Amundi ETF MSCI Japan*	152,424	0.22	
326,000	Nomura Notes (linked to 2016 Nikkei Dividend Payout)^	369,847	0.55	
961	Vanguard Japan Stock Index*	100,310	0.15	
	TOTAL JAPAN EQUITY	622,581	0.92	0.46

CF 7IM INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FAR EAST & EMERGING EQUITY			
8,102	BlackRock Global Emerging Europe*	588,982	0.87	
31,069	iShares DJ Asia Pacific Select Dividend*	635,982	0.94	
40,500	SPDR S&P Emerging Markets Dividend*	570,867	0.84	
	TOTAL FAR EAST & EMERGING EQUITY	1,795,831	2.65	1.93
	GLOBAL EQUITY			
117,330	db x-trackers DJ STOXX Global Select Dividend 100*	2,048,582	3.02	3.22
	TOTAL EQUITIES	15,188,283	22.41	19.66
	BONDS			
	OVERSEAS GOVERNMENT BONDS, AGENCIES & SUPRAS			
US\$250,000	Bank Nederlandse Gemeenten 4.375% 2021	182,932	0.27	
CA\$1,000,000	Canada Housing Trust 3.35% 2020	688,575	1.02	
CA\$2,200,000	Canadian Government Bond 2.5% 2013	1,396,710	2.06	
US\$100,000	Eurasian Development Bank 7.375% 2014	68,262	0.10	
US\$165,000	Eurofima 5% 2017	119,109	0.18	
NOK5,370,000	European Investment Bank 4.25% 2017	633,823	0.94	
NZ\$280,000	European Investment Bank 6.5% 2014	151,779	0.22	
€215,000	Italy Treasury 3.75% 2021	169,712	0.25	
€1,330,000	Italy Treasury 4% 2017	1,120,308	1.65	
€235,000	Italy Treasury 4.25% 2019	196,821	0.29	
€400,000	Italy Treasury 4.5% 2015	341,617	0.50	
€400,000	Italy Treasury 6% 2014	349,373	0.52	
¥81,500,000	Japanese Government Bond 1% 2021	638,195	0.94	
¥88,100,000	Japanese Government Bond 2% 2041	679,309	1.00	
US\$500,000	KfW 2.75% 2017	338,410	0.50	
NOK2,500,000	Kommunalbanken 3% 2016	283,769	0.42	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	OVERSEAS GOVERNMENT BONDS, AGENCIES & SUPRAS (continued)			
NZ\$1,980,000	New Zealand Government Bond 5.5% 2023	1,187,960	1.75	
NOK7,100,000	Norwegian Government Bond 3.75% 2021	893,711	1.32	
AUD\$680,000	Ontario 6.25% 2020	499,599	0.74	
AUD\$1,175,000	Queensland Treasury 6.25% 2020	866,721	1.28	
€400,000	Spain Government Bond 3.3% 2014	326,520	0.48	
€800,000	Spain Government Bond 3.75% 2015	653,636	0.96	
€640,000	Spain Government Bond 4.25% 2016	523,884	0.77	
€265,000	Spain Government Bond 5.85% 2022	222,830	0.33	
SEK9,400,000	Sweden Government Bond 3.75% 2017	993,071	1.46	
US\$1,680,000	US Treasury 0.750% 2017	1,055,477	1.56	
US\$1,775,000	US Treasury 1.625% 2022	1,108,931	1.64	
	TOTAL OVERSEAS GOVERNMENT BONDS, AGENCIES & SUPRAS	15,691,044	23.15	20.44
	SHORT TERM STERLING BONDS			
£400,000	Caisse d'Amortissement de la Dette Sociale 3.75% 2014	419,458	0.62	
£370,000	Westpac Banking Corporation 1.375% 2015	369,647	0.55	
	TOTAL SHORT TERM STERLING BONDS	789,105	1.17	-
	INDEX LINKED BONDS			
AUD\$2,070,000	Australia Government Bond 3% index-linked 2025	1,866,226	2.75	
US\$1,200,000	US Treasury Inflation Protected Securities 0.75% 2042	860,367	1.27	
US\$1,370,000	US Treasury 1.25% index-linked 2020	1,083,978	1.60	
	TOTAL INDEX LINKED BONDS	3,810,571	5.62	3.96

CF 7IM INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	CORPORATE BONDS			
€300,000	America Movil 3% 2021	253,627	0.37	
US\$100,000	ArcelorMittal 6.75% 2022	64,450	0.10	
€250,000	BAA Funding 4.6% 2018	229,358	0.34	
US\$250,000	Banco de Credito del Peru 4.75% 2016	166,054	0.24	
US\$200,000	Banco Santander Chile 3.875% 2022	126,497	0.19	
€250,000	BAT International Finance 3.625% 2021	224,722	0.33	
€100,000	BG Energy Capital 3% 2018	87,583	0.13	
US\$200,000	BG Energy Capital 4% 2021	138,456	0.20	
US\$300,000	BP Capital Markets 4.75% 2019	218,751	0.32	
US\$100,000	British Sky Broadcasting Group 3.125% 2022	62,460	0.09	
€200,000	Casino Guichard-Perrachon 4.726% 2021	184,444	0.27	
€250,000	Ceske Drahy 4.5% 2016	220,392	0.33	
€100,000	Deutsche Telekom International Finance 4.25% 2022	94,106	0.14	
US\$250,000	Deutsche Telekom International Finance 4.875% 2014	165,290	0.24	
US\$340,000	Electricite de France 6.5% 2019	260,244	0.38	
€300,000	EP Energy 5.857% 2019	259,041	0.38	
US\$200,000	Eskom Holdings 5.75% 2021	140,356	0.21	
US\$200,000	Experian Finance 2.375% 2017	126,997	0.19	
AUD\$610,000	GE Capital Australia Funding 6% 2015	415,549	0.61	
€200,000	Heineken 3.5% 2024	175,328	0.26	
€200,000	Imperial Tobacco Finance 4.5% 2018	184,716	0.27	
€100,000	IPIC GMTN 3.625% 2023	82,046	0.12	
US\$250,000	IPIC GMTN 5% 2020	175,086	0.26	
€100,000	IPIC GMTN 5.875% 2021	97,607	0.14	
US\$250,000	Itau Unibanco Holding 5.125% 2023	158,608	0.23	
€200,000	JPMorgan Chase & Company 2.75% 2022	165,605	0.24	
US\$100,000	JPMorgan Chase & Company 3.25% 2022	64,475	0.10	
US\$225,000	Lukoil International Finance 7.25% 2019	169,104	0.25	
€250,000	Luxtistica Group 3.625% 2019	221,908	0.33	
€200,000	Nationwide Building Society 3.125% 2017	174,154	0.26	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	CORPORATE BONDS (continued)			
US\$300,000	NBCUniversal Media 2.875% 2023	187,884	0.28	
€60,000	Optus Finance 3.5% 2020	53,944	0.08	
€200,000	Pernod-Ricard 5% 2017	185,167	0.27	
US\$265,000	Petrobras International Finance 5.75% 2020	187,820	0.28	
US\$200,000	QTEL International Finance 4.75% 2021	140,962	0.21	
€125,000	Rabobank 4.25% 2017	113,560	0.17	
NZ\$510,000	Rabobank 5% 2015	269,115	0.40	
€100,000	Rottapharm 6.125% 2019	82,573	0.12	
US\$300,000	SABMiller Holdings 3.75% 2022	202,447	0.30	
US\$220,000	Shell International Finance 4.3% 2019	159,059	0.24	
€100,000	Telefonica Emisiones 4.693% 2019	85,834	0.13	
US\$200,000	Telefonica Emisiones 4.949% 2015	129,536	0.19	
€200,000	Telstra Corporation 3.75% 2022	182,678	0.27	
US\$200,000	Transnet 4.5% 2016	131,820	0.19	
€100,000	Veolia Environnement 6.75% 2019	102,407	0.15	
€100,000	Voto-Votorantim 5.25% 2017	87,781	0.13	
	TOTAL CORPORATE BONDS	7,409,601	10.93	11.94
	HIGH YIELD BONDS			
US\$150,000	Aguila 7.875% 2018	98,743	0.15	
£100,000	Anglian Water Osprey Financing 7% 2018	108,390	0.16	
2,497,456	Carador Income*	1,659,630	2.45	
€100,000	Fiat Industrial Finance Europe 6.25% 2018	88,376	0.13	
€100,000	Foodcorp 8.75% 2018	86,988	0.13	
1,644,583	HarbourVest Senior Loans Europe	1,262,217	1.86	
€50,000	HeidelbergCement 8.5% 2019	49,445	0.07	
€100,000	Iron Mountain 6.75% 2018	82,362	0.12	
9,500	iShares Markit iBoxx® \$ High Yield Capped Bond*	652,167	0.96	
£100,000	Jaguar Land Rover 8.25% 2020	109,910	0.16	
272,800	Loomis Sayles Institutional High Income*	1,579,630	2.33	
474,496	NB Global Floating Rate Income	477,818	0.70	
€85,000	New World Resources 7.375% 2015	69,673	0.10	

CF 7IM INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	HIGH YIELD BONDS (continued)			
£100,000	Odeon & UCI Finco 9% 2018	103,000	0.15	
£100,000	Phones4u Finance 9.5% 2018	103,140	0.15	
€100,000	Rexel 7% 2018	89,057	0.13	
US\$100,000	Sable International Finance 7.75% 2017	66,771	0.10	
€100,000	Sunrise Communications International 7% 2017	87,256	0.13	
€100,000	Telenet Finance 6.25% 2022	85,162	0.13	
£100,000	Thames Water Kemble Finance 7.75% 2019	108,790	0.16	
€100,000	UPC Germany GmbH 9.625% 2019	90,518	0.13	
€100,000	UPC Holding 8.375% 2020	89,577	0.13	
£100,000	Virgin Media Finance 5.125% 2022	99,310	0.15	
£80,000	Virgin Media Finance 8.875% 2019	91,168	0.14	
£50,000	William Hill 7.125% 2016	55,000	0.08	
€100,000	Zinc Capital 8.875% 2018	83,742	0.13	
	TOTAL HIGH YIELD BONDS	7,477,840	11.03	10.65
	EMERGING MARKET BONDS			
BRL2,200,000	Brazilian Government International Bond 8.5% 2024	761,972	1.13	
CZK27,610,000	Czech Republic Government Bond 3.85% 2021	1,025,680	1.51	
HUF320,000,000	Hungary Government Bond 6.75% 2013	924,972	1.36	
8,434	iShares JPMorgan \$ Emerging Market Bond*	636,981	0.94	
MYR4,600,000	Malaysian Government Bond 4.262% 2016	981,189	1.45	
MXN16,900,000	Mexican Bonos 8.5% 2038	1,004,874	1.48	
8,528	Pictet Emerging Local Currency Debt*	977,991	1.44	
PLN5,150,000	Poland Government Bond 5.25% 2020	1,116,293	1.65	
US\$475,000	Qatar Government International 4.5% 2022	339,362	0.50	
US\$150,000	Socialist Republic of Vietnam 6.75% 2020	107,925	0.16	
ZAR5,450,000	South Africa Government Bond 2% 2025	420,868	0.62	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	EMERGING MARKET BONDS (continued)			
ZAR1,750,000	South Africa Government Bond 3.45% 2033	254,995	0.38	
ZAR4,500,000	South Africa Government Bond 7.75% 2023	330,992	0.49	
KRW1,750,000,000	South Korea Treasury Bond 3.75% 2013	1,031,377	1.52	
	TOTAL EMERGING MARKET BONDS	9,915,471	14.63	9.03
	GLOBAL BONDS			
709,509	Invesco perpetual Fixed Interest Global Financial Capital*	916,970	1.35	–
	TOTAL BONDS	46,010,602	67.88	56.02
	TIMBER	–	–	1.84
	PRIVATE EQUITY			
8,860	Apollo Investment Corporation	44,835	0.07	
8,610	Ares Capital Corporation	95,252	0.14	
8,350	Blackstone Group (The)	76,433	0.11	
2,359	Eurazeo	70,259	0.11	
1,336	Hercules Technology Growth Capital	8,945	0.01	
3,320	MCG Capital Corporation	9,219	0.01	
1,135	Partners Group Holdings	152,894	0.23	
1,245	PennantPark Investment Corporation	8,351	0.01	
100,000	Princess Private Equity Holdings	535,610	0.79	
3,150	Prospect Capital Corporation	20,677	0.03	
10,196	Ratos	63,250	0.09	
	TOTAL PRIVATE EQUITY	1,085,725	1.60	1.66
	REAL ESTATE			
1,063,012	BlackRock Global Property Securities Equity Tracker*	1,257,543	1.85	2.70

CF 7IM INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INFRASTRUCTURE			
810,700	3i Infrastructure	1,021,482	1.51	
34,750	db X-trackers – S&P Global Infrastructure*	651,215	0.96	
	TOTAL INFRASTRUCTURE	1,672,697	2.47	5.94
	HEDGE FUNDS	–	–	3.22
	STRUCTURED PRODUCTS			
641,000	ELDeRS 24C floating rate income shares (linked to FTSE 100)^	580,105	0.86	0.73
	MONEY MARKETS			
450,000	Goldman Sachs Sterling Liquid Reserves*	450,000	0.66	
500,000	JPMorgan Sterling Liquidity*	500,000	0.74	
	TOTAL MONEY MARKETS	950,000	1.40	5.69
	FORWARD CURRENCY CONTRACTS			
US\$(13,775,000)	Vs £8,563,545 (expiry 14.12.12)	(31,715)	(0.05)	
HUF(318,160,000)	Vs €1,050,033 (expiry 12.02.13)	(57,614)	(0.09)	
AUD(700,000)	Vs £449,135 (expiry 11.12.12)	(6,283)	(0.01)	
¥(63,000,000)	Vs £494,060 (expiry 20.12.12)	17,295	0.03	
US\$(5,500,000)	Vs £3,389,904 (expiry 20.12.12)	(41,978)	(0.06)	
€(2,500,000)	Vs £2,016,050 (expiry 20.12.12)	(13,179)	(0.02)	
NZ\$(3,200,000)	Vs £1,593,467 (expiry 13.12.12)	(44,149)	(0.07)	
CAS(3,330,000)	Vs £2,122,574 (expiry 04.12.12)	30,844	0.05	
AUD(5,700,000)	Vs £3,694,976 (expiry 18.12.12)	(11,379)	(0.02)	
€(10,200,000)	Vs £8,249,243 (expiry 18.01.13)	(33,085)	(0.05)	
ZAR(4,750,000)	Vs €416,574 (expiry 31.01.13)	7,519	0.01	
ZAR(9,500,000)	Vs £662,330 (expiry 31.01.13)	741	–	
CKK(32,000,000)	Vs £1,012,908 (expiry 14.02.13)	(15,858)	(0.02)	
PLN(5,600,000)	Vs £1,074,279 (expiry 21.02.13)	(22,129)	(0.03)	
¥(173,800,000)	Vs £1,362,822 (expiry 21.02.13)	46,542	0.07	
	TOTAL FORWARD CURRENCY CONTRACTS	(174,428)	(0.26)	0.15

Portfolio of Investments	Value £	Total Net Assets	
		30.11.12 %	30.11.11 %
Portfolio of investments#	66,570,527	98.21	97.61
Net other assets	1,213,536	1.79	2.39
Net assets	67,784,063	100.00	100.00
The investments have been valued in accordance with note1(i) of the Notes to the Aggregated Financial Statements and are ordinary shares unless stated otherwise.			
^ Structured product.			
* Collective investment scheme.			
# Includes derivative liabilities.			
Credit Rating		30.11.12 %	30.11.11 %
Investment grade securities		52.20	37.13
Non-investment grade securities		2.88	2.09
Non-rated securities		0.74	5.18
Other investments		42.39	53.21
Net other assets		1.79	2.39
		100.00	100.00

CF 7IM INCOME FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) £41,832,383

Major purchases	Cost £
US Treasury 2% 2021	1,844,724
Canadian Government Bond 2.5% 2013	1,436,895
HICL Infrastructure Company	1,389,830
db x-trackers EURO STOXX 50	1,300,277
BlackRock Global Property Securities Equity Tracker	1,250,000
New Zealand Government Bond 5.5% 2023	1,191,444
US Treasury 0.875% 2017	1,174,981
US Treasury 1.625% 2022	1,123,910
Italy Treasury 4% 2017	1,085,804
US Treasury 0.750% 2017	1,066,405
Sweden Government Bond 3.75% 2017	999,165
Korea Treasury Bond 3.75% 2013	991,192
Japanese Government Bond 1% 2021	937,969
Czech Republic Government Bond 3.85% 2021	932,803
Hungary Government Bond 6.75% 2013	922,157
John Laing Infrastructure	897,573
US Treasury Inflation Protected Securities 0.75% 2042	876,159
Australia Government Bond 3% index-linked 2025	858,309
Canada Housing Trust 3.15% 2014	829,292
Ossiam ETF iSTOXX Europe Minimum Variance	801,422

In addition to the above, purchases totalling £1,750,000 were made in short term investment funds during the year.

Total sales for the year (note 14) £35,458,822

Major sales	Proceeds £
HICL Infrastructure Company	2,009,648
US Treasury 2% 2021	1,879,202
John Laing Infrastructure	1,632,786
iShares EURO STOXX Select Dividend 30	1,601,598
iShares FTSE/EPRA European Property	1,594,345
Danish Government Bond 4% 2017	1,323,645
US Treasury 0.875% 2017	1,198,936
Canadian Government Bond 2.75% 2016	1,183,549
Japanese Government Bond 1% 2021	1,049,427
Signet Global Fixed Income Strategies	984,226
Czech Republic Government Bond 5% 2019	957,744
US Treasury Inflation Protected Securities 2.125% 2041	882,192
Canada Housing Trust 3.15% 2014	838,677
US Treasury 4.375% 2041	832,629
New Zealand Government Bond 5% 2019	797,192
LB Baden-Wuerttemberg 1.75% 2014	771,847
Berlin-Hannoversche Hypothekenbank 2.5% 2014	748,076
FundLogic Alternatives Salar Convertible Absolute Return	746,467
Brazilian Government International Bond 12.5% 2016	702,795
3i Infrastructure	629,736

In addition to the above, sales totalling £4,300,000 were made in short term investment funds during the year.

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

CF 7IM INCOME FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
Income:					
Net capital gains/(losses)	2		3,235,692		(1,295,057)
Revenue	3	2,862,597		2,618,222	
Expenses	4	(970,663)		(881,380)	
Finance costs: Interest	6	(36)		(424)	
Net revenue before taxation		1,891,898		1,736,418	
Taxation	5	(242,610)		(153,778)	
Net revenue after taxation			1,649,288		1,582,640
Total return before distributions			4,884,980		287,583
Finance costs: Distributions	6		(2,507,802)		(2,309,166)
Change in net assets attributable to shareholders from investment activities			<u>2,377,178</u>		<u>(2,021,583)</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
Opening net assets attributable to shareholders			61,515,252		55,703,694
Amounts receivable on issue of shares		12,454,402		15,270,392	
Amounts payable on cancellation of shares		(9,342,524)		(8,188,008)	
			3,111,878		7,082,384
Dilution levy charged	1(k)		57		-
Stamp duty reserve tax	1(g)		(6,234)		(23,590)
Change in net assets attributable to shareholders from investment activities			2,377,178		(2,021,583)
Retained distribution on Accumulation shares			785,932		774,347
Closing net assets attributable to shareholders			<u>67,784,063</u>		<u>61,515,252</u>

BALANCE SHEET
AS AT 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
ASSETS					
Investment assets			66,847,896		60,157,660
Other assets					
Debtors	7	1,813,132		1,203,514	
Cash and bank balances	8	1,322,328		2,607,758	
Total other assets			3,135,460		3,811,272
Total assets			<u>69,983,356</u>		<u>63,968,932</u>
LIABILITIES					
Investment liabilities			(277,369)		(115,180)
Other liabilities					
Creditors	9	(1,245,976)		(2,014,774)	
Bank overdrafts	8	(225,775)		-	
Distribution payable on Income shares		(450,173)		(323,726)	
Total other liabilities			(1,921,924)		(2,338,500)
Total liabilities			<u>(2,199,293)</u>		<u>(2,453,680)</u>
Net assets attributable to shareholders			<u>67,784,063</u>		<u>61,515,252</u>

CF 7IM INCOME FUND

Financial Statements (continued)

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	2,706,298	(1,057,862)
Derivative contracts	25,445	(3,466)
Forward currency contracts	595,266	(153,148)
Transaction charges	(4,311)	(6,590)
AMC rebates from underlying investments	10,426	10,345
Currency losses	(97,432)	(84,336)
Net capital gains/(losses)	<u>3,235,692</u>	<u>(1,295,057)</u>
3. REVENUE		
Non-taxable dividends	1,149,920	1,093,866
Taxable dividends	33,472	59,902
UK property income distributions	–	48,403
Unfranked interest	1,670,073	1,416,200
AMC rebates from underlying investments	6,692	(1,097)
Bank interest	2,440	948
Total revenue	<u>2,862,597</u>	<u>2,618,222</u>
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	898,996	823,465
Legal and professional fees	8,000	6,435
Printing costs	6,213	5,171
Registration fees	6,531	2,568
	919,740	837,639
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	14,720	13,744
Safe custody and other bank charges	21,079	16,194
	35,799	29,938

4. EXPENSES (continued)

Other expenses:

	30.11.12 £	30.11.11 £
Fees paid to auditor – audit	7,800	7,800
– tax services	3,000	2,938
FSA fee	60	55
Legal and professional fees	461	–
Postage and distribution costs	1,814	–
Publication costs	1,989	3,010
	15,124	13,803
Total expenses	<u>970,663</u>	<u>881,380</u>

5. TAXATION

a) Analysis of charge for the year

	30.11.12 £	30.11.11 £
Corporation tax at 20%	150,481	130,580
Double tax relief	(3,031)	(9,096)
	147,450	121,484
Overseas tax	16,091	13,054
Irrecoverable income tax	–	793
Adjustments in respect of prior periods	79,069	18,447
Current tax charge (note 5b)	<u>242,610</u>	<u>153,778</u>
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	<u>242,610</u>	<u>153,778</u>

b) Factors affecting current tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.

	30.11.12 £	30.11.11 £
Net revenue before taxation	1,891,898	1,736,418
Corporation tax at 20%	378,380	347,284
Effects of:		
Non-taxable dividends	(229,984)	(218,773)
AMC rebates taken to capital	2,085	2,069
Corporation tax charge	<u>150,481</u>	<u>130,580</u>

CF 7IM INCOME FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12	30.11.11
	£	£
5. TAXATION (continued)		
Overseas tax	13,060	3,958
Irrecoverable income tax	–	793
Adjustments in respect of prior periods	79,069	18,447
	<u>242,610</u>	<u>153,778</u>

c) Deferred tax

There was no deferred tax charge in the current or prior year.

6. FINANCE COSTS

Distributions

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

	30.11.12	30.11.11
	£	£
First Interim	574,510	465,162
Second Interim	628,329	677,015
Third Interim	679,899	716,420
Final	643,320	481,012
	<u>2,526,058</u>	<u>2,339,609</u>
Add: Revenue deducted on cancellation of shares	45,511	36,631
Deduct: Revenue received on issue of shares	(63,767)	(67,074)
Net distributions for the year	<u>2,507,802</u>	<u>2,309,166</u>
Interest	36	424
Total finance costs	<u>2,507,838</u>	<u>2,309,590</u>

Details of the distributions per share are set out in the tables on pages 67 to 72.

	30.11.12	30.11.11
	£	£
6. FINANCE COSTS (continued)		
Distributions represented by:		
Net revenue after taxation	1,649,288	1,582,640
Allocations to Capital:		
Expenses, net of tax relief	858,488	726,555
Balance brought forward	43	14
Balance carried forward	(17)	(43)
	<u>2,507,802</u>	<u>2,309,166</u>
Net distributions for the year		
7. DEBTORS		
Amounts receivable for issue of shares	209,415	284,963
Sales awaiting settlement	1,005,132	431,870
Accrued revenue:		
Non-taxable dividends	107,143	94,078
Unfranked interest	469,579	377,173
AMC rebates from underlying investments	5,395	1,059
Bank interest	–	15
	<u>582,117</u>	<u>472,325</u>
Prepaid expenses	189	188
Taxation recoverable:		
Income tax	10,619	8,595
Overseas withholding tax	5,660	5,573
	<u>16,279</u>	<u>14,168</u>
Total debtors	<u>1,813,132</u>	<u>1,203,514</u>
8. CASH AND BANK BALANCES		
Bank balances:		
Capital account	988,905	2,397,513
Revenue account	216,957	210,245
Margin account	116,466	–
	<u>1,322,328</u>	<u>2,607,758</u>
Total bank balances		

CF 7IM INCOME FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
8. CASH AND BANK BALANCES (continued)		
Bank overdrafts:		
Capital account	(108,931)	–
Margin account	(116,844)	–
Total bank overdrafts	<u>(225,775)</u>	<u>–</u>
9. CREDITORS		
Amounts payable for cancellation of shares	145,501	131,860
Purchases awaiting settlement	907,917	1,661,381
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	76,382	70,129
Legal and professional fees	1,326	6,435
Printing costs	2,994	2,331
Registration fees	645	593
	81,347	79,488
Amounts payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	1,244	1,159
Transaction charges	1,222	901
Safe custody and other bank charges	8,130	4,005
Interest payable	16	–
	10,612	6,065
Other expenses	11,023	13,843
Taxation payable:		
Corporation tax	88,990	121,484
Stamp duty reserve tax	586	653
	89,576	122,137
Total creditors	<u>1,245,976</u>	<u>2,014,774</u>

10. RELATED PARTY TRANSACTIONS

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

11. SHAREHOLDER FUNDS

Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.

12. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.11.11 : none).

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 12 of the Notes to the Aggregated Financial Statements.

ii. Interest rate risk

The table below shows the direct interest rate risk profile as at the balance sheet date:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Australian dollars	1,866,226	894,205
Canadian dollars	–	143
Euros	118,604	36,139
New Zealand dollars	14,130	–
South African rand	675,863	–
Swedish krona	41,858	–
US dollars	4,813,123	6,031,133
Pounds sterling	4,942,649	8,546,905
	12,472,453	15,508,525
Floating rate liabilities:		
Euros	(116,844)	–
US dollars	(108,931)	–
	(225,775)	–
Fixed rate assets:		
Australian dollars	1,781,869	1,985,642
Brazilian real	761,972	582,804
Canadian dollars	2,085,285	1,421,345
Czech Republic korunas	1,025,680	671,105
Danish krone	–	1,348,647
Euros	8,355,438	5,703,189
Hungarian forint	924,972	–
Japanese yen	1,317,504	1,911,498
Malaysian ringgit	981,189	837,687
Mexican pesos	1,004,874	737,794
New Zealand dollars	1,608,854	1,373,027
Norwegian krone	1,811,303	1,383,930
Polish zloty	1,116,293	792,387
South African rand	330,992	434,055
South Korean won	1,031,377	–
Swedish krona	993,071	–
US dollars	6,662,278	5,601,156
Pounds sterling	1,567,813	280,707
	33,360,764	25,064,973

CF 7IM INCOME FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

	30.11.12 £	30.11.11 £
<i>ii. Interest rate risk (continued)</i>		
Assets on which interest is not paid:		
Australian dollars	29,474	26,247
Brazilian real	22,448	25,038
Canadian dollars	18,401	11,835
Czech Republic korunas	5,880	20,187
Danish krone	–	2,043
Euros	3,370,691	1,125,809
Hungarian forint	49,903	–
Japanese yen	3,878	5,942
Malaysian ringgit	8,560	7,214
Mexican pesos	30,324	25,417
New Zealand dollars	825,795	27,959
Norwegian krone	30,810	27,418
Polish zloty	5,139	4,176
South African rand	12,317	21,318
Swedish krona	73,251	75,364
Swiss francs	154,346	133,681
US dollars	2,798,595	1,228,605
Pounds sterling	52,483,897	45,077,912
	59,923,709	47,846,165
Liabilities on which interest is not paid:		
Australian dollars	(4,161,774)	(2,837,050)
Canadian dollars	(2,091,730)	(1,424,237)
Czech Republic korunas	(1,028,766)	–
Euros	(10,311,557)	(9,640,693)
Hungarian forint	(910,519)	–
Japanese yen	(1,793,045)	(1,925,999)
Mexican pesos	–	(779,345)
New Zealand dollars	(2,442,025)	(1,366,581)
Norwegian krone	–	(1,423,795)
Polish zloty	(1,096,407)	(832,931)
South African rand	(992,383)	(465,359)
US dollars	(12,027,142)	(4,839,870)
Pounds sterling	(891,740)	(1,368,551)
	(37,747,088)	(26,904,411)
Net assets	67,784,063	61,515,252

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents, index-linked securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI) or its international equivalent and collective investment schemes that pay UK interest distributions.

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk (continued)

Fixed Rate Financial Assets				
Currencies	Weighted average interest rate		Weighted average period for which rate is fixed	
	30.11.12	30.11.11	30.11.12	30.11.11
Australian dollars	6.19%	6.13%	6 years	8 years
Brazilian real	8.50%	12.50%	11 years	4 years
Canadian dollars	2.78%	2.95%	3 years	3 years
Czech Republic korunas	3.85%	5.00%	9 years	7 years
Danish krone	–	4.00%	–	6 years
Euros	4.63%	3.79%	6 years	4 years
Hungarian forint	6.75%	–	0.2 years	–
Japanese yen	1.52%	1.57%	19 years	21 years
Malaysian ringgit	4.26%	4.26%	4 years	5 years
Mexican pesos	8.50%	8.50%	26 years	27 years
New Zealand dollars	5.51%	5.44%	8 years	6 years
Norwegian krone	3.81%	3.96%	6 years	2 years
Polish zloty	5.25%	5.25%	8 years	9 years
South Korean won	3.75%	–	1 year	–
South African rand	7.75%	7.91%	10 years	8 years
Swedish krona	3.75%	–	5 years	–
US dollars	3.62%	4.40%	7 years	10 years
Pounds sterling	5.23%	8.22%	4 years	6 years

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

CF 7IM INCOME FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile as at the balance sheet date:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	3,677,569	(4,161,774)	(484,205)	69,044
Brazilian real	784,420	–	784,420	607,842
Canadian dollars	2,103,686	(2,091,730)	11,956	9,086
Czech Republic korunas	1,031,560	(1,028,766)	2,794	691,292
Danish krone	–	–	–	1,350,690
Euros	10,536,670	(9,120,338)	1,416,332	(2,775,556)
Hungarian forint	974,875	(910,519)	64,356	–
Japanese yen	1,321,382	(1,793,045)	(471,663)	(8,559)
Malaysian ringgit	989,749	–	989,749	844,901
Mexican pesos	1,035,198	–	1,035,198	(16,134)
New Zealand dollars	1,644,370	(1,637,616)	6,754	34,405
Norwegian krone	1,842,113	–	1,842,113	(12,447)
Polish zloty	1,121,432	(1,096,407)	25,025	(36,368)
South African rand	1,019,172	(992,383)	26,789	(9,986)
South Korean won	1,031,377	–	1,031,377	–
Swedish krona	1,108,180	–	1,108,180	75,364
Swiss francs	154,346	–	154,346	133,681
US dollars	14,165,065	(12,027,142)	2,137,923	8,021,024
	44,541,164	(34,859,720)	9,681,444	8,978,279
Pounds sterling	23,417,327	34,685,292	58,102,619	52,536,973
Net assets	67,958,491	(174,428)	67,784,063	61,515,252

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 54 includes transaction costs of £565 and the sales figure disclosed on page 55 is net of transaction costs of £11,140.

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

First Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 29 February 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 30.04.12	Paid 30.04.11
Group 1	0.8559	–	0.8559	0.7493
Group 2	0.2135	0.6424	0.8559	0.7493

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 30.04.12	Allocated 30.04.11
Group 1	1.1278	–	1.1278	0.9798
Group 2	0.5107	0.6171	1.1278	0.9798

'B' Income Shares	Net Revenue	Equalisation	Paid 30.04.12	Paid 30.04.11
Group 1	0.8822	–	0.8822	0.8259
Group 2	0.4051	0.4771	0.8822	0.8259

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 30.04.12	Allocated 30.04.11
Group 1	1.1497	–	1.1497	1.0403
Group 2	0.5850	0.5647	1.1497	1.0403

'C' Income Shares	Net Revenue	Equalisation	Paid 30.04.12	Paid 30.04.11
Group 1	0.8858	–	0.8858	0.8826
Group 2	0.3367	0.5491	0.8858	0.8826

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 30.04.12	Allocated 30.04.11
Group 1	1.1748	–	1.1748	1.0621
Group 2	1.0495	0.1253	1.1748	1.0621

'D' Income Shares	Net Revenue	Equalisation	Paid 30.04.12	Paid 30.04.11
Group 1	0.8579	–	0.8579	0.7568
Group 2	0.3704	0.4875	0.8579	0.7568

CF 7IM INCOME FUND

Financial Statements (continued)

Distribution Tables (continued)

First Interim (continued)

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 30.04.12	Allocated 30.04.11
Group 1	1.1264	–	1.1264	0.9496
Group 2	0.4658	0.6606	1.1264	0.9496

'O' Income Shares	Net Revenue	Equalisation	Paid 30.04.12	Paid 30.04.11
Group 1	0.8522	–	0.8522	0.7674
Group 2	0.6992	0.1530	0.8522	0.7674

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 30.04.12	Allocated 30.04.11
Group 1	1.1163	–	1.1163	0.8120
Group 2	1.1163	0.0000	1.1163	0.8120

Second Interim

Group 1 – Shares purchased prior to 1 March 2012

Group 2 – Shares purchased on or after 1 March 2012 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9152	–	0.9152	1.1071
Group 2	0.3904	0.5248	0.9152	1.1071

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.2207	–	1.2207	1.4223
Group 2	0.4415	0.7792	1.2207	1.4223

'B' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9428	–	0.9428	1.1381
Group 2	0.4325	0.5103	0.9428	1.1381

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.2395	–	1.2395	1.4388
Group 2	0.5375	0.7020	1.2395	1.4388

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9495	–	0.9495	1.1474
Group 2	0.4489	0.5006	0.9495	1.1474

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.2696	–	1.2696	1.4933
Group 2	0.6664	0.6032	1.2696	1.4933

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9179	–	0.9179	1.1183
Group 2	0.4768	0.4411	0.9179	1.1183

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.2141	–	1.2141	1.4540
Group 2	0.7974	0.4167	1.2141	1.4540

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9113	–	0.9113	1.1040
Group 2	0.5318	0.3795	0.9113	1.1040

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.2008	–	1.2008	1.4080
Group 2	0.4213	0.7795	1.2008	1.4080

Third Interim

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 31 August 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.10.12	Paid 31.10.11
Group 1	0.9981	–	0.9981	1.1422
Group 2	0.7616	0.2365	0.9981	1.1422

CF 71M INCOME FUND

Financial Statements (continued)

Distribution Tables (continued)

Third Interim (continued)

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.10.12	Allocated 31.10.11
Group 1	1.3445	–	1.3445	1.4829
Group 2	0.5559	0.7886	1.3445	1.4829

'B' Income Shares	Net Revenue	Equalisation	Paid 31.10.12	Paid 31.10.11
Group 1	1.0287	–	1.0287	1.1763
Group 2	0.5386	0.4901	1.0287	1.1763

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.10.12	Allocated 31.10.11
Group 1	1.3656	–	1.3656	1.5058
Group 2	0.6972	0.6684	1.3656	1.5058

'C' Income Shares	Net Revenue	Equalisation	Paid 31.10.12	Paid 31.10.11
Group 1	1.0364	–	1.0364	1.1848
Group 2	0.5010	0.5354	1.0364	1.1848

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.10.12	Allocated 31.10.11
Group 1	1.3988	–	1.3988	1.5356
Group 2	0.9409	0.4579	1.3988	1.5356

'D' Income Shares	Net Revenue	Equalisation	Paid 31.10.12	Paid 31.10.11
Group 1	1.0007	–	1.0007	1.1474
Group 2	0.4647	0.5360	1.0007	1.1474

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.10.12	Allocated 31.10.11
Group 1	1.3369	–	1.3369	1.4686
Group 2	0.9959	0.3410	1.3369	1.4686

'O' Income Shares	Net Revenue	Equalisation	Paid 31.10.12	Paid 31.10.11
Group 1	0.9929	–	0.9929	1.1410
Group 2	0.9929	0.0000	0.9929	1.1410

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.10.12	Allocated 31.10.11
Group 1	1.3244	–	1.3244	1.4800
Group 2	0.4547	0.8697	1.3244	1.4800

Final

Group 1 – Shares purchased prior to 1 September 2012

Group 2 – Shares purchased on or after 1 September 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.9224	–	0.9224	0.7329
Group 2	0.4429	0.4795	0.9224	0.7329

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.2555	–	1.2555	0.9556
Group 2	1.2555	0.0000	1.2555	0.9556

'B' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.9511	–	0.9511	0.7601
Group 2	0.4452	0.5059	0.9511	0.7601

'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.2753	–	1.2753	0.9769
Group 2	0.3869	0.8884	1.2753	0.9769

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.9589	–	0.9589	0.7577
Group 2	0.3788	0.5801	0.9589	0.7577

Final (continued)

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.3084	–	1.3084	0.9975
Group 2	0.2226	1.0858	1.3084	0.9975

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.9248	–	0.9248	0.7359
Group 2	0.4432	0.4816	0.9248	0.7359

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.2485	–	1.2485	0.9580
Group 2	0.7351	0.5134	1.2485	0.9580

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.9168	–	0.9168	0.7274
Group 2	0.4250	0.4918	0.9168	0.7274

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.2345	–	1.2345	0.9135
Group 2	1.2345	0.0000	1.2345	0.9135

EQUALISATION

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

IMPORTANT INFORMATION

The following change was made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 0-35% Shares Sector.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM Moderately Cautious Fund ('the Fund') aims to provide a total return, substantially by way of income though with some capital appreciation. There may be a moderate risk to capital. The Fund invests predominantly in a range of collective investment vehicles and securities managed by selected fund managers. While income-generating assets are likely to represent a significant part of the portfolio, the portfolio may also include assets with scope for capital growth in real terms. The Fund may use different asset classes, with a substantial proportion in fixed interest.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the company.

IMA Mixed Investment 0-35% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
 ACD of CF 7IM Moderately Cautious Fund
 26 March 2013

CF 71M MODERATELY CAUTIOUS FUND

ACD's Report (continued)

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 7.9%¹. Over the same period the peer group average return for the IMA Mixed Investment 0-35% Shares Sector, which is the Fund benchmark, was 7.7%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about the extension of the Bush tax cuts, the so called "fiscal cliff", but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites leading to considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the Index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that a new prime minister and the appointment of a new Bank of Japan president early next year would make reforms that would lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stocks Index produced relatively modest returns, up only 1.3%.

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund value rose a little from £237.2 million at 30 November 2011⁴ to £252.0 million at 30 November 2012⁵.

¹ CF 71M Moderately Cautious 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 75% of the FTSE Actuaries Govt Securities UK Gilts All Stocks Index and 25% of the FTSE All-Share Index to IMA Mixed Investment 0-35% Shares Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

At the beginning of the year the Fund was invested 20% to equities, 52% bonds, 17% alternatives and 11% cash. Over the year we reduced exposure to alternatives buying more bonds, generally adding credit risk and shortening duration. Equities now make up 20% of the Fund, with 59% to bonds, 11% to alternatives and 10% cash.

At the beginning of the year we sold some of the Eaton Vance Emerald US Value fund, adding to the existing holding of T. Rowe Price US Large-Cap Growth Equity fund. This tilted the portfolio more towards growth in a period when the US economy was starting to recover and we also trimmed the holding of the Russell 2000 US Small Cap ETF.

Among alternatives, as the eurozone crisis intensified in the first few months of this year we felt it would be prudent to reduce some of the exposure to Europe. We had been holding a position in the iShares FTSE/EPRA European Property ETF which we sold on the view that if European economies were struggling as a result of the eurozone crisis, it was unlikely that property markets would prosper. We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers' share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt there could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September puts on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We also bought an exposure to European dividends. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

As the year unfolded, our fund advisors made some changes to their core holding recommendations and we sold the holdings of Standard Life UK Equity Growth fund, Cazenove European fund and Eaton Vance Emerald US Value fund which had performed poorly and switched the holdings into the BlackRock UK Equity fund, Edinburgh Partners European Opportunities fund and the Pzena US Large Cap Dynamic Value fund.

We reduced exposure to global government bonds selling the holding of Amundi Global Bond fund and reducing the holding of BNY Mellon Global Bond fund feeling that there was little scope for further appreciation in capital terms and that we should trim exposure. Meanwhile, Ibbotson Associates also suggested diversifying the fixed interest allocations further by switching some of the UK gilt allocation into short term sterling bonds. An allocation has been built up investing in a number of high quality supranational and high quality corporate issuers. This has increased yield by approx 0.7% with half a year shorter duration, thus also reducing duration risk.

CF 71M MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

At the end of the period we took a tactical position in short dated Italian and Spanish government bonds on the view that their yields would come back a little further as the European financial crisis resolved itself. Of course there are risks in this trade, not least of sovereign default, but we judged that, while there was likely to be some degree of volatility, the support from the European Central Bank through the OMT would ultimately lead to peripheral Europe government bond yields moving closer to those of Germany.

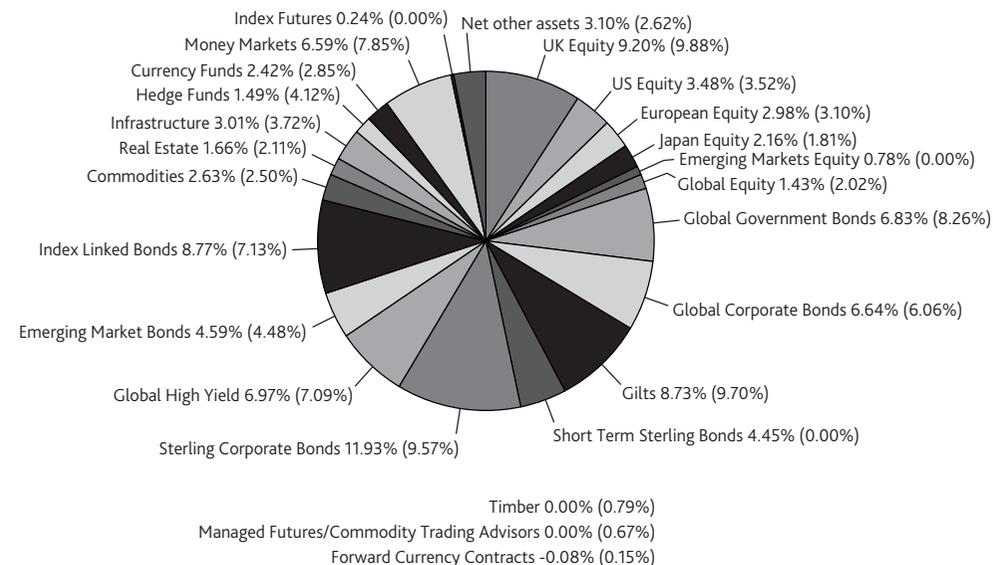
We rebalanced both the gilt and Index linked baskets and shortened the duration on each thus reducing risk a little. We also bought an RBS note on the Sterling Liquid Corporates Long Dated Index which is a cheaper way of accessing the return than through the iShares iBoxx sterling Liquid Corporates Long Dated fund.

The infrastructure builders' equity basket had not been performing as well as we had hoped recently and we sold the structured note that we had created to exploit this theme. We used the proceeds raised to invest in the BlackRock Global Emerging Europe equity fund. With a growth rate of 4.8% in 2011; more than Latin America, we see this as an attractive area for investment. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. For example, The Great Wall Motor Company opened a factory in Lovech, Bulgaria. With similar labour and materials costs, and much reduced transport expenses and duties, building a car for export to Europe is almost 20% cheaper in Bulgaria compared to China.

Among the alternatives, we sold holdings of hedge funds, Commodity Trading Advisors, the remaining timber holding, Phaunos, and disposed of the holdings of private equity where we had been disappointed with performance.

Throughout the year we have part hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which since sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations to 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

20 December 2012

CF 71M MODERATELY CAUTIOUS FUND

ACD's Report (continued)

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	119.55	112.90	2.5084
2008	116.34	100.42	2.9082
2009	119.66	103.77	2.4066
2010	125.93	117.08	1.9583
2011	127.06	117.55	2.5425
2012*	126.70	120.80	2.6131
2013**	-	-	1.4884

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	124.71	119.19	2.6218
2008	124.26	108.65	3.0582
2009	132.03	113.46	2.6146
2010	141.55	130.39	2.1602
2011	144.87	134.59	2.8790
2012*	148.24	139.57	3.0085
2013**	-	-	1.7403

'B' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	125.69	120.19	2.5945
2008	125.44	109.89	3.0974
2009	133.87	114.87	2.6483
2010	143.94	132.29	2.1878
2011	147.48	137.07	2.9260
2012*	151.32	142.21	3.0641
2013**	-	-	1.7755

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	121.71	115.08	2.5623
2008	118.81	102.98	2.9432
2009	123.31	106.61	2.4686
2010	130.46	121.02	2.0041
2011	131.90	122.23	2.6492
2012*	132.36	125.73	2.7203
2013**	-	-	1.5541

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	126.57	121.11	2.6261
2008	126.50	111.04	3.1362
2009	135.61	116.18	2.6819
2010	146.25	134.12	2.2111
2011	150.00	139.49	2.9522
2012*	154.35	144.79	3.1176
2013**	-	-	1.8107

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	120.07	113.49	2.0866
2008	117.04	101.10	2.6664
2009	120.67	104.53	2.1995
2010	126.93	118.03	2.0035
2011	128.06	118.54	2.5315
2012*	127.78	121.82	2.6212
2013**	-	-	1.4937

CF 71M MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	124.60	119.06	2.3808
2008	124.12	108.48	2.7910
2009	131.80	113.24	2.3765
2010	141.30	130.15	2.2095
2011	144.61	134.34	2.8423
2012*	147.97	139.31	2.9994
2013**	–	–	1.7367

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	119.09	118.06	–
2010	126.13	117.56	1.0320
2011	127.09	117.44	2.4335
2012*	125.87	120.33	2.7312
2013**	–	–	1.4795

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	131.16	130.00	–
2010	140.65	130.05	1.1858
2011	143.65	133.41	2.7113
2012*	146.27	138.21	3.0921
2013**	–	–	1.7214

From 1 December 2009.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	6,011,134	4,932,086	121.88
	'A' Accumulation	32,641,598	23,623,395	138.17
	'B' Accumulation	138,085,532	98,289,873	140.49
	'C' Income	968,564	766,790	126.31
	'C' Accumulation	9,928,084	6,956,232	142.72
	'D' Income	3,237,826	2,635,522	122.85
	'D' Accumulation	33,718,250	24,445,619	137.93
	'O' Income	640,384	524,379	122.12
	'O' Accumulation	2,221,290	1,617,199	137.35
	30.11.11	'A' Income	5,136,049	4,330,838
'A' Accumulation		30,156,096	22,011,108	137.00
'B' Accumulation		129,071,571	92,474,973	139.57
'C' Income		1,662,682	1,347,510	123.39
'C' Accumulation		12,455,775	8,766,713	142.08
'D' Income		5,198,181	4,346,299	119.60
'D' Accumulation		46,944,541	34,327,193	136.76
'O' Income		1,232,657	1,042,118	118.28
'O' Accumulation		5,089,509	3,749,793	135.73
30.11.12		'A' Income	6,161,479	4,922,296
	'A' Accumulation	35,019,732	23,631,156	148.19
	'B' Accumulation	124,431,745	82,255,847	151.27
	'C' Income	2,260,180	1,728,395	130.77
	'C' Accumulation	16,083,261	10,423,376	154.30
	'D' Income	7,678,012	6,082,064	126.24
	'D' Accumulation	52,856,179	35,731,638	147.93
	'O' Income	1,355,916	1,090,428	124.35
	'O' Accumulation	5,965,764	4,079,829	146.23

CF 7IM MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Fund Information (continued)

ONGOING CHARGES FIGURE

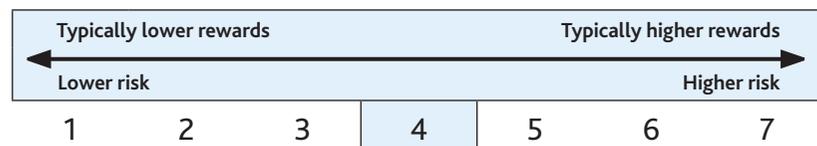
Expense Type	30.11.12				
	%				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.09	0.09	0.09	0.09	0.09
	1.49	1.24	0.99	1.49	1.99
Collective investment scheme costs	0.38	0.38	0.38	0.38	0.38
Ongoing charges figure	1.87	1.62	1.37	1.87	2.37

Expense Type	30.11.11				
	%				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.09	0.09	0.09	0.09	0.09
	1.49	1.24	0.99	1.49	1.99
Collective investment scheme costs	0.38	0.38	0.38	0.38	0.38
Ongoing charges figure	1.87	1.62	1.37	1.87	2.37

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

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

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

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

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	5 years
CF 7IM Moderately Cautious Fund	7.87	13.83	21.26
IMA Mixed Investment 0-35% Shares Sector#	7.70	16.98	17.55

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 100 to 102.

CF 7IM MODERATELY CAUTIOUS FUND

ACD's Report (continued)
 PORTFOLIO STATEMENT
 AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EQUITIES				
UK EQUITY				
1,807,172	BlackRock UK	6,106,433	2.43	
2,000,000	Citi UK Equity Certificate 2013^	2,253,200	0.89	
1,013,895	db x-trackers FTSE All-Share	3,167,408	1.26	
220,191	Dimensional UK Value	2,866,890	1.14	
11,559,260	Threadneedle UK Equity Income	8,767,699	3.48	
	TOTAL UK EQUITY	23,161,630	9.20	9.88
US EQUITY				
202,047	HSBC S&P 500	1,796,406	0.71	
53,133	Pzena US Large Cap Dynamic Value	3,562,779	1.41	
306,409	T.Rowe Price US Large-Cap Growth Equity	3,414,650	1.36	
	TOTAL US EQUITY	8,773,835	3.48	3.52
EUROPEAN EQUITY				
63,500	db x-trackers Euro STOXX 50	1,348,105	0.53	
2,419,282	Edinburgh Partners European Opportunities	3,621,666	1.44	
1,062,942	Jupiter European Special Situations	2,542,025	1.01	
	TOTAL EUROPEAN EQUITY	7,511,796	2.98	3.10
JAPAN EQUITY				
305,400	iShares MSCI Japan	1,775,138	0.71	
3,220,000	Nomura Notes (linked to 2016 Nikkei Dividend Payout)^	3,653,090	1.45	
	TOTAL JAPAN EQUITY	5,428,228	2.16	1.81
EMERGING MARKETS EQUITY				
26,982	BlackRock Global Emerging Europe	1,961,556	0.78	-
GLOBAL EQUITY				
3,191,177	Sarasin AgriSar	3,593,265	1.43	2.02
	TOTAL EQUITIES	50,430,310	20.03	20.33

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
BONDS				
GLOBAL GOVERNMENT BONDS				
10,004,007	BNY Mellon Global Bond	15,187,274	6.03	
€600,000	Italy Treasury 4.5% 2015	512,425	0.20	
€600,000	Italy Treasury 6% 2014	524,059	0.21	
€600,000	Spain Government 3.3% 2014	489,779	0.20	
€600,000	Spain Government 3.75% 2015	490,227	0.19	
	TOTAL GLOBAL GOVERNMENT BONDS	17,203,764	6.83	8.26
GLOBAL CORPORATE BONDS				
141,728	iShares Markit iBoxx® \$ Corporate Bond	10,184,946	4.04	
683,603	PIMCO Global Investment Grade Credit	6,534,712	2.60	
	TOTAL GLOBAL CORPORATE BONDS	16,719,658	6.64	6.06
GILTS				
£1,300,000	Treasury 2% 2016	1,361,612	0.54	
£5,700,000	Treasury 2.25% 2014	5,838,014	2.32	
£1,823,000	Treasury 4% 2022	2,198,432	0.87	
£1,200,000	Treasury 4.25% 2036	1,482,050	0.59	
£2,600,000	Treasury 4.25% 2049	3,243,604	1.29	
£2,600,000	Treasury 4.75% 2030	3,440,175	1.37	
£3,643,000	Treasury 5% 2018	4,414,828	1.75	
	TOTAL GILTS	21,978,715	8.73	9.70
SHORT TERM STERLING BONDS				
£3,000,000	European Investment Bank 6.25% 2014	3,223,068	1.28	
£350,000	Export Development Canada 1% 2014	352,274	0.14	
£1,726,000	GE Capital UK Funding 5.125% 2015	1,864,236	0.74	
£900,000	GE Capital UK Funding 6% 2013	917,557	0.37	
£1,000,000	L-Bank 2.25% 2013	1,015,272	0.40	

CF 71M MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	SHORT TERM STERLING BONDS (continued)			
£3,000,000	Nederlandse Waterschapsbank 2.125% 2016	3,091,176	1.23	
£730,000	Westpac Banking Corporation 1.375% 2015	729,304	0.29	
	TOTAL SHORT TERM STERLING BONDS	11,192,887	4.45	-
	STERLING CORPORATE BONDS			
9,470,368	Fidelity Institutional UK Corporate Bond	11,241,328	4.46	
4,657,867	Invesco Sterling Bond	11,915,290	4.73	
10,875	iShares Markit iBoxx® £ Corporate Bond	1,406,246	0.56	
5,000,000	RBS Sterling Liquid Corporates Long Dated Bond Tracker 2016^	5,486,000	2.18	
	TOTAL STERLING CORPORATE BONDS	30,048,864	11.93	9.57
	GLOBAL HIGH YIELD			
6,243,642	Carador Income***	4,149,075	1.65	
1,874,435	Loomis Sayles Institutional High Income	10,853,805	4.31	
2,529,360	NB Global Floating Rate Income***	2,547,066	1.01	
	TOTAL GLOBAL HIGH YIELD	17,549,946	6.97	7.09
	EMERGING MARKET BONDS			
19,167	Pictet (Lux) Global Emerging Debt	4,130,379	1.64	
64,740	Pictet Emerging Local Currency Debt	7,424,383	2.95	
	TOTAL EMERGING MARKET BONDS	11,554,762	4.59	4.48
	INDEX LINKED BONDS			
£2,220,000	Treasury 0.75% index-linked 2047	3,124,288	1.24	
£1,550,000	Treasury 1.25% index-linked 2017	2,245,883	0.89	
£3,360,000	Treasury 1.25% index-linked 2027	5,236,150	2.08	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INDEX LINKED BONDS (continued)			
£800,000	Treasury 1.25% index-linked 2055	1,472,654	0.59	
£2,450,000	Treasury 2% index-linked 2035	4,890,325	1.94	
£1,370,000	Treasury 2.5% index-linked 2020	5,106,640	2.03	
	TOTAL INDEX LINKED BONDS	22,075,940	8.77	7.13
	TOTAL BONDS	148,324,536	58.91	52.29
	COMMODITIES			
193,498	Goldman Sachs – DJ UBS Total Return Enhanced Strategy	1,511,527	0.60	
48,273	Source Physical Gold	5,114,228	2.03	
	TOTAL COMMODITIES	6,625,755	2.63	2.50
	TIMBER	-	-	0.79
	REAL ESTATE			
916	ING (L) Invest Global Real Estate	4,177,630	1.66	2.11
	INFRASTRUCTURE			
242,314	db x-trackers S&P Global Infrastructure	4,540,964	1.80	
33,051	Partners Group Listed Infrastructure	3,037,045	1.21	
	TOTAL INFRASTRUCTURE	7,578,009	3.01	3.72
	HEDGE FUNDS			
2,391,773	Dexion Absolute**	3,755,831	1.49	4.12
	MANAGED FUTURES/COMMODITY TRADING ADVISORS	-	-	0.67
	CURRENCY FUNDS			
4,262,000	Nomura Centa FX Currency GBP Notes 2014^	4,039,097	1.61	
2,000,000	Nomura Centa FX Currency GBP Notes 2015^	2,047,400	0.81	
	TOTAL CURRENCY FUNDS	6,086,497	2.42	2.85

CF 71M MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
MONEY MARKETS				
16,600,000	Goldman Sachs Sterling Liquid Reserves	16,600,000	6.59	7.85
INDEX FUTURES				
100	Euro STOXX 50 Index Dividend Futures December 2013	26,878	0.01	
400	Euro STOXX 50 Index Dividend Futures December 2014	348,070	0.14	
200	Euro STOXX 50 Index Dividend Futures December 2015	231,314	0.09	
	TOTAL INDEX FUTURES	606,262	0.24	–
FORWARD CURRENCY CONTRACTS				
AUD(1,450,000)	Vs £930,352 (expiry 11.12.2012)	(13,015)	(0.01)	
¥(950,000,000)	Vs £7,450,104 (expiry 20.12.2012)	260,795	0.10	
US\$(52,000,000)	Vs £32,049,998 (expiry 20.12.2012)	(396,886)	(0.16)	
€(8,000,000)	Vs £6,451,360 (expiry 20.12.2012)	(42,171)	(0.01)	
	TOTAL FORWARD CURRENCY CONTRACTS	(191,277)	(0.08)	0.15
	Portfolio of investments#	243,993,553	96.90	97.38
	Net other assets	7,818,715	3.10	2.62
	Net assets	251,812,268	100.00	100.00

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

All debt securities are investment grade securities.

^ Structured product.

** Investment trust.

*** Closed ended fund.

Includes derivative liabilities.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) **£66,339,594**

Major purchases	Cost £
RBS Sterling Liquid Corporates Long Dated Bond Tracker 2016	5,000,000
Invesco Sterling Bond	4,850,000
Treasury 1.25% index-linked 2017	3,730,183
Pzena US Large Cap Dynamic Value	3,454,158
BNY Mellon Global Bond	3,343,242
European Investment Bank 6.25% 2014	3,280,500
Edinburgh Partners European Opportunities	3,250,000
Nederlandse Waterschapsbank 2.125% 2016	3,073,050
PIMCO Global Investment Grade Credit	2,497,046
Goldman Sachs Alternative Beta Trend	2,450,000
BlackRock UK	2,280,000
HICL Infrastructure Company	2,043,445
BlackRock Global Emerging Europe	2,000,000
iShares MSCI Japan	1,900,028
GE Capital UK Funding 5.125% 2015	1,875,299
Dimensional UK Value	1,750,000
Treasury 4.25% 2036	1,451,520
db x-trackers Euro STOXX 50	1,300,480
Threadneedle UK Equity Income	1,300,000
Source Physical Gold	1,199,286

CF 7IM MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

Total sales for the year (note 14) **£66,599,177**

Major sales	Proceeds £
iShares Markit iBoxx® £ Corporate Bond	8,003,206
Amundi Global Bond	3,529,515
HICL Infrastructure Company	3,463,403
Eaton Vance Emerald US Value	3,457,374
Standard Life UK Equity Growth	3,146,811
Cazenove European	3,052,372
BNY Mellon Global Bond	2,944,647
db x-trackers FTSE All-Share	2,902,291
iShares Markit iBoxx® Euro High Yield	2,789,257
Signet Global Fixed Income Strategies	2,663,814
Goldman Sachs (linked to the DJ EuroSTOXX 50 Index)	2,593,655
Goldman Sachs Alternative Beta Trend	2,352,108
LyxorETF FTSE 100	2,283,154
DB Platinum IV DBX Systematic Alpha Index	2,233,516
Acencia Debt Strategies	2,212,026
LyxorETF EuroMTS 3-5 years	1,986,694
iShares FTSE/EPRA European Property	1,638,318
HSBC S&P 500	1,550,241
Nomura Bank World Infrastructure Bull Notes 2015	1,525,468
iShares MSCI Japan	1,485,387

In addition to the above, sales totalling £2,000,000 were made in short term investment funds during the year.

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

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	£	30.11.11 £
Income:					
Net capital gains/(losses)	2		16,202,731		(3,950,606)
Revenue	3	7,083,854		5,437,400	
Expenses	4	(3,324,736)		(3,217,866)	
Finance costs: Interest	6	(86)		(1,196)	
Net revenue before taxation			3,759,032		2,218,338
Taxation	5	(390,548)		(125,354)	
Net revenue after taxation			3,368,484		2,092,984
Total return before distributions			19,571,215		(1,857,622)
Finance costs: Distributions	6		(6,095,323)		(4,538,423)
Change in net assets attributable to shareholders from investment activities			13,475,892		(6,396,045)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	£	30.11.11 £
Opening net assets attributable to shareholders			236,947,061		227,452,662
Amounts receivable on issue of shares		33,520,767		44,050,830	
Amounts payable on cancellation of shares		(37,758,923)		(32,296,707)	
			(4,238,156)		11,754,123
Dilution levy charged	1(k)		54		–
Stamp duty reserve tax	1(g)		(28,628)		(182,132)
Change in net assets attributable to shareholders from investment activities			13,475,892		(6,396,045)
Retained distribution on Accumulation shares			5,656,045		4,318,453
Closing net assets attributable to shareholders			251,812,268		236,947,061

CF 71M MODERATELY CAUTIOUS FUND

Financial Statements (continued)

BALANCE SHEET

AS AT 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
ASSETS					
Investment assets		244,445,625		230,944,513	
Other assets					
Debtors	7	1,773,228		4,556,494	
Cash and bank balances	8	8,763,432		6,624,114	
Total other assets		10,536,660		11,180,608	
Total assets		<u>254,982,285</u>		<u>242,125,121</u>	
LIABILITIES					
Investment liabilities		(452,072)		(216,579)	
Other liabilities					
Creditors	9	(2,286,143)		(4,841,659)	
Bank overdrafts	8	(224,697)		-	
Distribution payable on Income shares		(207,105)		(119,822)	
Total other liabilities		(2,717,945)		(4,961,481)	
Total liabilities		<u>(3,170,017)</u>		<u>(5,178,060)</u>	
Net assets attributable to shareholders		<u>251,812,268</u>		<u>236,947,061</u>	

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12	30.11.11
	£	£
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	12,436,296	(767,749)
Derivative contracts	1,352,259	(1,164,779)
Forward currency contracts	2,426,655	(2,441,515)
Transaction charges	(1,812)	(3,548)
AMC rebates from underlying investments	23,751	38,216
Currency (losses)/gains	(34,418)	388,769
Net capital gains/(losses)	<u>16,202,731</u>	<u>(3,950,606)</u>
3. REVENUE		
Non-taxable dividends	2,072,847	1,585,246
Taxable dividends	1,117	16,479
Unfranked interest	4,945,022	3,721,017
AMC rebates from underlying investments	58,421	96,292
Bank interest	6,028	2,413
Other interest	419	-
Rebates from ETF's	-	15,953
Total revenue	<u>7,083,854</u>	<u>5,437,400</u>
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	3,101,310	3,005,286
Legal and professional fees	7,250	5,894
Printing costs	6,394	5,324
Registration fees	16,513	8,606
	3,131,467	3,025,110
Payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	41,764	41,009
Safe custody and other bank charges	36,886	49,791
	78,650	90,800

CF 7IM MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	100,532	88,272
Fees paid to auditor – audit	7,800	7,800
– tax services	3,000	2,938
FSA fee	60	55
Postage and distribution costs	1,238	–
Publication costs	1,989	2,891
	<u>114,619</u>	<u>101,956</u>
Total expenses	<u>3,324,736</u>	<u>3,217,866</u>
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	229,681	134,262
Overseas tax	274	(2)
Adjustments in respect of prior periods	–	28,142
Current tax charge (note 5b)	<u>229,955</u>	<u>162,402</u>
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Deferred tax charge on offshore income gains (note 5c)	160,593	(37,048)
Total taxation	<u>390,548</u>	<u>125,354</u>
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.		
	30.11.12 £	30.11.11 £
Net revenue before taxation	<u>3,759,032</u>	<u>2,218,338</u>
Corporation tax at 20%	751,806	443,668
Effects of:		
Non-taxable dividends	(414,569)	(317,049)
RPI movement on UK index-linked gilts	(112,306)	–
AMC rebates taken to capital	4,750	7,643
Corporation tax charge	<u>229,681</u>	<u>134,262</u>

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Overseas tax	274	(2)
Adjustments in respect of prior periods	–	28,142
Current tax charge (note 5a)	<u>229,955</u>	<u>162,402</u>
c) Deferred tax		
Provision at the start of the year	12,219	49,267
Deferred tax charge in the year (note 5a)	–	–
Deferred tax charge on offshore income gains (note 5a)	160,593	(37,048)
Provision at the end of the year	<u>172,812</u>	<u>12,219</u>
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
	30.11.12 £	30.11.11 £
Interim	3,106,159	2,450,894
Final	2,958,328	2,113,609
	<u>6,064,487</u>	<u>4,564,503</u>
Add: Revenue deducted on cancellation of shares	286,325	160,402
Deduct: Revenue received on issue of shares	(255,489)	(186,482)
Net distributions for the year	<u>6,095,323</u>	<u>4,538,423</u>
Interest	86	1,196
Total finance costs	<u>6,095,409</u>	<u>4,539,619</u>

Details of the distributions per share are set out in the tables on pages 100 to 102.

CF 7IM MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)		
Distributions represented by:		
Net revenue after taxation	3,368,484	2,092,984
Allocations to Capital:		
Expenses, net of tax relief	2,566,224	2,482,491
Deferred tax on offshore income gains	160,593	(37,048)
	2,726,817	2,445,443
Balance brought forward	68	64
Balance carried forward	(46)	(68)
Net distributions for the year	<u>6,095,323</u>	<u>4,538,423</u>
7. DEBTORS		
Amounts receivable for issue of shares	767,014	413,933
Sales awaiting settlement	–	3,336,060
Accrued revenue:		
Non-taxable dividends	105,188	49,779
Unfranked interest	647,716	499,149
AMC rebates from underlying investments	18,826	23,891
Bank interest	1,037	–
	772,767	572,819
Prepaid expenses	189	188
Taxation recoverable:		
Income tax	233,258	233,494
Total debtors	<u>1,773,228</u>	<u>4,556,494</u>
8. CASH AND BANK BALANCES		
Bank balances:		
Capital account	6,046,345	4,706,504
Revenue account	2,717,087	1,917,610
Total bank balances	<u>8,763,432</u>	<u>6,624,114</u>
Bank overdrafts:		
Margin account	<u>(224,697)</u>	<u>–</u>

	30.11.12 £	30.11.11 £
9. CREDITORS		
Amounts payable for cancellation of shares	1,530,750	742,956
Purchases awaiting settlement	–	3,732,871
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	258,984	245,044
Legal and professional fees	1,202	5,894
Printing costs	3,068	2,389
Registration fees	1,672	1,532
	264,926	254,859
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	3,464	3,343
Transaction charges	598	683
Safe custody and other bank charges	16,260	9,986
	20,322	14,012
Other expenses	21,145	38,751
Taxation payable:		
Corporation tax	273,943	44,262
Deferred tax	172,812	12,219
Stamp duty reserve tax	2,245	1,729
	449,000	58,210
Total creditors	<u>2,286,143</u>	<u>4,841,659</u>
10. RELATED PARTY TRANSACTIONS		
Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.		
11. SHAREHOLDER FUNDS		
Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.		
12. CONTINGENT LIABILITIES AND COMMITMENTS		
There are no contingent liabilities or outstanding commitments (30.11.11 : none).		

CF 7IM MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	179,680	2,738,255
US dollars	46,891,116	49,158,862
Pounds sterling	96,725,726	74,218,711
	143,796,522	126,115,828
Floating rate liabilities:		
Euros	(180,651)	–
Pounds sterling	(44,046)	–
	(224,697)	–
Fixed rate assets:		
Euros	2,016,490	–
Pounds sterling	33,171,602	22,973,329
	35,188,092	22,973,329
Assets on which interest is not paid:		
Euros	11,589,251	9,269,502
US dollars	17,948,216	9,968,035
Pounds sterling	93,081,223	110,383,262
	122,618,690	129,620,799
Liabilities on which interest is not paid:		
Australian dollars	(943,367)	–
Euros	(6,493,531)	(18,408,252)
Japanese yen	(7,189,309)	(6,310,791)
US dollars	(32,446,884)	(12,082,371)
Pounds sterling	(2,493,248)	(4,961,481)
	(49,566,339)	(41,762,895)
Net assets	<u>251,812,268</u>	<u>236,947,061</u>

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents, and index-linked securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI) and collective investment schemes that pay UK interest distributions.

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk (continued)

Fixed Rate Financial Assets				
Currency	Weighted average interest rate		Weighted average period for which rate is fixed	
	30.11.12	30.11.11	30.11.12	30.11.11
Euro	4.42%	–	2 years	–
Pounds sterling	3.88%	3.77%	9 years	14 years

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

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	–	(943,367)	(943,367)	–
Euros	13,604,770	(6,493,531)	7,111,239	(6,400,495)
Japanese yen	–	(7,189,309)	(7,189,309)	(6,310,791)
US dollars	64,839,332	(32,446,884)	32,392,448	47,044,526
	78,444,102	(47,073,091)	31,371,011	34,333,240
Pounds sterling	173,559,443	46,881,814	220,441,257	202,613,821
Net assets	<u>252,003,545</u>	<u>(191,277)</u>	<u>251,812,268</u>	<u>236,947,061</u>

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 89 includes transaction costs of £nil and the sales figure disclosed on page 90 is net of transaction costs of £21,599.

CF 7IM MODERATELY CAUTIOUS FUND

Financial Statements (continued)

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.5484	–	1.5484	1.2415
Group 2	0.4476	1.1008	1.5484	1.2415

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.7884	–	1.7884	1.4169
Group 2	0.5649	1.2235	1.7884	1.4169

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.8230	–	1.8230	1.4344
Group 2	0.5984	1.2246	1.8230	1.4344

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.6152	–	1.6152	1.2986
Group 2	0.6216	0.9936	1.6152	1.2986

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.8554	–	1.8554	1.4475
Group 2	0.7141	1.1413	1.8554	1.4475

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.5528	–	1.5528	1.2440
Group 2	0.5463	1.0065	1.5528	1.2440

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.7837	–	1.7837	1.3985
Group 2	0.6860	1.0977	1.7837	1.3985

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.5428	–	1.5428	1.2450
Group 2	0.5017	1.0411	1.5428	1.2450

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.7706	–	1.7706	1.3590
Group 2	0.4265	1.3441	1.7706	1.3590

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.4884	–	1.4884	1.0647
Group 2	0.5909	0.8975	1.4884	1.0647

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.7403	–	1.7403	1.2201
Group 2	0.7273	1.0130	1.7403	1.2201

'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.7755	–	1.7755	1.2411
Group 2	0.8463	0.9292	1.7755	1.2411

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.5541	–	1.5541	1.1051
Group 2	0.7636	0.7905	1.5541	1.1051

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.8107	–	1.8107	1.2622
Group 2	0.6646	1.1461	1.8107	1.2622

CF 7IM MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Distribution Tables (continued)

Final (continued)

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.4937	–	1.4937	1.0684
Group 2	0.6675	0.8262	1.4937	1.0684

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.7367	–	1.7367	1.2157
Group 2	0.7364	1.0003	1.7367	1.2157

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.4795	–	1.4795	1.1884
Group 2	0.4309	1.0486	1.4795	1.1884

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.7214	–	1.7214	1.3215
Group 2	0.6390	1.0824	1.7214	1.3215

EQUALISATION

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

CF 7IM BALANCED FUND

ACD'S REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following change was made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 20-60% Share Sector.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM Balanced Fund ('the Fund') aims to provide a balance of income and capital appreciation. There may be some risk to capital. The Fund invests predominantly in a range of collective investment vehicles and securities managed by selected fund managers. The Fund will comprise a mixture of income-generating assets and assets with scope for capital growth in real terms. The Fund may use different asset classes, with investment primarily in equities and fixed interest with no long-term preponderance to either class.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that is permitted in the stated investment and borrowing powers of the company.

The IMA Mixed Investment 20-60% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of CF 7IM Balanced Fund

26 March 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 9.0%¹. Over the same period the peer group average return for the IMA Mixed Investment 20-60% Shares Sector, which is the Fund benchmark, was 9.3%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about the extension of the Bush tax cuts, the so called 'fiscal cliff', but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites leading to considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that a new prime minister and the appointment of a new Bank of Japan president early next year would make reforms that would lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Glit All Stocks Index produced relatively modest returns, up only 1.3%.

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund value rose from £521.1 million at 30 November 2011⁴ to £534.0 million at 30 November 2012⁵.

¹ Calculated using CF 71M Balanced 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 50% of the FT Actuaries All Gilts British Government Fixed Interest Index and 50% of the FTSE All-Share Index to IMA Mixed Investment 20-60% Shares Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

At the beginning of the year, when we were fairly cautiously positioned, the Fund was invested 40% to equities, 35% bonds, 17% alternatives and 8% cash. Over the year we reduced exposure to alternatives buying more bonds, generally adding credit risk and shortening duration. Equities now make up 43% of the Fund, with 39% to bonds, 11% to alternatives and 7% cash.

At the beginning of the year we reduced the holding of Eaton Vance US Value fund, adding to the existing holding of T. Rowe Price US Large Cap Growth fund. This tilted the portfolio towards growth in a period when we felt the US economy was starting to recover and helped performance, as the T. Rowe Price fund outperformed the Eaton Vance fund.

In the UK we continued to build up the holding in the Dimensional UK Value fund. Dimensional defines asset classes based on a security's market capitalisation and book-to-market (BtM) and is therefore a good diversifier to the existing UK funds. We funded this mainly from reducing the holding of the Standard Life UK Equity Growth fund.

We also bought a holding in the Carador Income fund which invests in secured loan portfolios through collateralised debt obligations ('CDO') transactions, diversifying across asset class, geography, manager, and maturity profile to spread risk and offers a very good yield. The fund has performed very well this year being up over 25% year to date.

As the eurozone crisis intensified in the first few months of the year we felt it would be prudent to reduce some of the exposure to European financials and sold the holding of Lyxor ETF STOXX Europe 600 Banks we had invested in earlier in the year. We felt this holding could be vulnerable if the crisis led to a run on banks, the most vulnerable of which were likely to be some of the European banks in this Index. We had been holding a position in the iShares FTSE/EPRA European Property real estate ETF which we sold on the view that if European economies were struggling as a result of the eurozone crisis, it was unlikely that property markets would prosper.

We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt three could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September puts on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We also bought an exposure to European dividends. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

CF 71M BALANCED FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

As the year unfolded, our fund advisors made some changes to their core holding recommendations and we sold the holdings of Standard Life UK Equity Growth fund, Cazenove European fund and Eaton Vance Emerald US Value fund which had performed poorly and switched the holdings into the BlackRock UK Equity fund, Edinburgh Partners European Opportunities fund and the Pzena US Large Cap Dynamic Value fund. We also reduced the passive fund exposure to Emerging Markets and added to the T. Rowe Price Global Emerging Markets Equity fund which has been performing better than the Index and moved our Asia Pacific equity exposure out of a passive vehicle increasing the holding of First State Asia Pacific Leaders fund; another better-than-index performer.

We reduced exposure to global government bonds selling the holding of Amundi Global Bond fund and reducing the holding of BNY Mellon Global Bond fund feeling that there was little scope for further appreciation in capital terms and that we should trim exposure. Meanwhile, Ibbotson Associates also suggested diversifying the fixed interest allocations further by switching some of the UK gilt allocation into short term sterling bonds. An allocation has been built up investing in a number of high quality supranational and high quality corporate issuers. This has increased yield by approx 0.7% with half a year shorter duration, thus also reducing duration risk.

At the end of the period we took a tactical position in short dated Italian and Spanish government bonds on the view that their yields would come back a little further as the European financial crisis resolved itself. Of course there are risks in this trade, not least of sovereign default, but we judged that, while there was likely to be some degree of volatility, the support from the European Central Bank through the OMT would ultimately lead to peripheral Europe government bond yields moving closer to those of Germany.

We rebalanced both the gilt and index linked baskets and shortened the duration on each thus reducing risk a little. We also sold the iShares iBoxx Sterling Liquid Corporates Long Dated Index fund to buy an RBS note on this index which is a cheaper way of accessing the return.

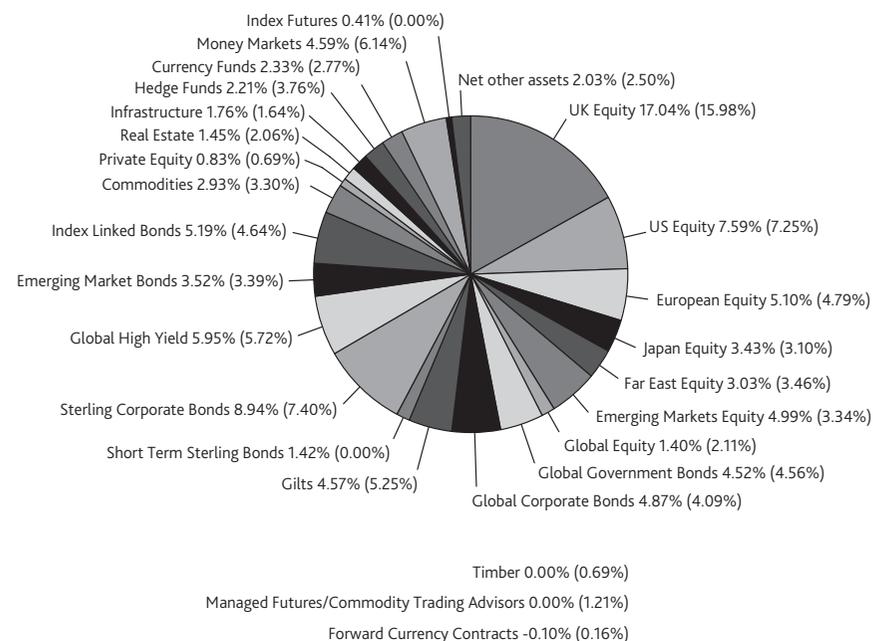
The infrastructure builders' equity basket had not been performing as well as we had hoped recently and we therefore chose to sell the structured note that we had created to exploit this theme. We used the proceeds to invest in the BlackRock Global Emerging Europe fund. With a growth rate of 4.8% in 2011; more than Latin America, we see this as an attractive area for investment. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. For example, The Great Wall Motor Company opened a factory in Lovech, Bulgaria. With similar labour and materials costs, and much reduced transport expenses and duties, building a car for export to Europe is almost 20% cheaper in Bulgaria compared to China.

We bought a holding in the Lyxor Smartix Euro iSTOXX 50 Equal Risk ETF which is a Smart Beta fund. Smart Beta is a method of choosing stocks in an index which does not prioritise market capitalisation and so provides more risk diversification. The Smartix fund is based on the Euro STOXX 50 Index but allocates risk equally to holdings to diversify risk and reduce concentration.

Among the alternatives, we sold holdings of hedge funds, Commodity Trading Advisors, the remaining timber holding, Phaunos, and are disposing of the holdings of private equity where we had been disappointed with performance.

Throughout the year we have part-hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which, since sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations to 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

20 December 2012

CF 71M BALANCED FUND

ACD's Report (continued)

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	133.83	124.18	1.6936
2008	129.93	103.84	1.6831
2009	129.62	105.48	1.5131
2010	140.70	125.76	1.1791
2011	143.18	126.08	1.6455
2012*	140.09	130.77	1.6765
2013**	-	-	1.2601

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	137.14	127.81	1.7326
2008	134.48	108.36	1.7483
2009	137.25	110.71	1.5929
2010	150.81	133.99	1.2463
2011	154.33	135.90	1.7589
2012*	152.93	141.65	1.8113
2013**	-	-	1.3745

'B' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	138.24	128.90	1.8997
2008	135.76	109.61	1.9264
2009	139.24	112.08	1.7593
2010	153.38	136.11	1.4353
2011	157.11	138.48	1.9547
2012*	156.21	144.54	1.9657
2013**	-	-	1.4409

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	135.10	125.36	2.0261
2008	131.26	105.20	2.0225
2009	131.59	106.89	1.8365
2010	143.18	127.83	1.5190
2011	145.86	128.62	1.9833
2012*	143.34	133.65	1.9566
2013**	-	-	1.3714

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	139.42	130.07	2.0779
2008	137.12	110.93	2.1271
2009	141.33	113.53	1.9375
2010	156.07	138.33	1.6237
2011	160.04	141.14	2.1538
2012*	159.59	147.52	2.1610
2013**	-	-	1.5252

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	134.08	124.47	1.5388
2008	130.29	104.15	1.5429
2009	130.16	105.83	1.3602
2010	141.23	126.23	1.2348
2011	143.72	126.53	1.6396
2012*	140.57	131.24	1.6767
2013**	-	-	1.2529

CF 71M BALANCED FUND

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	137.30	127.95	1.5478
2008	134.59	108.40	1.5767
2009	137.29	110.72	1.4240
2010	150.85	134.03	1.3166
2011	154.37	135.94	1.7491
2012*	152.98	141.69	1.8174
2013**	–	–	1.3707

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	129.90	127.30	–
2010	140.74	125.95	0.3720
2011	143.05	125.74	1.3293
2012*	139.22	130.18	1.4635
2013**	–	–	1.1672

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	137.23	134.48	–
2010	150.00	133.60	0.4597
2011	153.18	134.67	1.4048
2012*	150.77	139.95	1.5652
2013**	–	–	1.2707

From 1 December 2009.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	19,523,682	14,462,625	134.99
	'A' Accumulation	144,201,080	99,632,271	144.73
	'B' Accumulation	243,348,271	165,356,659	147.17
	'C' Income	3,952,692	2,878,003	137.34
	'C' Accumulation	30,775,096	20,555,274	149.72
	'D' Income	6,001,936	4,427,241	135.57
	'D' Accumulation	56,589,863	39,088,198	144.77
	'O' Income	2,628,148	1,944,535	135.16
	'O' Accumulation	6,413,061	4,453,041	144.02
30.11.11	'A' Income	16,674,479	12,853,925	129.72
	'A' Accumulation	138,244,023	98,386,038	140.51
	'B' Accumulation	221,481,119	154,635,385	143.23
	'C' Income	4,208,120	3,180,975	132.29
	'C' Accumulation	39,437,593	27,007,857	146.02
	'D' Income	7,528,673	5,782,672	130.19
	'D' Accumulation	75,997,682	54,070,059	140.55
	'O' Income	2,588,116	1,999,937	129.41
	'O' Accumulation	14,772,146	10,617,546	139.13
30.11.12	'A' Income	16,713,119	12,042,578	138.78
	'A' Accumulation	137,506,983	89,938,563	152.89
	'B' Accumulation	207,866,365	133,105,583	156.17
	'C' Income	5,760,710	4,059,007	141.92
	'C' Accumulation	56,076,983	35,147,638	159.55
	'D' Income	7,961,589	5,716,461	139.27
	'D' Accumulation	79,022,725	51,671,559	152.93
	'O' Income	3,114,194	2,256,380	138.02
	'O' Accumulation	19,643,800	13,032,338	150.73

CF 7IM BALANCED FUND

ACD's Report (continued)

Fund Information (continued)

ONGOING CHARGES FIGURE

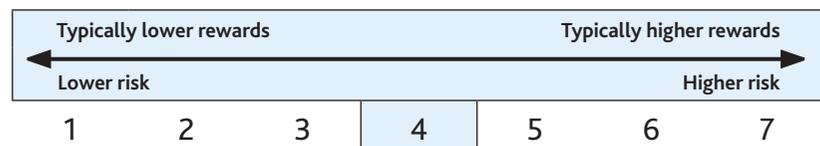
Expense Type	30.11.12				
	%				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.08	0.08	0.08	0.08	0.08
	1.48	1.23	0.98	1.48	1.98
Collective investment scheme costs	0.49	0.49	0.49	0.49	0.49
Ongoing charges figure	1.97	1.72	1.47	1.97	2.47

Expense Type	30.11.11				
	%				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.08	0.08	0.08	0.08	0.08
	1.48	1.23	0.98	1.48	1.98
Collective investment scheme costs	0.49	0.49	0.49	0.49	0.49
Ongoing charges figure	1.97	1.72	1.47	1.97	2.47

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

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

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

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

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	5 years
CF 7IM Balanced Fund	8.97	14.39	15.16
IMA Mixed Investment 20-60% Shares Sector#	9.31	17.70	14.48

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 131 to 133.

CF 7IM BALANCED FUND
ACD's Report (continued)
PORTFOLIO STATEMENT
AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EQUITIES				
UK EQUITY				
5,783,333	BlackRock UK	19,541,881	3.66	
5,500,000	Citi UK Equity Certificate 2013^	6,196,300	1.16	
4,700,123	db x-trackers FTSE All-Share	14,683,184	2.75	
915,788	Dimensional UK Value	11,923,556	2.24	
1,479,250	LyxorETF FTSE 100	9,703,880	1.82	
38,079,092	Threadneedle UK Equity Income	28,882,991	5.41	
	TOTAL UK EQUITY	90,931,792	17.04	15.98
US EQUITY				
958,236	HSBC S&P 500	8,519,705	1.60	
189,624	Pzena US Large Cap Dynamic Value	12,715,074	2.38	
150,960	Russell 2000 Source ETF	3,468,222	0.65	
1,419,172	T. Rowe Price US Large-Cap Growth Equity	15,815,403	2.96	
	TOTAL US EQUITY	40,518,404	7.59	7.25
EUROPEAN EQUITY				
119,700	db x-trackers Euro STOXX 50	2,541,231	0.48	
6,178,475	Edinburgh Partners European Opportunities	9,249,178	1.73	
3,675,652	Jupiter European Special Situations	8,790,321	1.65	
37,270	Lyxor ETF Smartix Euro iSTOXX 50 Equal Risk	3,635,238	0.68	
82,290	Source DJ Euro STOXX 50	3,007,811	0.56	
	TOTAL EUROPEAN EQUITY	27,223,779	5.10	4.79
JAPAN EQUITY				
934,936	Baillie Gifford Japan	5,589,983	1.05	
9,565,095	GLG Japan CoreAlpha	7,066,692	1.33	
4,970,000	Nomura Notes (linked to 2016 Nikkei Dividend Payout)^	5,638,465	1.05	
	TOTAL JAPAN EQUITY	18,295,140	3.43	3.10

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
FAR EAST EQUITY				
24,989	Amundi ETF MSCI Pacific ex Japan	7,316,779	1.37	
2,119,598	First State Asia Pacific Leaders	8,866,916	1.66	
	TOTAL FAR EAST EQUITY	16,183,695	3.03	3.46
EMERGING MARKETS EQUITY				
77,131	BlackRock Global Emerging Europe	5,607,414	1.05	
139,247	db x-trackers MSCI Emerging Markets	3,348,287	0.63	
998,757	T. Rowe Price Global Emerging Markets Equity	17,636,404	3.31	
	TOTAL EMERGING MARKETS EQUITY	26,592,105	4.99	3.34
GLOBAL EQUITY				
2,040,394	Sarasin AgriSar B Acc	2,297,483	0.43	
4,486,594	Sarasin AgriSar B Inc	5,173,043	0.97	
	TOTAL GLOBAL EQUITY	7,470,526	1.40	2.11
	TOTAL EQUITIES	227,215,441	42.58	40.03
BONDS				
GLOBAL GOVERNMENT BONDS				
14,234,787	BNY Mellon Global Bond	21,610,101	4.05	
€750,000	Italy Treasury 4.5% 2015	640,532	0.12	
€750,000	Italy Treasury 6% 2014	655,073	0.12	
€750,000	Spain Government 3.3% 2014	612,224	0.12	
€750,000	Spain Government 3.75% 2015	612,784	0.11	
	TOTAL GLOBAL GOVERNMENT BONDS	24,130,714	4.52	4.56
GLOBAL CORPORATE BONDS				
205,964	iShares Markit iBoxx® \$ Corporate Bond	14,801,114	2.77	
1,172,517	PIMCO Global Investment Grade Credit	11,208,347	2.10	
	TOTAL GLOBAL CORPORATE BONDS	26,009,461	4.87	4.09

CF 7IM BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GILTS			
£650,000	Treasury 2% 2016	680,806	0.13	
£6,500,000	Treasury 2.25% 2014	6,657,384	1.25	
£2,234,000	Treasury 4% 2022	2,694,074	0.50	
£1,400,000	Treasury 4.25% 2036	1,729,059	0.32	
£2,900,000	Treasury 4.25% 2049	3,617,866	0.68	
£2,700,000	Treasury 4.75% 2030	3,572,489	0.67	
£4,471,000	Treasury 5% 2018	5,418,253	1.02	
	TOTAL GILTS	24,369,931	4.57	5.25
	SHORT TERM STERLING BONDS			
3,793,000	Rabobank 2.25% 2014	3,866,736	0.73	
3,700,000	Westpac Banking Corporation 1.375% 2015	3,696,474	0.69	
	TOTAL SHORT TERM STERLING BONDS	7,563,210	1.42	-
	STERLING CORPORATE BONDS			
12,071,181	Fidelity Institutional UK Corporate Bond	14,328,492	2.68	
6,250,664	Invesco Sterling Bond	15,989,825	3.00	
71,001	iShares Markit iBoxx® £ Corporate Bond	9,181,139	1.72	
7,500,000	RBS Sterling Liquid Corporates Long Dated Bond Tracker 2016^	8,229,000	1.54	
	TOTAL STERLING CORPORATE BONDS	47,728,456	8.94	7.40
	GLOBAL HIGH YIELD			
7,111,404	Carador Income**	4,725,727	0.89	
52,590	iShares Markit iBoxx® Euro High Yield	4,593,905	0.86	
3,016,043	Loomis Sayles Institutional High Income	17,464,221	3.27	
4,933,860	NB Global Floating Rate Income**	4,968,397	0.93	
	TOTAL GLOBAL HIGH YIELD	31,752,250	5.95	5.72

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	EMERGING MARKET BONDS			
39,097	Pictet (Lux) Global Emerging Debt	8,425,180	1.58	
90,497	Pictet Emerging Local Currency Debt	10,378,196	1.94	
	TOTAL EMERGING MARKET BONDS	18,803,376	3.52	3.39
	INDEX LINKED BONDS			
£3,170,000	Treasury 0.75% index-linked 2047	4,461,258	0.84	
£900,000	Treasury 1.25% index-linked 2017	1,304,061	0.24	
£4,800,000	Treasury 1.25% index-linked 2027	7,480,215	1.40	
£600,000	Treasury 1.25% index-linked 2055	1,104,491	0.21	
£3,000,000	Treasury 2% index-linked 2035	5,988,153	1.12	
£1,970,000	Treasury 2.5% index-linked 2020	7,343,124	1.38	
	TOTAL INDEX LINKED BONDS	27,681,302	5.19	4.64
	TOTAL BONDS	208,038,700	38.98	35.05
	COMMODITIES			
475,943	Goldman Sachs – DJ UBS Total Return Enhanced Strategy	3,717,882	0.70	
112,627	Source Physical Gold	11,932,140	2.23	
	TOTAL COMMODITIES	15,650,022	2.93	3.30
	TIMBER	-	-	0.69
	PRIVATE EQUITY			
54,788	Partners Group Listed Private Equity	4,418,650	0.83	0.69
	REAL ESTATE			
1,698	ING (L) Invest Global Real Estate	7,740,830	1.45	2.06
	INFRASTRUCTURE			
102,276	Partners Group Listed Infrastructure	9,398,107	1.76	1.64

CF 7IM BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	HEDGE FUNDS			
7,270,085	Dexion Absolute*	11,416,306	2.14	
4,660,340	Goldman Sachs Dynamic Opportunities	350,653	0.07	
	TOTAL HEDGE FUNDS	11,766,959	2.21	3.76
	MANAGED FUTURES/ COMMODITY TRADING ADVISORS	–	–	1.21
	CURRENCY FUNDS			
9,879,000	Nomura Centa FX Currency GBP Notes 2014 [^]	9,362,328	1.75	
3,000,000	Nomura Centa FX Currency GBP Notes 2015 [^]	3,071,100	0.58	
	TOTAL CURRENCY FUNDS	12,433,428	2.33	2.77
	MONEY MARKETS			
24,500,000	Goldman Sachs Sterling Liquid Reserves	24,500,000	4.59	6.14
	INDEX FUTURES			
357	Euro STOXX 50 Index Dividend Futures December 2013	96,026	0.02	
1,431	Euro STOXX 50 Index Dividend Futures December 2014	1,247,668	0.23	
712	Euro STOXX 50 Index Dividend Futures December 2015	824,117	0.16	
	TOTAL INDEX FUTURES	2,167,811	0.41	–
	FORWARD CURRENCY CONTRACTS			
AUD(10,000,000)	Vs £6,416,220 (expiry 11.12.12)	(89,762)	(0.02)	
¥(2,150,000,000)	Vs £16,860,761 (expiry 20.12.12)	590,221	0.11	
US\$(115,000,000)	Vs £70,879,803 (expiry 20.12.12)	(877,728)	(0.16)	
€(26,500,000)	Vs £21,370,130 (expiry 20.12.12)	(139,692)	(0.03)	
	TOTAL FORWARD CURRENCY CONTRACTS	(516,961)	(0.10)	0.16

Portfolio of Investments	Value £	Total Net Assets	
		30.11.12 %	30.11.11 %
Portfolio of investments#	522,812,987	97.97	97.50
Net other assets	10,853,481	2.03	2.50
Net assets	533,666,468	100.00	100.00

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

[^] Structured product.

* Investment trust.

** Closed ended fund.

Includes derivative liabilities.

CF 7IM BALANCED FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) £123,072,581

Major purchases	Cost £
Pzena US Large Cap Dynamic Value	12,328,597
Edinburgh Partners European Opportunities	8,300,000
T. Rowe Price Global Emerging Markets Equity	8,249,296
First State Asia Pacific Leaders	8,000,000
RBS Sterling Liquid Corporates Long Dated Bond Tracker 2016	7,500,000
Dimensional UK Value	6,000,000
BNY Mellon Global Bond	5,940,189
BlackRock Global Emerging Europe	5,700,000
T. Rowe Price US Large-Cap Growth Equity	5,691,297
db x-trackers FTSE All-Share	4,746,584
Rabobank 2.25% 2014	3,873,032
Invesco Sterling Bond	3,750,000
Westpac Banking Corporation 1.375% 2015	3,688,456
Carador Income	3,525,037
Goldman Sachs Alternative Beta Trend	3,350,000
Lyxor ETF Smartix Euro iSTOXX 50 Equal Risk	3,155,532
BlackRock UK	3,000,000
Source DJ Euro STOXX 50	2,998,215
Threadneedle UK Equity Income	2,500,000
db x-trackers Euro STOXX 50	2,451,456

In addition to the above, purchases totalling £7,500,000 were made in short term investment funds during the year.

Total sales for the year (note 14) £141,067,258

Major sales	Proceeds £
Standard Life UK Equity Growth	17,892,205
Eaton Vance Emerald US Value	16,413,875
Cazenove European	11,276,246
db x-trackers MSCI Pacific ex Japan GBP	9,247,473
db x-trackers MSCI Emerging Markets	7,619,563
iShares Markit iBoxx® £ Corporate Bond	7,500,077
Amundi Global Bond	7,271,211
DB Platinum IV DBX Systematic Alpha Index	5,081,977
iShares FTSE/EPRA European Property	4,628,584
Goldman Sachs (linked to the DJ EuroSTOXX 50 Index)	4,621,243
Torru Merrill Lynch Factor Index	4,345,203
Nomura Bank World Infrastructure Bull Notes 2015	4,187,254
Goldman Sachs Alternative Beta Trend	4,157,591
iShares Markit iBoxx® Euro High Yield	3,599,245
Russell 2000 Source ETF	3,247,053
Amundi ETF MSCI Pacific ex Japan	2,852,384
Source DJ Euro STOXX 50	2,752,215
Phaunos Timber	2,500,012
Nomura Centa FX Currency EUR Notes 2014	2,049,525
HSBC S&P 500	2,000,600

In addition to the above, sales totalling £7,500,000 were made in short term investment funds during the year.

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

CF 7IM BALANCED FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
Income:					
Net capital gains/(losses)	2	39,147,762		(18,973,204)	
Revenue	3	13,635,816	10,400,342		
Expenses	4	(7,173,084)	(7,288,916)		
Finance costs: Interest	6	(388)	(414)		
Net revenue before taxation		6,462,344	3,111,012		
Taxation	5	(180,474)	165,440		
Net revenue after taxation		6,281,870	3,276,452		
Total return before distributions		45,429,632	(15,696,752)		
Finance costs: Distributions	6	(9,242,018)	(6,103,703)		
Change in net assets attributable to shareholders from investment activities		<u>36,187,614</u>	<u>(21,800,455)</u>		

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
Opening net assets attributable to shareholders		520,931,951	513,433,829		
Amounts receivable on issue of shares		59,202,412	89,229,938		
Amounts payable on cancellation of shares		(91,048,927)	(65,257,511)		
		(31,846,515)	23,972,427		
Dilution levy charged	1(k)	119	–		
Stamp duty reserve tax	1(g)	(80,931)	(487,820)		
Change in net assets attributable to shareholders from investment activities		36,187,614	(21,800,455)		
Retained distribution on Accumulation shares		8,474,230	5,813,970		
Closing net assets attributable to shareholders		<u>533,666,468</u>	<u>520,931,951</u>		

BALANCE SHEET
AS AT 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
ASSETS					
Investment assets		523,920,169		508,378,645	
Other assets					
Debtors	7	1,799,330	17,043,897		
Cash and bank balances	8	13,414,694	11,963,753		
Total other assets		15,214,024	29,007,650		
Total assets		<u>539,134,193</u>	<u>537,386,295</u>		
LIABILITIES					
Investment liabilities		(1,107,182)	(484,454)		
Other liabilities					
Creditors	9	(3,193,847)	(15,817,577)		
Bank overdrafts	8	(861,324)	–		
Distribution payable on Income shares		(305,372)	(152,313)		
Total other liabilities		(4,360,543)	(15,969,890)		
Total liabilities		<u>(5,467,725)</u>	<u>(16,454,344)</u>		
Net assets attributable to shareholders		<u>533,666,468</u>	<u>520,931,951</u>		

CF 7IM BALANCED FUND

Financial Statements (continued)

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	32,753,818	(13,280,366)
Derivative contracts	803,003	(2,251,331)
Forward currency contracts	6,073,506	(5,106,035)
Transaction charges	(2,128)	(3,185)
AMC rebates from underlying investments	78,894	109,393
Currency (losses)/gains	(559,331)	1,558,320
Net capital gains/(losses)	<u>39,147,762</u>	<u>(18,973,204)</u>
3. REVENUE		
Non-taxable dividends	5,717,902	3,949,738
Taxable dividends	6,585	342,468
Unfranked interest	7,733,416	5,783,114
AMC rebates from underlying investments	151,474	262,422
Bank interest	12,861	114
Other interest	1,710	1,289
Rebate from ETF's	11,868	61,197
Total revenue	<u>13,635,816</u>	<u>10,400,342</u>
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	6,749,015	6,866,568
Legal and professional fees	7,250	5,894
Printing costs	6,550	5,490
Registration fees	25,842	10,810
	6,788,657	6,888,762
Payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	75,927	76,991
Safe custody and other bank charges	77,809	113,800
	153,736	190,791

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	216,290	195,679
Fees paid to auditor – audit	7,800	7,800
– tax services	3,000	2,938
FSA fee	60	55
Postage and distribution costs	1,552	–
Publication costs	1,989	2,891
	230,691	209,363
Total expenses	<u>7,173,084</u>	<u>7,288,916</u>
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Overseas tax	1,390	–
Adjustments in respect of prior periods	36,797	–
Current tax charge (note 5b)	38,187	–
Deferred tax – origination and reversal of timing differences (note 5c)		
Deferred tax on offshore income gains (note 5c)	142,287	(165,440)
Total taxation	<u>180,474</u>	<u>(165,440)</u>
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.		
	30.11.12 £	30.11.11 £
Net revenue before taxation	6,462,344	3,111,012
Corporation tax at 20%	1,292,469	622,202
Effects of:		
Non-taxable dividends	(1,143,580)	(789,948)
RPI movement on UK index-linked gilts	(143,873)	–
Movement in revenue accruals	10,000	(10,000)
AMC rebates taken to capital	15,779	21,879
(Utilised)/unutilised excess management expenses	(30,795)	155,867
Corporation tax charge	–	–

CF 7IM BALANCED FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Overseas tax	1,390	–
Adjustments in respect of prior periods	36,797	–
	<u>38,187</u>	<u>–</u>
c) Deferred tax		
Provision at the start of the year	–	165,440
Deferred tax charge in the year (note 5a)	–	–
Deferred tax charge on offshore income gains (note 5a)	142,287	(165,440)
	<u>142,287</u>	<u>–</u>

At the year end there is a potential deferred tax asset of £125,072 (30.11.11 : £155,867) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior period.

6. FINANCE COSTS

Distributions

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

	30.11.12 £	30.11.11 £
Interim	4,168,356	3,507,944
Final	4,869,431	2,659,252
	<u>9,037,787</u>	<u>6,167,196</u>
Add: Revenue deducted on cancellation of shares	509,083	192,974
Deduct: Revenue received on issue of shares	(304,852)	(256,467)
Net distributions for the year	<u>9,242,018</u>	<u>6,103,703</u>
Interest	<u>388</u>	<u>414</u>
Total finance costs	<u>9,242,406</u>	<u>6,104,117</u>

Details of the distributions per share are set out in the tables on pages 131 to 133.

	30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)		
Distributions represented by:		
Net revenue after taxation	6,281,870	3,276,452
Allocations to Capital:		
Expenses, net of tax relief	2,817,903	2,992,644
Deferred tax on offshore income gains	142,287	(165,440)
	<u>2,960,190</u>	<u>2,827,204</u>
Balance brought forward	184	231
Balance carried forward	(226)	(184)
	<u>9,242,018</u>	<u>6,103,703</u>
Net distributions for the year		
7. DEBTORS		
Amounts receivable for issue of shares	590,215	596,332
Sales awaiting settlement	–	15,008,966
Accrued revenue:		
Non-taxable dividends	119,808	37,497
Taxable dividends	–	50,000
Unfranked interest	637,464	611,083
AMC rebates from underlying investments	52,774	70,918
Bank interest	2,064	–
Rebates from ETF's	330	1,833
	<u>812,440</u>	<u>771,331</u>
Prepaid expenses	189	188
Taxation recoverable:		
Corporation tax refund	32,872	–
Income tax	363,614	667,080
	<u>396,486</u>	<u>667,080</u>
Total debtors	<u>1,799,330</u>	<u>17,043,897</u>
8. CASH AND BANK BALANCES		
Bank balances:		
Capital account	9,093,398	10,145,038
Revenue account	4,265,663	1,818,715
Margin account	55,633	–
Total bank balances	<u>13,414,694</u>	<u>11,963,753</u>

CF 7IM BALANCED FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
8. CASH AND BANK BALANCES (continued)		
Bank overdrafts:		
Margin account	(861,324)	–
9. CREDITORS		
Amounts payable for cancellation of shares	1,676,266	2,255,715
Purchases awaiting settlement	750,055	12,904,366
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	552,113	548,904
Legal and professional fees	1,202	5,894
Printing costs	3,138	2,456
Registration fees	2,815	2,137
	559,268	559,391
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	6,214	6,177
Transaction charges	607	891
Safe custody and other bank charges	24,585	19,629
Interest payable	–	153
	31,406	26,850
Other expenses	29,281	65,557
Taxation payable:		
Deferred tax	142,287	–
Stamp duty reserve tax	5,284	5,698
	147,571	5,698
Total creditors	3,193,847	15,817,577

10. RELATED PARTY TRANSACTIONS

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

11. SHAREHOLDER FUNDS

Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.

12. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.11.11 : none).

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	5,451,258	7,643,225
US dollars	78,234,692	69,564,455
Pounds sterling	127,813,690	121,961,300
	211,499,640	199,168,980
Floating rate liabilities:		
Euros	(861,324)	–
Fixed rate assets:		
Euros	2,520,613	–
Pounds sterling	31,933,141	27,365,530
	34,453,754	27,365,530
Assets on which interest is not paid:		
Euros	48,736,673	45,263,989
US dollars	62,299,464	54,750,612
Pounds sterling	297,081,356	294,941,475
	408,117,493	394,956,076
Liabilities on which interest is not paid:		
Australian dollars	(6,505,983)	–
Euros	(21,509,821)	(42,809,889)
Japanese yen	(16,270,541)	(14,752,499)
US dollars	(71,757,531)	(27,026,357)
Pounds sterling	(3,499,219)	(15,969,890)
	(119,543,095)	(100,558,635)
Net assets	533,666,468	520,931,951

The floating rate financial assets and liabilities comprise variable rate securities, bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and index-linked securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI) and collective investment schemes that pay UK interest distributions.

CF 7IM BALANCED FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk (continued)

Fixed Rate Financial Assets				
Currency	Weighted average interest rate		Weighted average period for which rate is fixed	
	30.11.12	30.11.11	30.11.12	30.11.11
Euro	4.42%	–	2 years	–
Pound sterling	3.37%	3.79%	10 years	14 years

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

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12	30.11.12	30.11.12	30.11.11
	Gross £	Hedged £	Net £	Net £
Currency:				
Australian dollars	–	(6,505,983)	(6,505,983)	–
Euros	55,847,220	(21,509,821)	34,337,399	10,097,325
Japanese yen	–	(16,270,541)	(16,270,541)	(14,752,499)
US dollars	140,534,156	(71,757,531)	68,776,625	97,288,710
	196,381,376	(116,043,876)	80,337,500	92,633,536
Pounds sterling	337,802,053	115,526,915	453,328,968	428,298,415
Net assets	534,183,429	(516,961)	533,666,468	520,931,951

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 120 includes transaction costs of £587 and the sales figure disclosed on page 121 is net of transaction costs of £11,233.

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.0461	–	1.0461	0.8456
Group 2	0.1460	0.9001	1.0461	0.8456

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.1285	–	1.1285	0.9069
Group 2	0.2862	0.8423	1.1285	0.9069

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.2039	–	1.2039	0.9982
Group 2	0.3499	0.8540	1.2039	0.9982

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.1772	–	1.1772	1.0017
Group 2	0.4350	0.7422	1.1772	1.0017

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.3075	–	1.3075	1.0902
Group 2	0.4957	0.8118	1.3075	1.0902

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.0471	–	1.0471	0.8389
Group 2	0.2808	0.7663	1.0471	0.8389

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.1342	–	1.1342	0.8996
Group 2	0.3952	0.7390	1.1342	0.8996

CF 7IM BALANCED FUND

Financial Statements (continued)

Distribution Tables (continued)

Interim (continued)

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9594	–	0.9594	0.7093
Group 2	0.1639	0.7955	0.9594	0.7093

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.0262	–	1.0262	0.7351
Group 2	0.1696	0.8566	1.0262	0.7351

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.2601	–	1.2601	0.6304
Group 2	0.3914	0.8687	1.2601	0.6304

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.3745	–	1.3745	0.6828
Group 2	0.6257	0.7488	1.3745	0.6828

'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.4409	–	1.4409	0.7618
Group 2	0.5156	0.9253	1.4409	0.7618

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.3714	–	1.3714	0.7794
Group 2	0.3581	1.0133	1.3714	0.7794

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.5252	–	1.5252	0.8535
Group 2	0.4709	1.0543	1.5252	0.8535

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.2529	–	1.2529	0.6296
Group 2	0.4899	0.7630	1.2529	0.6296

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.3707	–	1.3707	0.6832
Group 2	0.4971	0.8736	1.3707	0.6832

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.1672	–	1.1672	0.5041
Group 2	0.1447	1.0225	1.1672	0.5041

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.2707	–	1.2707	0.5390
Group 2	0.9645	0.3062	1.2707	0.5390

EQUALISATION

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

CF 71M MODERATELY ADVENTUROUS FUND
ACD'S REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following change was made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 40-85% Share Sector.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 71M Moderately Adventurous Fund ('the Fund') aims to provide a total return primarily by way of growth in capital. There is a risk of fluctuations in capital values. The Fund invests predominantly in a range of collective investment vehicles and securities managed by selected fund managers. While assets with scope for capital growth in real terms are likely to represent a significant part of the portfolio, the portfolio may also include other assets held primarily for income generation. The Fund may use different asset classes, with a substantial proportion in equities.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the company.

The IMA Mixed Investment 40-85% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 71M Moderately Adventurous Fund
26 March 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period 1 December 2011 to 30 November 2012 the portfolio delivered a total return of 9.8%¹. Over the same period the peer group average return for the IMA Mixed Investment 40-85% Shares Sector, which is the Fund benchmark, was 11.0%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World index were up 8.7% (total return) over the period while the FTSE All-Share Index was up 12.1% (total return)³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about whether the Bush tax cuts were going to be extended, the so called "fiscal cliff" but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites with considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery in risk appetite with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being entirely driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that the elections to appoint a new prime minister and the appointment of a new Bank of Japan president early next year will lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stock Index produced relatively modest returns, up only 4.9% (total return).

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund value fell slightly from £236.2 million at 30 November 2011⁴ to £231.4 million at 30 November 2012⁵ due to cash outflows.

¹ Calculated using CF 71M Moderately Adventurous 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 25% of the FTSE Actuaries Govt Securities UK Gilts All Stock Index and 75% of the FTSE All-Share Index to IMA Mixed Investment 40-85% Shares Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

CF 71M MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

At the beginning of the year, when we were fairly cautiously positioned, the Fund was invested 61% to equities, 16% bonds, 14% alternatives and 9% cash. Over the year we reduced exposure to alternatives buying more equities and bonds, generally adding credit risk and shortening duration. Equities now make up 61% of the Fund, with 19% to bonds, 13% to alternatives and 7% cash.

In the early part of the period we switched out of some of the holding of Eaton Vance Emerald US Value fund, adding to the existing holding of T Rowe Price US Large Cap Growth fund. This tilted the portfolio towards growth in a period when we felt the US economy was starting to recover and helped performance, as the T Rowe Price fund outperformed the Eaton Vance fund.

We introduced a holding in the Templeton Frontier Markets fund, a new asset class, at the suggestion of our fund advisors Ibbotson Associates. Frontier markets economies exhibit good growth rates and the equities have a fairly low correlation with the other asset classes and therefore diversify risk further in the portfolio.

We continued to invest in high yield and corporate bonds over the lower risk fixed interest instruments. We also bought the Carador Income fund which invests in secured loan portfolios through collateralised debt obligations transactions, diversifying across asset class, geography, manager, and maturity profile to spread risk. It has performed very well this year being up over 25% this calendar year.

As the eurozone crisis intensified in the first few months of the year we felt it would be prudent to reduce some of the exposure to European financials and sold the holding of Lyxor ETF STOXX Europe 600 Banks we had invested in earlier in the year. We felt this holding could be vulnerable if the crisis led to a run on banks, the most vulnerable of which were likely to be some of the European banks in this index.

We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt there could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September puts on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We also bought an exposure to European dividends. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

As the year unfolded, our fund advisors made some changes to their core holding recommendations and we sold the holdings of Standard Life UK Equity Growth fund, Cazenove European fund and Eaton Vance Emerald US Value fund which had performed poorly and switched the holdings into the BlackRock UK Equity fund, Edinburgh Partners European Opportunities fund and the Pzena US Large Cap Dynamic Value fund. We also reduced the passive fund exposure to Emerging Markets and added to the T Rowe Price Global Emerging Markets Equity fund which has been performing better than the index and moved our Asia Pacific equity exposure out of a passive vehicle increasing the holding of First State Asia Pacific Leaders fund; another better-than-index performer.

We reduced exposure to global government bonds selling the holding of Amundi Global Bond fund feeling that there was little scope for further appreciation in capital terms and that we should trim exposure. Meanwhile, Ibbotson Associates also suggested diversifying the fixed interest allocations further by switching some of the UK gilt allocation into short term sterling bonds. An allocation has been built up investing in a number of high quality supranational and high quality corporate issuers. This has increased yield by approx 0.7% with half a year shorter duration, thus also reducing risk.

At the end of the period we took a tactical position in short dated Italian and Spanish government bonds on the view that their yields would come back a little further as the European financial crisis resolved itself. Of course there are risks in this trade, not least of sovereign default, but we judged that, while there was likely to be some degree of volatility, the support from the European Central Bank through the outright monetary transactions programme would ultimately lead to peripheral Europe government bond yields moving closer to those of Germany.

We rebalanced the gilt basket and slightly reducing the duration and thus reducing risk a little. We also bought an RBS note on the Sterling Liquid Corporates Long Dated Index which is a cheaper way of accessing the return than through the iShares iBoxx Sterling Liquid Corporates Long Dated fund.

The infrastructure builders' equity basket had not been performing as well as we had hoped recently and we therefore sold the structured note that we had created to exploit this theme. We used the proceeds to invest in the BlackRock Global Emerging Europe fund. With a growth rate of 4.8% in 2011; more than Latin America, we see this as an attractive area for investment. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. For example, The Great Wall Motor Company opened a factory in Lovech, Bulgaria. With similar labour and materials costs, and much reduced transport expenses and duties, building a car for export to Europe is almost 20% cheaper in Bulgaria compared to China.

Among the alternatives, we sold holdings of hedge funds, Commodity Trading Advisors and reduced the exposure to private equity where we had been disappointed with performance.

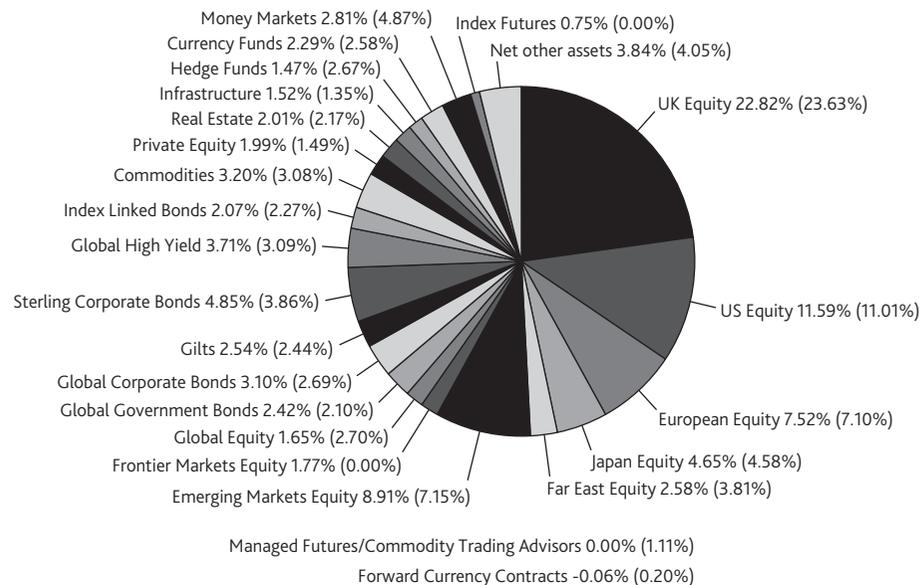
Throughout the year we have part-hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which, since sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

CF 7IM MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations at 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

20 December 2012

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	150.20	136.13	0.3360
2008	145.34	109.29	0.6030
2009	142.37	108.38	0.2563
2010	158.25	135.84	0.2165
2011	161.43	136.04	0.0907
2012*	155.91	143.76	0.3293
2013**	-	-	0.7459

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	150.99	136.92	0.3160
2008	146.34	110.43	0.6115
2009	144.19	109.53	0.2703
2010	160.60	137.79	0.2254
2011	163.98	138.04	0.0972
2012*	158.20	145.87	0.3342
2013**	-	-	0.7586

'B' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	152.18	138.07	0.6393
2008	147.71	111.69	0.9761
2009	146.25	110.88	0.5787
2010	163.31	139.94	0.3992
2011	166.94	140.69	0.4973
2012*	161.50	148.91	0.6952
2013**	-	-	0.9691

CF 7IM MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	151.14	137.12	0.9732
2008	146.30	110.28	1.3257
2009	143.67	109.18	0.9154
2010	159.77	137.15	0.5684
2011	162.90	137.54	0.8719
2012*	157.64	145.24	1.0641
2013**	–	–	1.1346

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	153.43	139.27	0.9845
2008	149.14	113.00	1.3506
2009	148.40	112.27	0.8959
2010	166.12	142.18	0.5810
2011	169.99	143.39	0.9093
2012*	165.06	152.00	1.1431
2013**	–	–	1.1896

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	150.04	135.98	0.2867
2008	145.19	109.18	0.5392
2009	142.35	108.24	0.1447
2010	158.22	135.76	0.2277
2011	161.33	135.92	0.1206
2012*	155.74	143.60	0.3250
2013**	–	–	0.7214

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	151.08	136.99	0.2996
2008	146.39	110.42	0.5511
2009	144.14	109.47	0.1687
2010	160.55	137.75	0.2306
2011	163.95	138.03	0.1223
2012*	158.19	145.86	0.3513
2013**	–	–	0.7570

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	142.30	138.37	–
2010	157.63	135.57	0.1160
2011	160.58	135.08	–
2012*	154.34	142.19	–
2013**	–	–	0.3336

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	144.09	140.11	–
2010	159.70	137.34	0.1176
2011	162.70	136.83	–
2012*	156.45	144.13	–
2013**	–	–	0.3362

From 1 December 2009.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

CF 7IM MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	4,843,416	3,238,602	149.55
	'A' Accumulation	82,870,538	54,604,047	151.77
	'B' Accumulation	89,910,847	58,271,467	154.30
	'C' Income	4,876,078	3,230,848	150.92
	'C' Accumulation	28,560,472	18,200,487	156.92
	'D' Income	1,686,906	1,128,217	149.52
	'D' Accumulation	30,418,473	20,048,423	151.73
	'O' Income	947,249	635,586	149.04
	'O' Accumulation	1,514,038	1,002,778	150.98
30.11.11	'A' Income	4,128,286	2,899,853	142.36
	'A' Accumulation	69,054,086	47,803,947	144.45
	'B' Accumulation	78,753,467	53,471,953	147.28
	'C' Income	4,475,190	3,113,820	143.72
	'C' Accumulation	36,295,643	24,171,338	150.16
	'D' Income	2,867,380	2,016,222	142.22
	'D' Accumulation	35,361,134	24,481,763	144.44
	'O' Income	867,264	614,494	141.13
	'O' Accumulation	4,373,081	3,056,749	143.06
30.11.12	'A' Income	4,093,753	2,647,059	154.65
	'A' Accumulation	63,061,220	39,902,250	158.04
	'B' Accumulation	68,266,389	42,260,296	161.54
	'C' Income	4,977,248	3,188,046	156.12
	'C' Accumulation	42,375,931	25,665,044	165.11
	'D' Income	3,171,617	2,053,105	154.48
	'D' Accumulation	37,593,920	23,790,628	158.02
	'O' Income	1,004,791	655,428	153.30
	'O' Accumulation	6,821,658	4,380,299	155.73

ONGOING CHARGES FIGURE

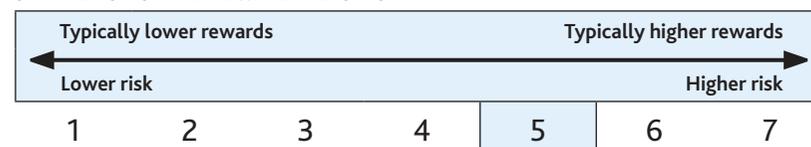
Expense Type	30.11.12 %				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.09	0.09	0.09	0.09	0.09
	<u>1.49</u>	<u>1.24</u>	<u>0.99</u>	<u>1.49</u>	<u>1.99</u>
Collective investment scheme costs	0.58	0.58	0.58	0.58	0.58
Ongoing charges figure	2.07	1.82	1.57	2.07	2.57

Expense Type	30.11.11 %				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.09	0.09	0.09	0.09	0.09
	<u>1.49</u>	<u>1.24</u>	<u>0.99</u>	<u>1.49</u>	<u>1.99</u>
Collective investment scheme costs	0.55	0.55	0.55	0.55	0.55
Ongoing charges figure	2.04	1.79	1.54	2.04	2.54

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 5 because its volatility has been measured as above average.

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

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

CF 7IM MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	5 years
CF 7IM Moderately Adventurous Fund	9.82	13.41	9.60
IMA Mixed Investment 40-85% Shares Sector#	11.05	19.33	11.67

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 161 to 163.

PORTFOLIO STATEMENT AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets 30.11.12 %	30.11.11 %
	EQUITIES			
	UK EQUITY			
3,648,904	BlackRock UK	12,329,647	5.33	
4,250,000	Citi UK Equity Certificate 2013^	4,788,050	2.07	
2,660,801	db x-trackers FTSE All-Share	8,312,342	3.59	
477,563	Dimensional UK Value	7,941,881	3.43	
465,774	LyxorETF FTSE 100	3,055,477	1.32	
21,597,012	Threadneedle UK Equity Income	16,381,334	7.08	
	TOTAL UK EQUITY	52,808,731	22.82	23.63
	US EQUITY			
515,192	HSBC S&P 500	4,580,588	1.98	
125,224	Pzena US Large Cap Dynamic Value	8,396,777	3.63	
162,828	Russell 2000 Source ETF	3,740,883	1.62	
905,258	T. Rowe Price US Large-Cap Growth Equity	10,088,288	4.36	
	TOTAL US EQUITY	26,806,536	11.59	11.01
	EUROPEAN EQUITY			
53,750	db x-trackers Euro STOXX 50	1,141,113	0.49	
5,024,664	Edinburgh Partners European Opportunities	7,521,922	3.25	
3,048,503	Jupiter European Special Situations	7,290,496	3.15	
39,535	Source DJ Euro STOXX 50	1,445,058	0.63	
	TOTAL EUROPEAN EQUITY	17,398,589	7.52	7.10
	JAPAN EQUITY			
419,767	Baillie Gifford Japan	2,509,787	1.08	
7,446,221	GLG Japan CoreAlpha	5,501,268	2.38	
109,970	iShares MSCI Japan	639,201	0.28	
1,850,000	Nomura Notes (linked to 2016 Nikkei Dividend Payout)^	2,098,825	0.91	
	TOTAL JAPAN EQUITY	10,749,081	4.65	4.58

CF 7IM MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FAR EAST EQUITY			
2,583	Amundi ETF MSCI Pacific ex Japan	756,302	0.33	
1,246,401	First State Asia Pacific Leaders	5,214,071	2.25	
	TOTAL FAR EAST EQUITY	5,970,373	2.58	3.81
	EMERGING MARKETS EQUITY			
37,784	BlackRock Global Emerging Europe	2,746,865	1.19	
229,304	iShares MSCI Emerging Markets	5,613,362	2.42	
694,757	T. Rowe Price Global Emerging Markets Equity	12,268,259	5.30	
	TOTAL EMERGING MARKETS EQUITY	20,628,486	8.91	7.15
	FRONTIER MARKETS EQUITY			
241,689	Templeton Frontier Markets	4,089,383	1.77	-
	GLOBAL EQUITY			
3,319,133	Sarasin AgriSar	3,826,960	1.65	2.70
	TOTAL EQUITIES	142,278,139	61.49	59.98
	BONDS			
	GLOBAL GOVERNMENT BONDS			
3,026,410	BNY Mellon Global Bond	4,594,450	1.99	
€300,000	Italy Treasury 4.5% 2015	256,213	0.11	
€300,000	Italy Treasury 6% 2014	262,029	0.11	
€300,000	Spain Government 3.3% 2014	244,890	0.10	
€300,000	Spain Government 3.75% 2015	245,114	0.11	
	TOTAL GLOBAL GOVERNMENT BONDS	5,602,696	2.42	2.10
	GLOBAL CORPORATE BONDS			
29,384	iShares Markit iBoxx® \$ Corporate Bond	2,111,611	0.91	
529,103	PIMCO Global Investment Grade Credit	5,057,813	2.19	
	TOTAL GLOBAL CORPORATE BONDS	7,169,424	3.10	2.69

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GILTS			
£400,000	Treasury 2% 2016	418,957	0.18	
£1,400,000	Treasury 2.25% 2014	1,433,898	0.62	
£484,000	Treasury 4% 2022	583,676	0.25	
£350,000	Treasury 4.25% 2036	432,265	0.19	
£700,000	Treasury 4.25% 2049	873,278	0.38	
£700,000	Treasury 4.75% 2030	926,201	0.40	
£1,002,000	Treasury 5% 2018	1,214,290	0.52	
	TOTAL GILTS	5,882,565	2.54	2.44
	STERLING CORPORATE BONDS			
1,934,679	Fidelity Institutional UK Corporate Bond	3,755,211	1.62	
1,221,813	Invesco Sterling Bond	4,571,413	1.98	
5,386	iShares Markit iBoxx® £ Corporate Bond	696,464	0.30	
2,000,000	RBS Sterling Liquid Corporates Long Dated Bond Tracker 2016^	2,194,400	0.95	
	TOTAL STERLING CORPORATE BONDS	11,217,488	4.85	3.86
	GLOBAL HIGH YIELD			
3,777,774	Carador Income**	2,510,437	1.09	
17,990	iShares Markit iBoxx® Euro High Yield	1,571,484	0.68	
776,468	Loomis Sayles Institutional High Income	4,496,089	1.94	
	TOTAL GLOBAL HIGH YIELD	8,578,010	3.71	3.09
	INDEX LINKED BONDS			
£580,000	Treasury 0.75% index-linked 2047	816,255	0.35	
£1,010,000	Treasury 1.25% index-linked 2027	1,573,962	0.68	
£590,000	Treasury 2% index-linked 2035	1,177,670	0.51	
£330,000	Treasury 2.5% index-linked 2020	1,230,066	0.53	
	TOTAL INDEX LINKED BONDS	4,797,953	2.07	2.27
	TOTAL BONDS	43,248,136	18.69	16.45

CF 71M MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	COMMODITIES			
335,092	Goldman Sachs – DJ UBS Total Return Enhanced Strategy	2,617,609	1.13	
45,232	Source Physical Gold	4,792,053	2.07	
	TOTAL COMMODITIES	7,409,662	3.20	3.08
	PRIVATE EQUITY			
96,400	db x-trackers LPX MM Private Equity	1,920,288	0.83	
33,365	Partners Group Listed Private Equity	2,690,886	1.16	
	TOTAL PRIVATE EQUITY	4,611,174	1.99	1.49
	REAL ESTATE			
614	ING (L) Invest Global Real Estate	2,801,494	1.21	
1,680,133	Macau Property Opportunities	1,848,146	0.80	
	TOTAL REAL ESTATE	4,649,640	2.01	2.17
	INFRASTRUCTURE			
38,174	Partners Group Listed Infrastructure	3,507,796	1.52	1.35
	HEDGE FUNDS			
2,001,656	Dexion Absolute*	3,143,226	1.36	
3,366,189	Goldman Sachs Dynamic Opportunities	253,279	0.11	
	TOTAL HEDGE FUNDS	3,396,505	1.47	2.67
	MANAGED FUTURES/ COMMODITY TRADING ADVISORS	–	–	1.11
	CURRENCY FUNDS			
3,961,000	Nomura Centa FX Currency GBP Notes 2014^	3,753,840	1.62	
1,500,000	Nomura Centa FX Currency GBP Notes 2015^	1,535,550	0.67	
	TOTAL CURRENCY FUNDS	5,289,390	2.29	2.58

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	MONEY MARKETS			
6,500,000	Goldman Sachs Sterling Liquid Reserves	6,500,000	2.81	4.87
	INDEX FUTURES			
238	Euro STOXX 50 Index Dividend Futures December 2013	64,021	0.03	
940	Euro STOXX 50 Index Dividend Futures December 2014	1,024,298	0.44	
471	Euro STOXX 50 Index Dividend Futures December 2015	642,744	0.28	
	TOTAL INDEX FUTURES	1,731,063	0.75	–
	FORWARD CURRENCY CONTRACTS			
AUD(2,400,000)	Vs £1,539,893 (expiry 11.12.12)	(21,543)	(0.01)	
¥(1,125,000,000)	Vs £8,822,491 (expiry 20.12.12)	308,836	0.13	
US\$(47,000,000)	Vs £28,968,267 (expiry 20.12.12)	(358,724)	(0.15)	
€(13,750,000)	Vs £11,088,275 (expiry 20.12.12)	(72,481)	(0.03)	
	TOTAL FORWARD CURRENCY CONTRACTS	(143,912)	(0.06)	0.20
	Portfolio of investments#	222,477,593	96.16	95.95
	Net other assets	8,888,934	3.84	4.05
	Net assets	231,366,527	100.00	100.00

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

^ Structured product.

* Investment trust.

** Closed ended fund.

Includes derivative liabilities.

CF 7IM MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) £72,535,307

Major purchases	Cost £
Pzena US Large Cap Dynamic Value	8,139,826
Edinburgh Partners European Opportunities	6,750,000
T. Rowe Price Global Emerging Markets Equity	6,500,826
Templeton Frontier Markets	3,950,000
Dimensional UK Value	3,300,000
PIMCO Global Investment Grade Credit	3,005,066
db x-trackers FTSE All-Share	2,998,121
BlackRock Global Emerging Europe	2,800,000
HSBC S&P 500	2,441,084
First State Asia Pacific Leaders	2,100,000
Carador Income	2,014,215
RBS Sterling Liquid Corporates Lond Dated Bond Tracker 2016	2,000,000
Russell 2000 Source ETF	1,998,683
Source DJ Euro STOXX 50	1,796,730
Italy Treasury 3% 2015	1,732,749
Goldman Sachs Alternative Beta Trend	1,700,000
Lyxor ETF STOXX Europe 600 Banks	1,547,347
T. Rowe Price US Large-Cap Growth Equity	1,501,513
BNY Mellon Global Bond	1,499,238
Spain Treasury 4% 2015	1,258,326

Total sales for the year (note 14) £90,592,420

Major sales	Proceeds £
Eaton Vance Emerald US Value	15,285,374
Standard Life UK Equity Growth	14,114,644
Cazenove European	7,573,853
iShares MSCI Emerging Markets	7,352,724
Amundi ETF MSCI Pacific ex Japan	3,204,965
iShares Markit iBoxx® \$ Corporate Bond	3,005,066
db x-trackers MSCI Pacific ex Japan <i>GBP</i>	2,923,124
Nomura Bank World Infrastructure Bull Notes 2015	2,903,059
iShares Markit iBoxx® £ Corporate Bond	2,902,185
Torrus Merrill Lynch Factor Index	2,707,767
Goldman Sachs (linked to the DJ Euro STOXX 50 Index)	2,439,526
Goldman Sachs Alternative Beta Trend	2,371,119
DB Platinum IV dbX Systematic Alpha Index	2,322,975
Amundi Global Bond	2,150,850
Source DJ Euro STOXX 50	1,902,025
Italy Treasury 3% 2015	1,817,587
LyxorETF FTSE 100	1,750,969
iShares Markit iBoxx® Euro High Yield	1,601,817
iShares FTSE/EPRA European Property	1,504,308
Italy Treasury 2.1% 2016	1,312,248

In addition to the above, sales totalling £5,000,000 were made in short term investment funds during the year.

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

CF 7IM MODERATELY ADVENTUROUS FUND
 FINANCIAL STATEMENTS
 STATEMENT OF TOTAL RETURN
 FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
Income:					
Net capital gains/(losses)	2	19,654,745		(12,145,185)	
Revenue	3	5,283,536		3,737,354	
Expenses	4	(3,155,151)		(3,360,897)	
Finance costs: Interest	6	(622)		(310)	
Net revenue before taxation		2,127,763		376,147	
Taxation	5	218		256,764	
Net revenue after taxation		2,127,981		632,911	
Total return before distributions		21,782,726		(11,512,274)	
Finance costs: Distributions	6	(2,127,968)		(433,543)	
Change in net assets attributable to shareholders from investment activities		19,654,758		(11,945,817)	

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
 FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
Opening net assets attributable to shareholders		236,175,531		245,628,017	
Amounts receivable on issue of shares		32,386,580		46,848,097	
Amounts payable on cancellation of shares		(58,709,905)		(44,526,369)	
		(26,323,325)		2,321,728	
Dilution levy charged	1(k)	124		-	
Stamp duty reserve tax	1(g)	(49,138)		(241,553)	
Change in net assets attributable to shareholders from investment activities		19,654,758		(11,945,817)	
Retained distribution on Accumulation shares		1,908,577		413,154	
Unclaimed distributions	1(h)	-		2	
Closing net assets attributable to shareholders		231,366,527		236,175,531	

BALANCE SHEET
 AS AT 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
ASSETS					
Investment assets		222,930,341		226,838,517	
Other assets					
Debtors	7	472,884		9,240,098	
Cash and bank balances	8	10,186,759		7,288,213	
Total other assets		10,659,643		16,528,311	
Total assets		233,589,984		243,366,828	
LIABILITIES					
Investment liabilities		(452,748)		(216,579)	
Other liabilities					
Creditors	9	(1,075,546)		(6,750,149)	
Bank overdrafts	8	(622,249)		(214,094)	
Distribution payable on Income shares		(72,914)		(10,475)	
Total other liabilities		(1,770,709)		(6,974,718)	
Total liabilities		(2,223,457)		(7,191,297)	
Net assets attributable to shareholders		231,366,527		236,175,531	

CF 7IM MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	16,410,103	(9,257,287)
Derivative contracts	476,819	(1,055,366)
Forward currency contracts	2,782,769	(1,137,361)
Transaction charges	(2,380)	(2,434)
AMC rebates from underlying investments	47,858	58,441
Currency losses	(60,424)	(751,178)
Net capital gains/(losses)	<u>19,654,745</u>	<u>(12,145,185)</u>
3. REVENUE		
Non-taxable dividends	3,320,246	2,583,902
Taxable dividends	4,152	15,961
Unfranked interest	1,861,596	966,389
AMC rebates from underlying investments	79,001	136,717
Bank interest	7,466	661
Other interest	415	–
Rebates from ETF's	10,660	33,724
Total revenue	<u>5,283,536</u>	<u>3,737,354</u>
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	2,935,480	3,142,762
Legal and professional fees	7,250	5,894
Printing costs	6,333	5,354
Registration fees	17,017	7,821
	2,966,080	3,161,831
Payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	40,501	42,289
Safe custody and other bank charges	38,582	52,056
	79,083	94,345

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	96,281	91,037
Fees paid to auditor – audit	7,800	7,800
– tax services	3,000	2,938
FSA fee	60	55
Postage and distribution costs	858	–
Publication costs	1,989	2,891
	109,988	104,721
Total expenses	<u>3,155,151</u>	<u>3,360,897</u>
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Irrecoverable income tax	–	(1,656)
Adjustments in respect of prior periods	(218)	–
Current tax charge (note 5b)	(218)	(1,656)
Deferred tax – origination and reversal of timing differences (note 5c)		
Deferred tax charge on offshore income gains (note 5c)	–	(255,108)
Total taxation	<u>(218)</u>	<u>(256,764)</u>
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.		
	30.11.12 £	30.11.11 £
Net revenue before taxation	2,127,763	376,147
Corporation tax at 20%	425,553	75,229
Effects of:		
Non-taxable dividends	(664,050)	(516,780)
RPI movement on UK index-linked gilts	(31,846)	–
Offshore income gains	–	491,938
AMC rebates taken to capital	9,572	11,688
Unutilised/(utilisation of) excess management expenses	260,771	(62,075)
Corporation tax charge	–	–

CF 7IM MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Irrecoverable income tax	–	(1,656)
Adjustments in respect of prior periods	(218)	–
	<u>(218)</u>	<u>(1,656)</u>
Current tax charge (note 5a)	(218)	(1,656)
c) Deferred tax		
Provision at the start of the year	–	255,108
Deferred tax charge in the year (note 5a)	–	–
Deferred tax charge on offshore income gains (note 5a)	–	(255,108)
	<u>–</u>	<u>–</u>
Provision at the end of the year	–	–

At the year end there is a potential deferred tax asset of £403,448 (30.11.11 : £142,677) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current year.

6. FINANCE COSTS

Distributions

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

	30.11.12 £	30.11.11 £
Interim	735,465	262,366
Final	1,285,290	176,132
	<u>2,020,755</u>	<u>438,498</u>
Add: Revenue deducted on cancellation of shares	207,571	22,087
Deduct: Revenue received on issue of shares	(100,358)	(27,042)
Net distributions for the year	<u>2,127,968</u>	<u>433,543</u>
Interest	622	310
Total finance costs	<u>2,128,590</u>	<u>433,853</u>

Details of the distributions per share are set out in the tables on pages 161 to 163.

	30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)		
Distributions represented by:		
Net revenue after taxation	2,127,981	632,911
Allocations to Capital:		
Deferred tax on offshore income gains	–	(255,108)
Revenue deficit on 'A' Share Class	–	21,978
Revenue deficit on 'D' Share Class	–	9,455
Revenue deficit on 'O' Share Class	–	24,274
	<u>–</u>	<u>(199,401)</u>
Balance brought forward	42	75
Balance carried forward	(55)	(42)
	<u>2,127,968</u>	<u>433,543</u>
Net distributions for the year	2,127,968	433,543
7. DEBTORS		
Amounts receivable for issue of shares	204,116	195,251
Sales awaiting settlement	–	8,632,782
Accrued revenue:		
Non-taxable dividends	83,504	75,771
Unfranked interest	98,843	143,058
AMC rebates from underlying investments	28,035	40,894
Bank interest	1,495	–
Rebates from ETF's	158	1,023
	<u>212,035</u>	<u>260,746</u>
Prepaid expenses	189	188
Taxation recoverable:		
Income tax	56,544	151,131
Total debtors	<u>472,884</u>	<u>9,240,098</u>
8. CASH AND BANK BALANCES		
Bank balances:		
Capital account	8,886,471	7,288,213
Revenue account	1,209,106	–
Margin account	91,182	–
Total bank balances	<u>10,186,759</u>	<u>7,288,213</u>

CF 7IM MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
8. CASH AND BANK BALANCES (continued)		
Bank overdrafts:		
Revenue account	–	(214,094)
Margin account	(622,249)	–
Total bank overdrafts	<u>(622,249)</u>	<u>(214,094)</u>
9. CREDITORS		
Amounts payable for cancellation of shares	793,731	526,820
Purchases awaiting settlement	–	5,922,778
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	234,887	242,554
Legal and professional fees	1,202	5,894
Printing costs	3,054	2,390
Registration fees	1,856	1,598
	240,999	252,436
Amounts payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	3,256	3,331
Transaction charges	617	696
Safe custody and other bank charges	12,776	9,207
	16,649	13,234
Other expenses	20,633	30,314
Taxation payable:		
Stamp duty reserve tax	3,534	4,567
Total creditors	<u>1,075,546</u>	<u>6,750,149</u>

10. RELATED PARTY TRANSACTIONS

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

11. SHAREHOLDER FUNDS

Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.

12. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.11.11 : none).

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	2,190,956	3,882,459
US dollars	16,259,964	31,278,610
Pounds sterling	34,181,554	38,452,821
	52,632,474	73,613,890
Floating rate liabilities:		
Euros	(622,249)	–
Pounds sterling	–	(214,094)
	(622,249)	(214,094)
Fixed rate assets:		
Euros	1,008,245	–
Pounds sterling	5,882,565	5,771,251
	6,890,810	5,771,251
Assets on which interest is not paid:		
Euros	19,066,647	13,582,296
US dollars	41,029,026	19,088,820
Pounds sterling	164,081,118	174,343,926
	224,176,791	207,015,042
Liabilities on which interest is not paid:		
Australian dollars	(1,561,436)	–
Euros	(11,160,757)	(23,545,439)
Japanese yen	(8,513,655)	(7,622,124)
US dollars	(29,326,991)	(12,082,371)
Pounds sterling	(1,148,460)	(6,760,624)
	(51,711,299)	(50,010,558)
Net assets	<u>231,366,527</u>	<u>236,175,531</u>

The floating rate financial assets and liabilities comprise variable rate securities, bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and index-linked securities that earn interest at rates adjusted by changes in UK Retail Price Index (RPI) and collective investment schemes that pay UK interest distributions.

CF 7IM MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk (continued)

Fixed Rate Financial Assets				
Currency	Weighted average interest rate		Weighted average period for which rate is fixed	
	30.11.12	30.11.11	30.11.12	30.11.11
Euro	4.42%	–	2 years	–
Pound sterling	3.81%	3.85%	13 years	14 years

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

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	–	(1,561,436)	(1,561,436)	–
Euros	21,643,599	(11,160,757)	10,482,842	(6,080,684)
Japanese yen	–	(8,513,655)	(8,513,655)	(7,622,124)
US dollars	57,288,990	(29,326,991)	27,961,999	38,285,059
	<u>78,932,589</u>	<u>(50,562,839)</u>	<u>28,369,750</u>	<u>24,582,251</u>
Pounds sterling	152,577,850	50,418,927	202,996,777	211,593,280
Net assets	<u>231,510,439</u>	<u>(143,912)</u>	<u>231,366,527</u>	<u>236,175,531</u>

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 150 includes transaction costs of £nil and the sales figure disclosed on page 151 is net of transaction costs of £1,058.

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.3293	–	0.3293	0.0193
Group 2	0.0000	0.3293	0.3293	0.0193

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.3342	–	0.3342	0.0196
Group 2	0.0000	0.3342	0.3342	0.0196

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.5489	–	0.5489	0.2295
Group 2	0.1059	0.4430	0.5489	0.2295

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.7277	–	0.7277	0.4250
Group 2	0.1408	0.5869	0.7277	0.4250

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.7814	–	0.7814	0.4448
Group 2	0.3663	0.4151	0.7814	0.4448

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.3250	–	0.3250	0.0391
Group 2	0.0000	0.3250	0.3250	0.0391

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.3513	–	0.3513	0.0397
Group 2	0.0158	0.3355	0.3513	0.0397

CF 7IM MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Distribution Tables (continued)

Interim (continued)

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	-	-	-	-
Group 2	-	0.0000	-	-

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	-	-	-	-
Group 2	-	0.0000	-	-

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.7459	-	0.7459	-
Group 2	0.1438	0.6021	0.7459	-

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.7586	-	0.7586	-
Group 2	0.0554	0.7032	0.7586	-

'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.9691	-	0.9691	0.1463
Group 2	0.2809	0.6882	0.9691	0.1463

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.1346	-	1.1346	0.3364
Group 2	0.2985	0.8361	1.1346	0.3364

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.1896	-	1.1896	0.3617
Group 2	0.2332	0.9564	1.1896	0.3617

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.7214	-	0.7214	-
Group 2	0.0601	0.6613	0.7214	-

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.7570	-	0.7570	-
Group 2	0.2456	0.5114	0.7570	-

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.3336	-	0.3336	-
Group 2	0.3336	0.0000	0.3336	-

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.3362	-	0.3362	-
Group 2	0.0000	0.3362	0.3362	-

EQUALISATION

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

CF 7IM ADVENTUROUS FUND
ACD'S REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following change was made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Flexible Investment Sector.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM Adventurous Fund ('the Fund') aims to provide capital growth. There is a risk of wide fluctuations in capital values. The Fund invests predominantly in a range of collective investment vehicles and securities managed by selected fund managers. Assets with scope for capital growth in real terms are likely to represent a major part of the portfolio. The Fund may use different asset classes, with the comparison primarily in equities.

Investment may also be made in warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the company.

The IMA Flexible Investment Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM Adventurous Fund
26 March 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 10.2%¹. Over the same period the peer group average return for the IMA Flexible Investment Sector which is the Fund benchmark was 10.7%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about whether the Bush tax cuts were going to be extended, the so called "fiscal cliff", but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites with considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery in risk appetite with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being entirely driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that the elections to appoint a new prime minister and the appointment of a new Bank of Japan president early next year will lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stocks Index produced relatively modest returns, up only 4.9% (total return).

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund value rose a little from £41.4 million at 30 November 2011⁴ to £43.7 million at 30 November 2012⁵.

¹ CF 7IM Adventurous 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from the FTSE All-Share Index to IMA Flexible Investment Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

CF 71M ADVENTUROUS FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW *(continued)*

In the early part of the period we switched out of some of the holding of Eaton Vance Emerald US Value fund, adding to the existing holding of T. Rowe Price US Large-Cap Growth Equity fund. This tilted the portfolio towards growth in a period when we felt the US economy was starting to recover and helped performance, as the T. Rowe fund outperformed the Eaton Vance fund.

We introduced a holding in the Templeton Frontier Markets fund, a new asset class, at the suggestion of our fund advisors Ibbotson Associates. Frontier markets economies exhibit good growth rates and the equities have a fairly low correlation with the other asset classes and therefore diversify risk further in the portfolio.

We continued to hold high yield bonds as we felt that they offered good value and added a holding in Invesco Perpetual Global Financial Capital which we expect to benefit from banking reforms.

As the eurozone crisis intensified in the first few months of the year we felt it would be prudent to reduce some of the exposure to European financials and sold the holding of Lyxor ETF STOXX Europe 600 Banks we had invested in earlier in the year. We felt this holding could be vulnerable if the crisis led to a run on banks, the most vulnerable of which were likely to be some of the European banks in this index.

Among alternatives, we had been holding position in the iShares FTSE/EPRA European Property real estate ETF and the Terra Catalyst fund which we sold on the view that if European economies were struggling as a result of the eurozone crisis, it was unlikely that property markets would prosper. We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt there could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September puts on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We also bought an exposure to European dividends. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

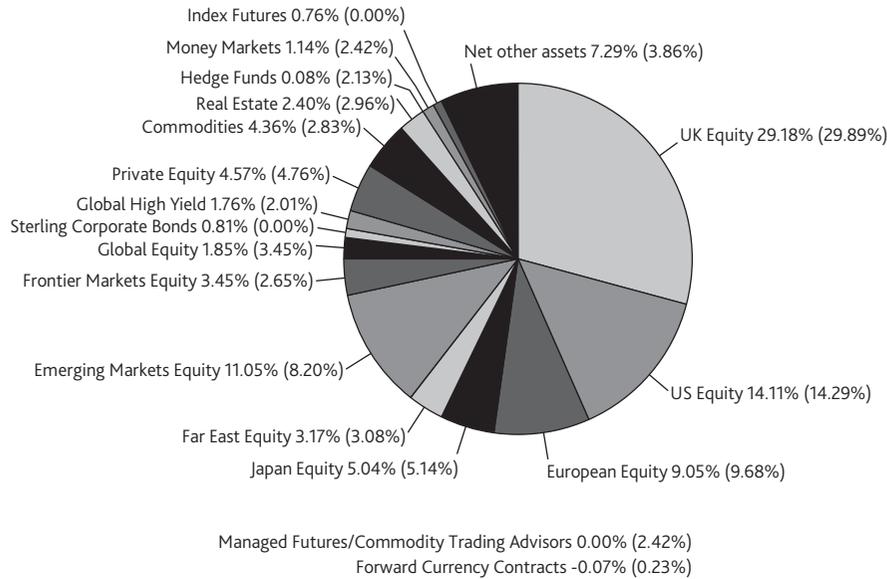
As the year unfolded, our fund advisors made some changes to their core holding recommendations and we sold the holdings of Standard Life UK Equity Growth fund, Cazenove European fund and Eaton Vance Emerald US Value fund which had performed poorly and switched the holdings into the BlackRock UK fund, Edinburgh Partners European Opportunities fund and the Pzena US Large Cap Dynamic Value fund. We also reduced the passive Fund exposure to Emerging Markets and added to the T. Rowe Price Global Emerging Markets Equity fund which has been performing better than the index and moved our Asia Pacific equity exposure out of a passive vehicle increasing the holding of First State Asia Pacific Leaders fund; another better-than-index performer.

The infrastructure builders' equity basket had not been performing as well as we had hoped recently and we therefore chose to sell the structured note that we had created to exploit this theme. We used the proceeds raised to invest in the BlackRock Global Emerging Europe fund. With a growth rate of 4.8% in 2011; more than Latin America, we see this as an attractive area for investment. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. For example, The Great Wall Motor Company opened a factory in Lovech, Bulgaria. With similar labour and materials costs, and much reduced transport expenses and duties, building a car for export to Europe is almost 20% cheaper in Bulgaria compared to China.

Among the alternatives, we sold holdings of hedge funds (a small amount of Goldman Sachs Dynamic Opportunities remains, where we expect to receive the proceeds next year) and commodity trading advisors. We have reduced the overall exposure to private equity but have built up some positions in closed end funds mainly invested in private equity and which are trading at a significant discount to their net asset values. These funds have suffered over the financial crisis as their assets were seen as illiquid while asset value estimates were sometimes questioned. However, we have identified managers producing good sales outcomes to third parties and where net asset values are credible while the discounts are still high.

Throughout the year we have part-hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which since sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations to 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED
Investment Manager
12 December 2012

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	151.06	135.31	0.3077
2008	144.39	97.40	0.3054
2009	134.16	94.74	0.2254
2010	150.38	124.70	0.1301
2011	153.82	126.11	-
2012*	148.40	134.51	0.0141
2013**	-	-	0.6204

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	151.34	135.59	0.3111
2008	144.73	97.81	0.3097
2009	135.06	95.15	0.2583
2010	151.53	125.66	0.1310
2011	155.16	127.18	-
2012*	149.67	135.67	0.0142
2013**	-	-	0.6255

'B' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	152.66	136.84	0.4087
2008	146.20	99.03	0.5241
2009	137.10	96.40	0.3912
2010	154.22	127.73	0.2842
2011	158.11	129.60	-
2012*	152.67	138.46	0.1959
2013**	-	-	0.8206

CF 7IM ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	153.29	137.31	0.5093
2008	146.70	99.14	0.8199
2009	136.99	96.58	0.5258
2010	153.98	127.43	0.3549
2011	157.72	129.58	0.2561
2012*	152.74	138.22	0.5282
2013**	-	-	1.0027

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	153.85	137.98	0.5116
2008	147.55	100.17	0.8371
2009	139.07	97.59	0.5327
2010	156.83	129.73	0.3603
2011	161.01	132.06	0.2608
2012*	155.77	141.36	0.5387
2013**	-	-	1.0243

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	150.76	135.07	0.2887
2008	144.12	97.24	0.1469
2009	134.05	94.55	0.1575
2010	150.31	124.65	0.0963
2011	153.21	125.49	-
2012*	147.28	133.37	0.0016
2013**	-	-	0.5934

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007	151.39	135.62	0.2927
2008	144.74	97.77	0.2469
2009	134.97	95.07	0.2068
2010	151.44	125.59	0.1262
2011	155.05	127.07	-
2012*	149.54	135.55	0.0017
2013**	-	-	0.6109

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	133.97	129.00	-
2010	149.49	124.33	-
2011	152.63	124.98	-
2012*	146.67	132.80	-

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009#	134.89	129.89	-
2010	150.52	125.16	-
2011	153.82	125.92	-
2012*	147.87	133.88	-

From 1 December 2009.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

CF 7IM ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	1,472,483	1,049,487	140.30
	'A' Accumulation	10,417,744	7,368,447	141.38
	'B' Accumulation	18,730,843	13,020,396	143.86
	'C' Income	229,298	159,677	143.60
	'C' Accumulation	3,962,587	2,709,321	146.26
	'D' Income	59,849	42,676	140.24
	'D' Accumulation	5,149,210	3,644,174	141.30
	'O' Income	349	250	139.53
	'O' Accumulation	351	250	140.50
30.11.11	'A' Income	459,424	345,451	132.99
	'A' Accumulation	8,778,178	6,544,797	134.12
	'B' Accumulation	16,078,824	11,761,334	136.71
	'C' Income	234,971	171,990	136.62
	'C' Accumulation	7,554,165	5,419,820	139.38
	'D' Income	136,818	103,479	132.22
	'D' Accumulation	7,692,225	5,739,982	134.01
	'O' Income	329	250	131.67
	'O' Accumulation	442,881	333,742	132.70
30.11.12	'A' Income	471,277	324,850	145.08
	'A' Accumulation	8,004,176	5,446,754	146.95
	'B' Accumulation	15,258,806	10,161,541	150.16
	'C' Income	515,786	346,092	149.03
	'C' Accumulation	8,773,562	5,716,236	153.48
	'D' Income	244,989	170,595	143.61
	'D' Accumulation	9,647,648	6,571,237	146.82
	'O' Income	359	250	143.40
	'O' Accumulation	801,551	554,046	144.67

ONGOING CHARGES FIGURE

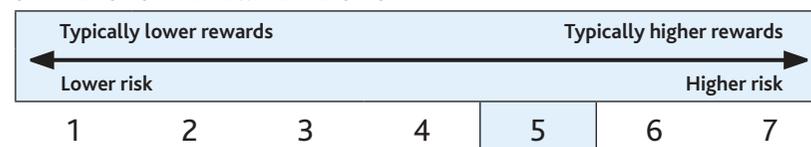
Expense Type	30.11.12 %				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.17	0.17	0.17	0.17	0.17
	1.57	1.32	1.07	1.57	2.07
Collective investment scheme costs	0.61	0.61	0.61	0.61	0.61
Ongoing charges figure	2.18	1.93	1.68	2.18	2.68

Expense Type	30.11.11 %				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.40	1.15	0.90	1.40	1.90
Other expenses	0.15	0.15	0.15	0.15	0.15
	1.55	1.30	1.05	1.55	2.05
Collective investment scheme costs	0.58	0.58	0.58	0.58	0.58
Ongoing charges figure	2.13	1.88	1.63	2.13	2.63

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 5 because its volatility has been measured as above average.

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

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

CF 7IM ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	5 years
CF 7IM Adventurous Fund	10.23	13.71	3.08
IMA Flexible Investment Sector#	10.70	18.83	7.56

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 190 to 192.

PORTFOLIO STATEMENT AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EQUITIES				
UK EQUITY				
918,322	BlackRock UK	3,103,009	7.10	
850,000	Citi UK Equity Certificate 2013^	957,610	2.19	
696,780	db x-trackers FTSE All-Share	2,176,741	4.98	
103,690	Dimensional UK Value	1,724,366	3.94	
172,950	LyxorETF FTSE 100	1,134,552	2.60	
4,826,136	Threadneedle UK Equity Income	3,660,624	8.37	
TOTAL UK EQUITY		12,756,902	29.18	29.89
US EQUITY				
129,405	HSBC S&P 500	1,150,544	2.63	
48,910	iShares S&P 500	429,185	0.98	
29,247	Pzena US Large Cap Dynamic Value	1,961,132	4.49	
28,562	Russell 2000 Source ETF	656,196	1.50	
176,865	T. Rowe Price US Large-Cap Growth Equity	1,970,996	4.51	
TOTAL US EQUITY		6,168,053	14.11	14.29
EUROPEAN EQUITY				
19,500	db x-trackers Euro STOXX 50	413,985	0.95	
967,713	Edinburgh Partners European Opportunities	1,448,666	3.32	
693,250	Jupiter European Special Situations	1,657,907	3.79	
11,880	Source DJ Euro STOXX 50	434,230	0.99	
TOTAL EUROPEAN EQUITY		3,954,788	9.05	9.68
JAPAN EQUITY				
122,007	Baillie Gifford Japanese	729,480	1.67	
1,150,688	GLG Japan CoreAlpha	850,128	1.94	
550,000	Nomura Notes (linked to 2016 Nikkei Dividend Payout)^	623,975	1.43	
TOTAL JAPAN EQUITY		2,203,583	5.04	5.14

CF 7IM ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FAR EAST EQUITY			
1,081	Amundi MSCI Pacific ex Japan	316,517	0.72	
6,795	db x-trackers MSCI Pacific ex Japan GBP	198,958	0.46	
208,291	First State Asia Pacific Leaders	871,344	1.99	
	TOTAL FAR EAST EQUITY	1,386,819	3.17	3.08
	EMERGING MARKETS EQUITY			
11,028	BlackRock Global Emerging Europe	801,757	1.83	
38,590	db x-trackers MSCI Emerging Markets	927,922	2.12	
175,899	T. Rowe Price Global Emerging Markets Equity	3,106,086	7.10	
	TOTAL EMERGING MARKETS EQUITY	4,835,765	11.05	8.20
	FRONTIER MARKETS EQUITY			
870,000	Advance Frontier Markets	356,700	0.82	
67,932	Templeton Frontier Markets	1,149,416	2.63	
	TOTAL FRONTIER MARKETS EQUITY	1,506,116	3.45	2.65
	GLOBAL EQUITY			
701,849	Sarasin AgriSar	809,232	1.85	3.45
	TOTAL EQUITIES	33,621,258	76.90	76.38
	BONDS			
	STERLING CORPORATE BONDS			
262,536	Invesco Perpetual Global Financial Capital	354,292	0.81	-
	GLOBAL HIGH YIELD			
8,817	iShares Markit iBoxx® Euro High Yield	770,193	1.76	2.01
	TOTAL BONDS	1,124,485	2.57	2.01

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	PRIVATE EQUITY			
80,000	HarbourVest Global Private Equity	361,903	0.83	
421,649	IP Group	468,874	1.07	
9,282	Partners Group Listed Private Equity	748,593	1.71	
78,500	Princess Private Equity Holdings	420,454	0.96	
	TOTAL PRIVATE EQUITY	1,999,824	4.57	4.76
	COMMODITIES			
84,901	Goldman Sachs – DJ UBS Total Return Enhanced Strategy	663,213	1.52	
11,712	Source Physical Gold	1,240,815	2.84	
	TOTAL COMMODITIES	1,904,028	4.36	2.83
	REAL ESTATE			
131	ING (L) Invest Global Real Estate	598,777	1.37	
408,771	Macau Property Opportunities	449,648	1.03	
	TOTAL REAL ESTATE	1,048,425	2.40	2.96
	HEDGE FUNDS			
444,425	Goldman Sachs Dynamic Opportunities	33,440	0.08	2.13
	MANAGED FUTURES/COMMODITY TRADING ADVISORS	-	-	2.42
	MONEY MARKETS			
500,000	Goldman Sachs Sterling Liquid Reserves	500,000	1.14	2.42
	INDEX FUTURES			
51	Euro STOXX 50 Index Dividend Futures December 2013	13,667	0.03	
224	Euro STOXX 50 Index Dividend Futures December 2014	194,711	0.45	
106	Euro STOXX 50 Index Dividend Futures December 2015	122,248	0.28	
	TOTAL INDEX FUTURES	330,626	0.76	-

CF 7IM ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FORWARD CURRENCY CONTRACTS			
AUD(800,000)	Vs £513,298 (expiry 11.12.12)	(7,181)	(0.02)	
¥(195,000,000)	Vs £1,529,232 (expiry 20.12.12)	53,532	0.12	
US\$(7,600,000)	Vs £4,684,230 (expiry 20.12.12)	(58,006)	(0.13)	
€(3,400,000)	Vs £2,741,828 (expiry 20.12.12)	(17,923)	(0.04)	
	TOTAL FORWARD CURRENCY CONTRACTS	(29,578)	(0.07)	0.23
	Portfolio of investments#	40,532,508	92.71	96.14
	Net other assets	3,185,646	7.29	3.86
	Net assets	43,718,154	100.00	100.00

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

^ Structured product.

Includes derivative liabilities.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14)		£16,354,001
Major purchases		Cost £
T. Rowe Price Global Emerging Markets Equity		1,999,550
Pzena US Large Cap Dynamic Value		1,909,948
Jupiter European Special Situations		1,535,195
Edinburgh Partners European Opportunities		1,300,000
db x-trackers FTSE All-Share		994,407
Dimensional UK Value		900,000
BlackRock Global Emerging Europe		815,000
Source Physical Gold		699,912
iShares S&P 500		675,255
LyxorETF FTSE 100		599,870
db x-trackers Euro STOXX 50		450,560
db x-trackers MSCI Emerging Markets		425,702
Lyxor ETF STOXX Europe 600 Banks		424,794
Italy Buoni Poliennali Del Tesoro 3% 01.11.15		327,488
Invesco Perpetual Global Financial Capital		300,000
Goldman Sachs Alternative Beta Trend		300,000
Source DJ Euro STOXX 50		289,588
T. Rowe Price US Large-Cap Growth Equity		250,252
Templeton Frontier Markets		250,000
iShares Market iBoxx Euro High Yield		249,396

CF 7IM ADVENTUROUS FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

Total sales for the year (note 14) **£19,325,545**

Major sales	Proceeds £
Standard Life UK Equity Growth	2,465,518
Eaton Vance Emerald US Value	2,271,208
db x-trackers MSCI Emerging Markets	2,056,543
Jupiter European Special Situations	1,435,195
Cazenove European	1,431,329
DB Platinum IV DBX Systematic Alpha Index	863,257
LyxorETF FTSE 100	825,803
Nomura Global Infrastructure Builders III	693,465
HSBC S&P 500	650,227
Source DJ Euro STOXX 50	581,786
Torrus Merrill Lynch Factor Index	495,642
Goldman Sachs (linked to the DJ Euro STOXX 50 Index)	464,971
Goldman Sachs Alternative Beta Trend	423,965
iShares Markit iBoxx® Euro High Yield	400,662
Partner Group Global Private Equity	384,596
db x-trackers FTSE All-Share	349,829
Italy Buoni Poliennali Del Tesoro 3% 01.11.15	343,415
Lyxor ETF STOXX Europe 600 Banks	333,058
Conversus Capital	304,432
Dexion Trading	301,894

In addition to the above, sales totalling £500,000 were made in short term investment funds during the year.

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

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	£	30.11.11 £
Income:					
Net capital gains/(losses)	2		3,774,666		(2,209,129)
Revenue	3	883,711		527,004	
Expenses	4	(603,414)		(597,395)	
Finance costs: Interest	6	(49)		(9)	
Net revenue/(expense) before taxation		280,248		(70,400)	
Taxation	5	(800)		(1,975)	
Net revenue/(expense) after taxation			279,448		(72,375)
Total return before distributions			4,054,114		(2,281,504)
Finance costs: Distributions	6		(279,704)		(9,086)
Change in net assets attributable to shareholders from investment activities			3,774,410		(2,290,590)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	£	30.11.12 £	£	30.11.11 £
Opening net assets attributable to shareholders			41,377,815		40,022,714
Amounts receivable on issue of shares		6,566,305		12,010,679	
Amounts payable on cancellation of shares		(8,251,380)		(8,337,046)	
			(1,685,075)		3,673,633
Stamp duty reserve tax	1(g)		(9,892)		(43,626)
Change in net assets attributable to shareholders from investment activities			3,774,410		(2,290,590)
Retained distribution on Accumulation shares			260,896		15,684
Closing net assets attributable to shareholders			43,718,154		41,377,815

CF 7IM ADVENTUROUS FUND

Financial Statements (continued)

BALANCE SHEET

AS AT 30 NOVEMBER 2012

	Notes	30.11.12 £	30.11.11 £
ASSETS			
Investment assets		40,615,618	39,816,522
Other assets			
Debtors	7	115,275	2,719,044
Cash and bank balances	8	3,517,316	1,453,280
Total other assets		3,632,591	4,172,324
Total assets		44,248,209	43,988,846
LIABILITIES			
Investment liabilities		(83,110)	(34,197)
Other liabilities			
Creditors	9	(292,292)	(2,532,478)
Bank overdrafts	8	(148,155)	(44,108)
Distribution payable on Income shares		(6,498)	(248)
Total other liabilities		(446,945)	(2,576,834)
Total liabilities		(530,055)	(2,611,031)
Net assets attributable to shareholders		43,718,154	41,377,815

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	3,316,436	(1,746,973)
Derivative contracts	(35,812)	(175,578)
Forward currency contracts	557,339	(413,656)
Transaction charges	(1,982)	(2,889)
AMC rebates from underlying investments	11,020	11,722
Currency (losses)/gains	(72,335)	118,245
Net capital gains/(losses)	3,774,666	(2,209,129)
3. REVENUE		
Non-taxable dividends	725,227	486,524
Taxable dividends	19,127	9,145
Unfranked interest	119,327	3,712
AMC rebates from underlying investments	14,941	20,925
Bank interest	2,499	9
Other interest	3	–
Rebates from ETF's	2,587	6,689
Total revenue	883,711	527,004
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	530,012	532,007
Legal and professional fees	7,250	5,894
Printing costs	6,216	5,191
Registration fees	6,428	3,104
	549,906	546,196
Payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	10,476	10,426
Safe custody and other bank charges	11,935	11,313
	22,411	21,739

CF 7IM ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	17,715	15,776
Fees paid to auditor – audit	7,800	7,800
– tax services	3,000	2,938
FSA fee	60	55
Postage and distribution costs	533	–
Publication costs	1,989	2,891
	31,097	29,460
Total expenses	603,414	597,395
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Overseas tax	851	1,975
Adjustments in respect of prior periods	(51)	–
Current tax charge (note 5b)	800	1,975
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	800	1,975
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.		
	30.11.12 £	30.11.11 £
Net revenue/(expense) before taxation	280,248	(70,400)
Corporation tax at 20%	56,050	(14,080)
Effects of:		
Non-taxable dividends	(145,045)	(97,305)
Offshore income gains	–	78,876
AMC rebates taken to capital	2,204	2,344
Foreign tax expensed	(40)	(68)
Unutilised excess management expenses	86,831	30,233
Corporation tax charge	–	–

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Overseas tax	851	1,975
Adjustments in respect of prior periods	(51)	–
Current tax charge (note 5a)	800	1,975
c) Deferred tax		
At the year end there is a potential deferred tax asset of £236,655 (30.11.11 : £149,824) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.		
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
	30.11.12 £	30.11.11 £
Interim	45,929	7,955
Final	222,648	8,226
	268,577	16,181
Add: Revenue deducted on cancellation of shares	28,722	5,680
Deduct: Revenue received on issue of shares	(17,595)	(12,775)
Net distributions for the year	279,704	9,086
Interest	49	9
Total finance costs	279,753	9,095

Details of the distributions per share are set out in the tables on pages 190 to 192.

CF 7IM ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £		30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)			8. CASH AND BANK BALANCES (continued)		
Distributions represented by:			Bank overdrafts:		
Net revenue/(expense) after taxation	279,448	(72,375)	Revenue account	–	(44,108)
Allocations to Capital:			Margin account	(148,155)	–
Revenue deficit on 'A' share class	–	37,048	Total bank overdrafts	<u>(148,155)</u>	<u>(44,108)</u>
Revenue deficit on 'B' share class	–	16,170			
Revenue deficit on 'D' share class	–	25,656	9. CREDITORS		
Revenue deficit on 'O' share class	271	2,586	Amounts payable for cancellation of shares	172,638	276,088
	271	81,460	Purchases awaiting settlement	50,004	2,183,904
Balance brought forward	1	2	Accrued expenses:		
Balance carried forward	(16)	(1)	Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Net distributions for the year	<u>279,704</u>	<u>9,086</u>	ACD's periodic charge	43,146	41,798
			Legal and professional fees	1,202	5,894
7. DEBTORS			Printing costs	2,994	2,328
Amounts receivable for issue of shares	82,495	106,831	Registration fees	708	592
Sales awaiting settlement	–	2,586,644		48,050	50,612
Accrued revenue:			Amounts payable to the Depository, associates of the Depository and agents of either of them:		
Non-taxable dividends	17,562	12,556	Depository's fees	853	826
Unfranked interest	190	–	Transaction charges	493	985
AMC rebates from underlying investments	6,375	7,553	Safe custody and other bank charges	4,097	2,491
Bank interest	392	–		5,443	4,302
Rebates from ETF's	48	376	Other expenses	15,197	16,731
	24,567	20,485	Taxation payable:		
Prepaid expenses	189	188	Stamp duty reserve tax	960	841
Taxation recoverable:			Total creditors	<u>292,292</u>	<u>2,532,478</u>
Income tax	3,301	705			
Overseas withholding tax	4,723	4,191	10. RELATED PARTY TRANSACTIONS		
	8,024	4,896	Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.		
Total debtors	<u>115,275</u>	<u>2,719,044</u>			
			11. SHAREHOLDER FUNDS		
8. CASH AND BANK BALANCES			Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.		
Bank balances:					
Capital account	3,239,876	1,453,280	12. CONTINGENT LIABILITIES AND COMMITMENTS		
Revenue account	252,105	–	There are no contingent liabilities or outstanding commitments (30.11.11 : none).		
Margin account	25,335	–			
Total bank balances	<u>3,517,316</u>	<u>1,453,280</u>			

CF 7IM ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	917,711	832,519
Pounds sterling	4,224,090	2,453,278
	5,141,801	3,285,797
Floating rate liabilities:		
Euros	(148,155)	–
Pounds sterling	–	(44,108)
	(148,155)	(44,108)
Assets on which interest is not paid:		
Euros	4,137,447	5,645,842
Swiss francs	–	237,184
US dollars	9,339,221	6,080,599
Pounds sterling	35,044,796	36,544,110
	48,521,464	48,507,735
Liabilities on which interest is not paid:		
Australian dollars	(520,478)	–
Euros	(2,809,755)	(4,537,848)
Japanese yen	(1,475,700)	(1,393,292)
US dollars	(4,742,237)	(1,907,743)
Pounds sterling	(248,786)	(2,532,726)
	(9,796,956)	(10,371,609)
Net assets	<u>43,718,154</u>	<u>41,377,815</u>

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

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

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	–	(520,478)	(520,478)	–
Euros	4,856,999	(2,759,751)	2,097,248	1,940,513
Japanese yen	–	(1,475,700)	(1,475,700)	(1,393,292)
Swiss francs	–	–	–	237,184
US dollars	9,339,221	(4,742,237)	4,596,984	4,172,856
	14,196,220	(9,498,166)	4,698,054	4,957,261
Pounds sterling	29,551,512	9,468,588	39,020,100	36,420,554
Net assets	<u>43,747,732</u>	<u>(29,578)</u>	<u>43,718,154</u>	<u>41,377,815</u>

vii. Derivatives

The derivatives held by the Fund during the current and prior year were for hedging purpose only.

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 179 includes transaction costs of £90 and the sales figure disclosed on page 180 is net of transaction costs of £1,615.

CF 71M ADVENTUROUS FUND

Financial Statements (continued)

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.0141	–	0.0141	0.0000
Group 2	0.0000	0.0141	0.0141	0.0000

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.0142	–	0.0142	0.0000
Group 2	0.0000	0.0142	0.0142	0.0000

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.1959	–	0.1959	0.0000
Group 2	0.0000	0.1959	0.1959	0.0000

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.3838	–	0.3838	0.1687
Group 2	0.0768	0.3070	0.3838	0.1687

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.3915	–	0.3915	0.1719
Group 2	0.0156	0.3759	0.3915	0.1719

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.0016	–	0.0016	0.0000
Group 2	0.0000	0.0016	0.0016	0.0000

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.0017	–	0.0017	0.0000
Group 2	0.0000	0.0017	0.0017	0.0000

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.6204	–	0.6204	0.0000
Group 2	0.0000	0.6204	0.6204	0.0000

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.6255	–	0.6255	0.0000
Group 2	0.0349	0.5906	0.6255	0.0000

'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.8206	–	0.8206	0.0000
Group 2	0.1340	0.6866	0.8206	0.0000

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.0027	–	1.0027	0.1444
Group 2	0.1981	0.8046	1.0027	0.1444

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.0243	–	1.0243	0.1472
Group 2	0.2958	0.7285	1.0243	0.1472

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.5934	–	0.5934	0.0000
Group 2	0.0746	0.5188	0.5934	0.0000

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.6109	–	0.6109	0.0000
Group 2	0.0000	0.6109	0.6109	0.0000

The 'O' Income and 'O' Accumulation share class did not distribute in the current or prior year.

CF 7IM ADVENTUROUS FUND

Financial Statements (continued)

Distribution Table (continued)

EQUALISATION

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

CF 7IM SUSTAINABLE BALANCE FUND

ACD'S REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following changes were made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 20-60% Share Sector; and
- A fundamental change to the scheme was approved at an Extraordinary General Meeting of shareholders held on 24 October 2012. The change, is to allow sub-advisory fees to be taken directly out of the scheme property of the Fund.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM Sustainable Balance Fund ('the Fund') aims to provide a balance of income and capital appreciation. There may be some risk to capital. The Fund invests predominantly in a range of securities and collective investment vehicles managed by selected fund managers.

The Fund will only invest in individual securities where the underlying companies, countries and institutions score well on social and environmental criteria. To measure these criteria, the industry from which an investment has been made and the position of the investment relative to its peer group are analysed. The social aspects of companies' relationships with suppliers, the general public, employees, clients and competitors are considered. The environmental aspects of pre-production sourcing, production processes, products and services, as well as the environmental strategy/policy and environmental management systems are also examined.

Certain products and manufacturing processes are so high-risk that they are not rated as being compatible with the criteria. Companies from certain industries or with significant exposure to certain activities are precluded, such as:

Tobacco industry
Armaments
Pornography
Nuclear power generation
Chlorine, agrochemicals and GMOs in agriculture

CF 7IM SUSTAINABLE BALANCE FUND

ACD's Report (continued)

INVESTMENT OBJECTIVE AND POLICY (continued)

The Fund may also invest in collective investment vehicles (including exchange traded funds and open or closed ended funds) that track recognised ethical or socially responsible indices or are managed with appropriate ethical, social or environmental criteria.

The Fund will comprise a mixture of income-generating assets and assets with scope for capital growth in real terms. The Fund may use different asset classes, with investment primarily in equities and fixed interest securities with no long term preponderance to either class. The Fund may also invest in money market instruments, warrants, deposits, cash and near cash, other transferable securities, derivatives and forward transactions and other investments to the extent that is permitted in the stated investment and borrowing powers of the company.

The IMA Mixed Investment 20-60% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM Sustainable Balance Fund
26 March 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 10.4%¹. Over the same period the peer group average return for the IMA Mixed Investment 20-60% Shares Sector, which is the Fund benchmark, was 9.3%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and the 'fiscal cliff' but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites with considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme (OMT) was announced, there was some recovery in risk appetite with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being entirely driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that the elections to appoint a new prime minister and the appointment of a new Bank of Japan president early next year will lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%. By comparison, UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stocks Index produced relatively modest returns, up only 4.9% (total return).

Alternative assets such as real estate, as measured by the IPD UK Property Index, were up 3.1%.

PORTFOLIO REVIEW

The Fund rose in value in the reporting period from £26.7 million at 30 November 2011⁴ to £30.2 million at 30 November 2012⁵.

¹ Calculated using CF 7IM Sustainable Balance 'D' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 50% of the FTSE Actuaries Govt Securities UK Gilts All Stocks Index and 50% of the FTSE All-Share Index to IMA Mixed Investment 20-60% Shares Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted in GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

CF 71M SUSTAINABLE BALANCE FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

At the beginning of the year, when we were relatively cautious, the Fund had around 42% in equities, including the equity funds and ETFs in the Master Fund, around 34% in bonds, around 15% in alternatives and around 9% in cash. During the year, as we became less cautious on markets, cash was invested into the Fund and we transferred £1.9 million to the bond portfolio from the Master Fund to bring the asset allocation more in line with the tactical target for a balanced risk profile fund, so bonds represented around 38% of the Fund by the year end, equities around 42% (including the equity dividend futures), alternatives around 10% and cash around 10%.

There were few changes in the equity portfolio this year with sales of the holdings of Becton Dickinson and Company and France Telecom and new investments in Qualcomm, and TELUS Corporation. Qualcomm is involved in communication, video conferencing, voice conferencing, data and Web communications solutions; TELUS Corporation is a Canadian telecommunications company. There were also a number of additions and reductions to existing holdings and SXC Health Solutions Corporation became Catamaran Corporation.

There was more activity in the Fixed Interest portfolio. We received cash for two tender offers: Northern Rock and Severn Trent and from the Landesbank bond maturing and this together with cash transferred from the Master Fund meant there was a substantial balance available for investment.

Sarasin LLP, which advises on the fixed interest portfolio, bought WM Morrison Supermarkets, Siemens Financieringsmaatschappij, Thames Water Utilities Cayman Finance, CP UK Finance (subsequently sold), Reseau Ferre de France (the French equivalent of Network Rail), Intesa Sanpaulo and John Lewis bonds. Meanwhile, they sold the Network Rail Infrastructure Finance bond. They also bought some holdings in supranational bonds and bought UK gilts and introduced two index linked bond holdings.

In the Master portfolio the Fund received the proceeds of the closure of both the hedge funds as both managers decided to pull out of the market. In both cases this was because a major investor decided to pull their funds out and managers felt the funds no longer had sufficient scale to operate successfully.

In the early part of the year, the share price of International Public Partnership, a PFI Infrastructure Company, rose to such a premium we felt it prudent to switch the holding to HICL, another PFI infrastructure company where the shares were not standing at such a premium. Later on we were able to sell the holding of HICL for a good profit.

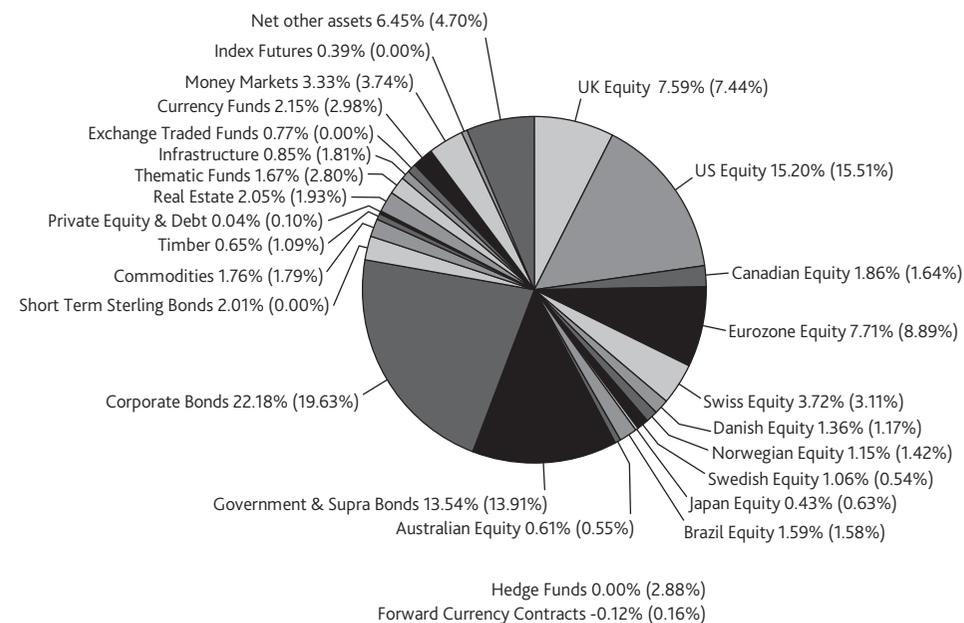
Elsewhere we invested cash in existing holdings and used the ETF holding of iShares Dow Jones Global Sustainability as the tactical tilt when we wanted to increase or decrease equity exposure.

Early this year we had been cautious about markets, seeing reasons why they may perform well if the eurozone crisis looked like it was being resolved, but also sensing that they could be very volatile. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September puts on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We also bought an exposure to European dividends. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way of accessing the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

Throughout the year we have part hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations to 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

12 December 2012

CF 71M SUSTAINABLE BALANCE FUND

ACD's Report (continued)

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007#	104.40	96.57	0.9055
2008	102.82	76.80	2.0605
2009	92.34	75.76	2.2190
2010	95.04	85.98	2.0910
2011	96.78	85.02	1.8540
2012*	94.88	88.91	2.1614
2013**	-	-	0.7732

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007#	105.30	97.41	0.9987
2008	104.38	78.98	2.1821
2009	97.28	78.64	2.4164
2010	103.02	92.49	2.3986
2011	105.11	93.43	2.5028
2012*	106.81	98.81	2.5240
2013**	-	-	0.8737

'B' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007#	105.41	97.59	1.0800
2008	104.48	79.24	1.9104
2009	97.28	78.61	2.2560
2010	103.41	92.58	2.6440
2011	105.63	93.92	2.0825
2012*	107.51	99.36	2.5749
2013**	-	-	0.8783

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007#	104.84	96.91	1.1095
2008	103.15	77.40	2.6927
2009	92.74	75.85	2.2615
2010	95.70	86.67	2.1480
2011	97.55	85.88	2.1881
2012*	96.24	89.93	2.3477
2013**	-	-	0.7857

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007#	105.70	97.70	1.0870
2008	104.90	79.71	2.2651
2009	98.63	79.49	2.3360
2010	105.24	94.06	2.4893
2011	107.65	95.81	2.5899
2012*	110.17	101.46	2.6222
2013**	-	-	0.9000

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007#	104.09	96.37	1.0800
2008	102.54	76.99	1.7906
2009	91.71	75.31	2.2723
2010	94.42	85.40	2.2446
2011	95.77	84.11	1.8448
2012*	93.70	87.95	2.2078
2013**	-	-	0.7668

CF 7IM SUSTAINABLE BALANCE FUND

ACD's Report (continued)
Fund Information (continued)

PERFORMANCE RECORD (continued)

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2007#	105.00	97.21	1.0800
2008	103.80	78.66	1.4620
2009	96.88	78.33	1.6591
2010	102.54	92.16	2.3519
2011	104.58	92.92	2.3412
2012*	106.12	98.26	2.5472
2013**	–	–	0.8674

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009##	89.99	87.38	–
2010	94.47	85.48	1.0920
2011	96.19	84.30	1.8780
2012*	93.38	88.05	2.2960
2013**	–	–	0.7661

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2009##	96.13	93.34	–
2010	102.19	92.17	1.1640
2011	104.06	92.30	2.0315
2012*	104.92	97.50	2.5292
2013**	–	–	0.8583

From 1 February 2007.

From 1 December 2009.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	18,303,650	20,056,558	91.26
	'A' Accumulation	3,616,255	3,648,414	99.12
	'B' Accumulation	249	250	99.47
	'C' Income	191,450	208,586	91.78
	'C' Accumulation	1,662,410	1,642,338	101.22
	'D' Income	671,345	742,898	90.37
	'D' Accumulation	2,442,816	2,475,731	98.67
	'O' Income	227	250	90.76
	'O' Accumulation	246	250	98.42
	30.11.11	'A' Income	17,395,187	19,842,576
'A' Accumulation		4,452,692	4,570,519	97.42
'B' Accumulation		62,414	63,719	97.95
'C' Income		206,188	232,649	88.63
'C' Accumulation		887,939	888,096	99.98
'D' Income		688,234	793,637	86.72
'D' Accumulation		2,858,220	2,950,115	96.89
'O' Income		50,647	58,311	86.86
'O' Accumulation		122,476	127,345	96.18
30.11.12		'A' Income	18,101,453	19,291,444
	'A' Accumulation	3,034,010	2,848,933	106.50
	'B' Accumulation	68,300	63,719	107.19
	'C' Income	722,873	759,570	95.17
	'C' Accumulation	2,904,226	2,643,732	109.85
	'D' Income	720,254	777,353	92.65
	'D' Accumulation	4,293,927	4,058,158	105.81
	'O' Income	57,694	62,481	92.34
	'O' Accumulation	132,684	126,830	104.61

CF 71M SUSTAINABLE BALANCE FUND

ACD's Report (continued)

Fund Information (continued)

ONGOING CHARGES FIGURE

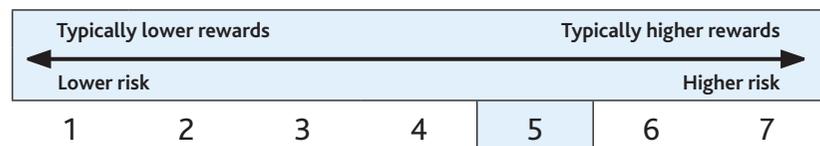
Expense Type	30.11.12				
	%				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.75	1.65	1.25	1.85	2.25
Other expenses	0.18	0.18	0.18	0.19	0.18
	1.93	1.83	1.43	2.04	2.43
Collective investment scheme costs	0.07	0.07	0.07	0.07	0.07
Ongoing charges figure	2.00	1.90	1.50	2.11	2.50

Expense Type	30.11.11				
	%				
	'A'	'B'	'C'	'D'	'O'
ACD's periodic charge	1.75	1.65	1.25	1.85	2.25
Other expenses	0.21	0.21	0.21	0.21	0.21
	1.96	1.86	1.46	2.06	2.46
Collective investment scheme costs	0.09	0.09	0.09	0.09	0.09
Ongoing charges figure	2.05	1.95	1.55	2.15	2.55

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 5 because its volatility has been measured as above average.

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

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

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	5 years
CF 71M Sustainable Balance Fund	10.44	13.35	4.35
IMA Mixed Investment 20-60% Shares Sector	9.31	17.70	14.48

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 223 to 225.

CF 7IM SUSTAINABLE BALANCE FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY			
50,000	Aviva	175,250	0.58	
22,800	BG Group	243,846	0.81	
11,800	Intertek Group	364,620	1.21	
22,045	Pearson	259,690	0.86	
6,700	Reckitt Benckiser Group	262,908	0.88	
48,700	Rexam	213,160	0.71	
12,750	Standard Chartered	185,449	0.62	
31,200	Tesco	101,431	0.34	
130,000	Vodafone Group	209,430	0.70	
11,000	Whitbread	263,890	0.88	
	TOTAL UK EQUITY	2,279,674	7.59	7.44
	NORTH AMERICAN EQUITY			
	US EQUITY			
11,680	Catamaran Corporation	354,778	1.18	
6,000	Cerner Corporation	289,023	0.96	
478	Chipotle Mexican Grill	78,528	0.26	
6,443	Ecolab	289,779	0.96	
7,350	EMC Corporation	113,829	0.38	
6,750	HJ Heinz Company	246,222	0.82	
14,487	Intel Corporation	176,812	0.59	
2,600	International Business Machines Corporation	308,322	1.03	
790	Intuitive Surgical	260,763	0.87	
12,000	Microsoft Corporation	199,096	0.66	
5,800	Northern Trust Corporation	173,713	0.58	
12,000	NVIDIA Corporation	89,627	0.30	
4,816	Qualcomm	191,181	0.64	
5,000	Schlumberger	223,444	0.74	
9,460	Starbucks Corporation	305,999	1.02	
4,500	Stericycle	262,451	0.87	
15,000	TJX Companies (The)	415,002	1.38	
5,000	United Natural Foods	161,421	0.54	
2,700	United Parcel Service	123,153	0.41	
5,200	Whole Foods Market	302,693	1.01	
	TOTAL US EQUITY	4,565,836	15.20	15.51

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	CANADIAN EQUITY			
3,400	Canadian National Railway	190,803	0.64	
4,650	Royal Bank of Canada	170,755	0.57	
4,850	TELUS Corporation	196,104	0.65	
	TOTAL CANADIAN EQUITY	557,662	1.86	1.64
	TOTAL NORTH AMERICAN EQUITY	5,123,498	17.06	17.15
	EUROPEAN EQUITY			
	EUROZONE EQUITY			
3,300	Allianz	268,207	0.89	
17,700	AXA	181,419	0.61	
4,400	BNP Paribas	153,345	0.51	
4,700	Essilor International	283,204	0.94	
3,000	Linde	324,288	1.08	
2,500	Michelin	145,081	0.48	
2,200	Muenchener Ruckversicherungs-Gesellschaft	234,687	0.78	
8,800	Saipem	244,453	0.81	
5,800	Schneider Electric	254,360	0.85	
6,800	Symrise	148,031	0.49	
5,600	Verbund	79,825	0.27	
	TOTAL EUROZONE EQUITY	2,316,900	7.71	8.89
	SWISS EQUITY			
14,300	ABB	173,948	0.58	
3,600	Baloise Holding	188,403	0.63	
1,650	Roche Holdings	202,598	0.68	
830	Swatch Group (The)	250,227	0.83	
6,700	Swiss Re	301,225	1.00	
	TOTAL SWISS EQUITY	1,116,401	3.72	3.11
	DANISH EQUITY			
3,000	Novo Nordisk	297,310	0.99	
6,500	Novozymes	111,015	0.37	
	TOTAL DANISH EQUITY	408,325	1.36	1.17

CF 7IM SUSTAINABLE BALANCE FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORWEGIAN EQUITY			
15,000	Statoil	228,723	0.76	
39,000	Storebrand	116,959	0.39	
	TOTAL NORWEGIAN EQUITY	345,682	1.15	1.42
	SWEDISH EQUITY			
25,201	Svenska Cellulosa	318,097	1.06	0.54
	TOTAL EUROPEAN EQUITY	4,505,405	15.00	15.13
	JAPAN EQUITY			
6,000	Canon	130,741	0.43	0.63
	FAR EAST/EMERGING MARKETS EQUITY			
	BRAZIL EQUITY			
19,500	Itau Unibanco Holding ADRs	184,336	0.61	
5,800	Companhia de Saneamento Basico ADRs	294,806	0.98	
	TOTAL BRAZIL EQUITY	479,142	1.59	1.58
	AUSTRALIAN EQUITY			
11,000	Westpac Banking Corporation	182,522	0.61	0.55
	TOTAL FAR EAST/EMERGING MARKETS EQUITY	661,664	2.20	2.13
	TOTAL EQUITIES	12,700,982	42.28	42.48
	BONDS			
	GOVERNMENT & SUPRA BONDS			
£200,000	European Investment Bank 3.875% 2037	211,194	0.70	
£350,000	European Investment Bank 4.125% 2017	397,023	1.32	
£190,000	European Investment Bank 5.625% 2032	253,440	0.84	
£350,000	KfW 5.625% 2017	422,471	1.41	
£450,000	Treasury 0.125% index-linked 2044	442,673	1.47	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GOVERNMENT & SUPRA BONDS (continued)			
£370,000	Treasury 0.75% index-linked 2034	447,445	1.49	
£205,000	Treasury 4.25% 2036	253,184	0.84	
£300,000	Treasury 4.25% 2039	370,195	1.23	
£250,000	Treasury 4.5% 2034	319,858	1.07	
£350,000	Treasury 4.5% 2042	451,574	1.50	
£150,000	Treasury 4.75% 2015	168,030	0.56	
£250,000	Treasury 4.75% 2038	332,756	1.11	
	TOTAL GOVERNMENT & SUPRA BONDS	4,069,843	13.54	13.91
	CORPORATE BONDS			
£150,000	Anglian Water Services Financing 4.5% 2027	164,255	0.55	
£250,000	Assicurazioni Generali 6.269% 2026	175,175	0.58	
£250,000	Aviva 5.9021% 2020	209,934	0.70	
£500,000	Bank Nederlandse Gemeenten 1.875% 2018	500,375	1.67	
£405,000	Bank Nederlandse Gemeenten 5.375% 2021	492,588	1.64	
£150,000	Credit Agricole 5.5% 2021	168,505	0.56	
£250,000	Deutsche Bahn Finance 2.75% 2022	258,415	0.86	
£250,000	Deutsche Telekom International Finance 7.375% 2019	323,929	1.08	
£260,000	Dexia Municipal Agency 5.5% 2026	275,964	0.92	
£195,000	Dignity Finance 8.151% 2031	276,792	0.92	
£120,000	France Telecom 7.25% 2020	154,858	0.52	
£150,000	GlaxoSmithKline 5.25% 2033	187,875	0.62	
£200,000	ING Bank 3.875% 2016	213,020	0.71	
£250,000	Intesa Sanpaolo 5.25% 2022	246,345	0.82	
£150,000	John Lewis 8.375% 2019	195,815	0.65	
£150,000	Llyods TSB Bank 7.5% 2024	200,128	0.67	
£150,000	Nationwide Building Society 5.625% 2019	176,393	0.59	
£400,000	Nordic Investment Bank 5.25% 2019	499,326	1.66	
£200,000	Old Mutual 8% 2021	212,801	0.71	
£150,000	Reed Elsevier Investments 7% 2017	182,743	0.61	
£200,000	Reseau Ferre de France 5.5% 2021	240,796	0.80	

CF 7IM SUSTAINABLE BALANCE FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	CORPORATE BONDS (continued)			
£250,000	Santander UK 6.5% 2015	270,772	0.90	
£235,000	Segro 5.5% 2018	262,926	0.87	
£185,000	Siemens Financieringsmaatschappij 6.125% 2016	202,069	0.67	
£100,000	Tesco 5% 2014	104,451	0.35	
£160,000	Thames Water Utilities Cayman Finance 7.241% 2058	195,675	0.65	
£50,000	Unilever 4% 2014	53,019	0.18	
£190,000	WM Morrison Supermarkets 4.625% 2023	217,169	0.72	
	TOTAL CORPORATE BONDS	6,662,113	22.18	19.63
	SHORT TERM STERLING BONDS			
£300,000	ANZ New Zealand International 1.5% 2015	299,952	1.00	
£300,000	Municipality Finance 1.5% 2014	303,124	1.01	
	TOTAL SHORT TERM STERLING BONDS	603,076	2.01	-
	TOTAL BONDS	11,335,032	37.73	33.54
	OTHER ASSETS			
	COMMODITIES			
4,371	Pictet-Agriculture*	530,246	1.76	1.79
	TIMBER			
2,551	Pictet-Timber*	194,565	0.65	1.09
	PRIVATE EQUITY & DEBT			
337,642	Low Carbon Accelerator	12,493	0.04	0.10
	REAL ESTATE			
6,886	Sarasin Sustainable Real Estate Global*	615,051	2.05	1.93

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	THEMATIC FUNDS			
652,620	Impax Asian Environmental Markets	500,886	1.67	
107,749	Impax Asian Environmental Markets <i>subscription shares</i>	1,250	-	
	TOTAL THEMATIC FUNDS	502,136	1.67	2.80
	INFRASTRUCTURE			
15,975	iShares S&P Global Water 50*	254,381	0.85	1.81
	EXCHANGE TRADED FUND			
15,665	iShares Dow Jones Global Sustainability*	232,046	0.77	-
	HEDGE FUNDS			
		-	-	2.88
	CURRENCY FUNDS			
£680,000	Nomura Centa FX Currency GBP Notes 2014^	644,436	2.15	2.98
	TOTAL OTHER ASSETS	2,985,354	9.94	15.38
	MONEY MARKETS			
1,000,000	Goldman Sachs Sterling Liquid Reserves*	1,000,000	3.33	3.74
	INDEX FUTURES			
19	Euro STOXX 50 Index Dividend Futures December 2013	5,226	0.02	
78	Euro STOXX 50 Index Dividend Futures December 2014	64,652	0.22	
40	Euro STOXX 50 Index Dividend Futures December 2015	45,064	0.15	
	TOTAL INDEX FUTURES	114,942	0.39	-

CF 71M SUSTAINABLE BALANCE FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FORWARD CURRENCY CONTRACTS			
¥(32,000,000)	Vs £250,951 (expiry 20.12.12)	8,785	0.03	
€(1,600,000)	Vs £1,290,272 (expiry 20.12.12)	(8,434)	(0.03)	
AUD(380,000)	Vs £243,816 (expiry 11.12.12)	(3,411)	(0.01)	
US\$(4,500,000)	Vs £2,773,558 (expiry 20.12.12)	(34,346)	(0.11)	
	TOTAL FORWARD CURRENCY CONTRACTS	(37,406)	(0.12)	0.16
	Portfolio of investments#	28,098,904	93.55	95.30
	Net other assets	1,936,517	6.45	4.70
	Net assets	<u>30,035,421</u>	<u>100.00</u>	<u>100.00</u>

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

^ Structured product.

* Collective investment scheme.

Includes derivative liabilities.

Definition:

ADRs – American Depositary Receipts.

Credit Quality	30.11.12 %	30.11.11 %
Investment grade securities	37.08	32.86
Non-investment grade securities	–	0.68
Non-rated securities	0.65	0.00
Others	55.81	61.76
Cash	6.46	4.70
	<u>100.00</u>	<u>100.00</u>

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) **£8,165,832**

Major purchases	Cost £
Treasury 0.75% index-linked 2034	890,253
iShares Dow Jones Global Sustainability	789,847
Bank Nederlandse Gemeenten 1.875% 2018	498,715
Treasury 0.125% index-linked 2044	451,253
Treasury 4.5% 2042	449,918
Treasury 4.5% 2034	322,850
Municipality Finance 1.5% 2014	304,560
ANZ New Zealand International 1.5% 2015	299,850
Deutsche Bahn Finance 2.75% 2022	249,288
Reseau Ferre de France 5.5% 2021	237,880
European Investment Bank 5.625% 2032	235,402
Intesa Sanpaolo 5.25% 2022	213,700
Old Mutual 8% 2021	212,500
HICL Infrastructure Company	200,000
CPUK Finance 4.811% 2017	200,000
WM Morrison Supermarkets 4.625% 2023	198,341
ING Bank 3.875% 2016	198,200
European Investment Bank 3.875% 2037	196,566
Siemens Financieringsmaatschappij 6.125% 2066	196,082
Thames Water Utilities Cayman Finance 7.241% 2058	191,302

CF 7IM SUSTAINABLE BALANCE FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

Total sales for the year (note 14) £7,813,686

Major sales	Proceeds £
Treasury 4.25% 2027	896,935
iShares Dow Jones Global Sustainability	549,580
Bank Nederlandse Gemeenten 2.375% 2015	520,120
Treasury 0.75% index-linked 2034	444,627
Treasury 4.5% 2034	440,090
Aviva European Absolute Return	439,455
Treasury 4.75% 2030	334,125
Merrill Lynch Perella Weinberg Sustainable Resources	295,421
Severn Trent	287,339
International Public Partnership	257,497
Landesbank Hessen-Thüringen Girozentrale 5.375% 2012	250,000
Bank of America floating rate notes 2012	250,000
Legal & General Global Environmental Enterprises	238,260
Santander Issuances <i>floating rate notes</i> 2019	223,250
European Investment Bank 4.5% 2029	210,425
HICL Infrastructure Company	207,936
Network Rail Infrastructure Finance 2.5% 2014	206,880
CPUK Finance 4.811% 2017	204,180
Northern Rock 5.75% 2017	188,500
Nomura Centa FX Currency GBP Notes 2014	158,984

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

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	£	30.11.12 £	£	30.11.11 £
Income:					
Net capital gains/(losses)	2		2,342,473		(662,479)
Revenue	3	787,476		760,068	
Expenses	4	(550,237)		(539,418)	
Finance costs: Interest	6	(34)		–	
Net revenue before taxation		237,205		220,650	
Taxation	5	(24,506)		(27,331)	
Net revenue after taxation			212,699		193,319
Total return before distributions			2,555,172		(469,160)
Finance costs: Distributions	6		(632,814)		(643,562)
Change in net assets attributable to shareholders from investment activities			1,922,358		(1,112,722)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	£	30.11.12 £	£	30.11.11 £
Opening net assets attributable to shareholders			26,723,997		26,888,648
Amounts receivable on issue of shares		5,019,518		3,406,476	
Amounts payable on cancellation of shares		(3,855,726)		(2,658,564)	
			1,163,792		747,912
Stamp duty reserve tax	1(g)		(636)		(1,186)
Change in net assets attributable to shareholders from investment activities			1,922,358		(1,112,722)
Retained distribution on Accumulation shares			225,910		201,345
Closing net assets attributable to shareholders			30,035,421		26,723,997

CF 7IM SUSTAINABLE BALANCE FUND

Financial Statements (continued)

BALANCE SHEET

AS AT 30 NOVEMBER 2012

	Notes	30.11.12 £	30.11.11 £
ASSETS			
Investment assets		28,145,095	25,485,424
Other assets			
Debtors	7	303,811	296,684
Cash and bank balances	8	1,972,835	1,370,869
Total other assets		2,276,646	1,667,553
Total assets		30,421,741	27,152,977
LIABILITIES			
Investment liabilities		(46,191)	(17,098)
Other liabilities			
Creditors	9	(63,389)	(182,694)
Bank overdrafts	8	(115,170)	(22,685)
Distribution payable on Income shares		(161,570)	(206,503)
Total other liabilities		(340,129)	(411,882)
Total liabilities		(386,320)	(428,980)
Net assets attributable to shareholders		30,035,421	26,723,997

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	2,242,304	(481,598)
Derivative contracts	(131,976)	(37,995)
Forward currency contracts	257,642	(221,852)
Transaction charges	(814)	(3,075)
AMC rebates from underlying investments	3,644	4,393
Currency (losses)/gains	(28,327)	77,648
Net capital gains/(losses)	2,342,473	(662,479)
3. REVENUE		
Non-taxable dividends	331,881	376,652
Taxable dividends	21,301	19,828
Unfranked interest	432,855	363,521
Bank interest	1,439	67
Total revenue	787,476	760,068
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	497,679	484,910
Legal and professional fees	7,250	5,895
Printing costs	6,087	5,076
Registration fees	3,327	2,211
	514,343	498,092
Payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	11,776	11,431
Safe custody and other bank charges	9,830	15,523
	21,606	26,954

CF 7IM SUSTAINABLE BALANCE FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	197	–
Fees paid to auditor – audit	8,400	8,400
– tax services	3,036	3,027
FSA fee	60	54
Postage and distribution costs	606	–
Publication costs	1,989	2,891
	14,288	14,372
Total expenses	<u>550,237</u>	<u>539,418</u>
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Overseas tax	24,506	33,082
Current tax charge (note 5b)	<u>24,506</u>	<u>33,082</u>
Deferred tax – origination and reversal of timing difference (note 5c)	–	–
Deferred tax charge on offshore income gains (note 5c)	–	(5,751)
Total taxation	<u>24,506</u>	<u>27,331</u>
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%) for the reasons explained below.		
	30.11.12 £	30.11.11 £
Net revenue before taxation	<u>237,205</u>	<u>220,650</u>
Corporation tax at 20%	47,441	44,130
Effects of:		
Non-taxable dividends	(66,376)	(75,330)
RPI movement on UK index-linked gilts	(2,361)	–
Offshore income gains	–	17,607
Movement in revenue accruals	(1)	–
AMC rebates taken to capital	729	879
Foreign tax expensed	(472)	(431)
Unutilised excess management expenses	<u>21,040</u>	<u>13,145</u>
Corporation tax charge	–	–

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Overseas tax	24,506	33,082
Current tax charge (note 5a)	<u>24,506</u>	<u>33,082</u>
c) Deferred tax		
Provision at the start of the year	–	5,751
Deferred tax charge in the year (note 5c)	–	–
Deferred tax charge on offshore income gains (note 5a)	–	(5,751)
Provision at the end of the year	<u>–</u>	<u>–</u>

At the year end there is a potential deferred tax asset of £38,705 (30.11.11 : £17,665) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior period.

	30.11.12 £	30.11.11 £
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
Interim	390,050	346,195
Final	<u>247,103</u>	<u>300,174</u>
	637,153	646,369
Add: Revenue deducted on cancellation of shares	13,352	10,151
Deduct: Revenue received on issue of shares	<u>(17,691)</u>	<u>(12,958)</u>
Net distributions for the year	632,814	643,562
Interest	34	–
Total finance costs	<u>632,848</u>	<u>643,562</u>

Details of the distributions per share are set out in the tables on pages 223 to 225.

CF 7IM SUSTAINABLE BALANCE FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12	30.11.11		30.11.12	30.11.11
	£	£		£	£
6. FINANCE COSTS (continued)			9. CREDITORS		
Distributions represented by:			Amounts payable for cancellation of shares	–	23
Net revenue after taxation	212,699	193,319	Purchases awaiting settlement	–	116,175
Allocations to Capital:			Accrued expenses:		
Expenses, net of tax relief	420,120	455,993	Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Deferred tax on offshore income gains	–	(5,751)	ACD's periodic charge	41,813	38,416
	420,120	450,242	Legal and professional fees	1,203	5,895
Balance brought forward	21	22	Printing costs	2,940	2,295
Balance carried forward	(26)	(21)	Registration fees	408	363
	420,120	450,242		46,364	46,969
Net distributions for the year	<u>632,814</u>	<u>643,562</u>	Amounts payable to the Depository, associates of the Depository and agents of either of them:		
7. DEBTORS			Depository's fees	984	923
Amounts receivable for issue of shares	33,489	44,143	Transaction charges	136	460
Accrued revenue:			Safe custody and other bank charges	4,134	3,738
Non-taxable dividends	19,384	29,918		5,254	5,121
Taxable dividends	76	72	Other expenses	11,687	14,364
Unfranked interest	218,499	201,645	Taxation payable:		
AMC rebates from underlying investments	1,634	1,507	Stamp duty reserve tax	84	42
Bank interest	204	–		84	42
	239,797	233,142	Total creditors	<u>63,389</u>	<u>182,694</u>
Prepaid expenses	189	188	10. RELATED PARTY TRANSACTIONS		
Taxation recoverable:			Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.		
Overseas withholding tax	30,336	19,211	11. SHAREHOLDER FUNDS		
Total debtors	<u>303,811</u>	<u>296,684</u>	Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.		
8. CASH AND BANK BALANCES			12. CONTINGENT LIABILITIES AND COMMITMENTS		
Bank balances:			There are no contingent liabilities or outstanding commitments (30.11.11 : none).		
Capital account	1,778,834	1,245,271	13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS		
Revenue account	119,406	125,598	The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.		
Margin account	74,595	–			
Bank balances	<u>1,972,835</u>	<u>1,370,869</u>			
Bank overdrafts:					
Capital account	–	(22,685)			
Margin account	(115,170)	–			
Bank overdrafts	<u>(115,170)</u>	<u>(22,685)</u>			

CF 7IM SUSTAINABLE BALANCE FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Canadian dollars	–	1,335
Euros	115,949	–
US dollars	–	1,152
Pounds sterling	3,747,004	2,612,457
	3,862,953	2,614,944
Floating rate liabilities:		
Euros	(115,170)	–
Pounds sterling	–	(22,685)
	(115,170)	(22,685)
Fixed rate assets:		
Pounds sterling	10,444,912	8,721,520
Assets on which interest is not paid:		
Australian dollars	187,635	151,456
Canadian dollars	557,662	437,939
Danish krone	408,325	312,815
Euros	3,065,198	3,384,341
Japanese yen	130,741	167,819
Norwegian krone	349,139	382,601
Swedish krona	318,097	142,976
Swiss francs	1,124,976	836,170
US dollars	5,537,913	4,940,324
Pounds sterling	8,984,002	9,007,140
	20,663,688	19,763,581
Liabilities on which interest is not paid:		
Australian dollars	(247,227)	–
Euros	(1,298,706)	(2,739,833)
Japanese yen	(242,166)	(270,462)
US dollars	(2,807,904)	(953,871)
Pounds sterling	(224,959)	(389,197)
	(4,820,962)	(4,353,363)
Net assets	<u>30,035,421</u>	<u>26,723,997</u>

The floating rate financial assets and liabilities comprise variable rate securities, bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and index-linked securities that earn interest rate adjusted by change in the UK Retail Price Index (RPI), or its international equivalents.

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk (continued)

Fixed rate financial assets have a weighted average yield of 5.29% (30.11.11 : 5.09%) and a weighted average period for which income is fixed of 46 years (30.11.11 : 12 years).

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

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	187,635	(247,227)	(59,592)	151,456
Canadian dollars	557,662	–	557,662	439,274
Danish krone	408,325	–	408,325	312,815
Euros	3,065,977	(1,298,706)	1,767,271	644,508
Japanese yen	130,741	(242,166)	(111,425)	(102,643)
Norwegian krone	349,139	–	349,139	382,601
Swedish krona	318,097	–	318,097	142,976
Swiss francs	1,124,976	–	1,124,976	836,170
US dollars	5,537,913	(2,807,904)	2,730,009	3,987,605
	11,680,465	(4,596,003)	7,084,462	6,794,762
Pounds sterling	18,392,362	4,558,597	22,950,959	19,929,235
Net assets	<u>30,072,827</u>	<u>(37,406)</u>	<u>30,035,421</u>	<u>26,723,997</u>

vii. Derivatives

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

CF 7IM SUSTAINABLE BALANCE FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
14. PORTFOLIO TRANSACTION COSTS		
Analysis of total purchase costs		
Purchases in year before transaction costs	8,165,090	8,458,038
Transaction costs:		
Commissions	515	1,507
Stamp duty and other charges	227	2,547
	742	4,054
Gross purchases total	<u>8,165,832</u>	<u>8,462,092</u>
Analysis of total sale costs		
Gross sales before transaction costs	7,814,484	7,657,015
Transaction costs:		
Commissions	(612)	(1,584)
Other charges	(186)	(195)
	(798)	(1,779)
Total sales net of transaction costs	<u>7,813,686</u>	<u>7,655,236</u>

In addition to transaction costs disclosed above, transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure includes transaction costs of £nil and the sales figure is net of the transaction costs of £1,122.

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.1744	–	1.1744	1.1487
Group 2	0.6558	0.5186	1.1744	1.1487

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.4356	–	1.4356	1.2483
Group 2	0.6680	0.7676	1.4356	1.2483

'B' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.4804	–	1.4804	1.2905
Group 2	1.4804	0.0000	1.4804	1.2905

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.3473	–	1.3473	1.1572
Group 2	0.8657	0.4816	1.3473	1.1572

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.5061	–	1.5061	1.2727
Group 2	1.3208	0.1853	1.5061	1.2727

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.2305	–	1.2305	1.1167
Group 2	0.6806	0.5499	1.2305	1.1167

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.4644	–	1.4644	1.2355
Group 2	1.1228	0.3416	1.4644	1.2355

CF 7IM SUSTAINABLE BALANCE FUND

Financial Statements (continued)

Distribution Tables (continued)

Interim (continued)

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.3129	–	1.3129	1.166
Group 2	1.3129	0.0000	1.3129	1.166

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.4514	–	1.4514	1.2515
Group 2	0.6273	0.8241	1.4514	1.2515

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.7732	–	0.7732	0.9870
Group 2	0.4282	0.3450	0.7732	0.9870

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.8737	–	0.8737	1.0884
Group 2	0.2637	0.6100	0.8737	1.0884

'B' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.8783	–	0.8783	1.0945
Group 2	0.8783	0.0000	0.8783	1.0945

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.7857	–	0.7857	1.0004
Group 2	0.4177	0.3680	0.7857	1.0004

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.9000	–	0.9000	1.1161
Group 2	0.3317	0.5683	0.9000	1.1161

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.7668	–	0.7668	0.9773
Group 2	0.3785	0.3883	0.7668	0.9773

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.8674	–	0.8674	1.0828
Group 2	0.3058	0.5616	0.8674	1.0828

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.7661	–	0.7661	0.9831
Group 2	0.5995	0.1666	0.7661	0.9831

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.8583	–	0.8583	1.0778
Group 2	0.8583	0.0000	0.8583	1.0778

EQUALISATION

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

CF 7IM AAP MODERATELY CAUTIOUS FUND
ACD'S REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following changes were made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 0-35% Shares Sector; and
- A fundamental change to the scheme was approved at an Extraordinary General Meeting of shareholders held on 24 October 2012. The change, is to allow sub-advisory fees to be taken directly out of the scheme property of the Fund.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM AAP (Asset Allocated Passives) Moderately Cautious Fund ('the Fund') aims to provide a total return, substantially by way of income though with some capital appreciation. There may be a moderate risk to capital.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities. Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

While income-generating assets are likely to represent a significant part of the portfolio, the portfolio may also include assets with scope for capital growth in real terms. The Fund may use different asset classes, with a substantial proportion in fixed interest, or instruments that track the returns of fixed interest.

Investment may also be made in equities, exchange traded funds, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the company.

The Fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

IMA Mixed Investment 0-35% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM AAP Moderately Cautious Fund
26 March 2013

CF 7IM AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 7.3%¹. Over the same period the peer group average return for the IMA Mixed Investment 0-35% Shares Sector which is the Fund benchmark was 7.7%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about the extension of the Bush tax cuts, the so called 'fiscal cliff' but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites leading to considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the Index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that a new prime minister and the appointment of a new Bank of Japan president early next year would make reforms that would lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stocks Index produced relatively modest returns, up only 1.3%.

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund value rose from £274.7 million at 30 November 2011⁴ to £400.5 million at 30 November 2012⁵.

¹ CF 7IM Moderately Cautious 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 75% of the FTSE Actuaries Govt Securities UK Gilts All Stocks Index and 25% of the FTSE All-Share Index to IMA Mixed Investment 0-35% Shares Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

At the beginning of the year, when we were fairly cautiously positioned, the Fund was invested 22% to equities, 51% bonds, 17% alternatives and 10% cash. Over the year we reduced exposure to alternatives buying more bonds; generally adding credit risk and shortening duration. Equities now make up 17% of the Fund, with 61% to bonds, 10% to alternatives and 12% cash.

As the Fund has grown in size it has been possible to use baskets of shares rather than more expensive ETFs or tracker funds to gain exposure to a number of equity and other markets. This year we introduced a global value equity basket, which contains shares in companies which have a value bias. This replaced the holding of the Global Select Dividend equity ETF which we had been using to access the global thematic strategy before.

As the eurozone crisis intensified in the first few months of the year we felt it would be prudent to reduce some of the exposure to Europe. Among alternatives, we had been holding position in the iShares FTSE/EPRA European Property real estate ETF which we sold on the view that if European economies were struggling as a result of the eurozone crisis, it was unlikely that property markets would prosper. We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt there could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September puts on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We bought an exposure to European dividends, selling the existing European funds. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. This is also a cheap way to access European returns. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

We saw attractive prospects in Emerging Europe where the growth rate was 4.8% in 2011; more than Latin America. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. We bought holdings in the iShares MSCI Russia Capped Swap fund and the Lyxor ETF Eastern Europe fund.

We rebalanced both the gilt and index linked baskets, which originally reflected the duration of the FT-A gilts and Index-Linked gilts indices, and shortened the duration on each thus reducing risk a little.

CF 7IM AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

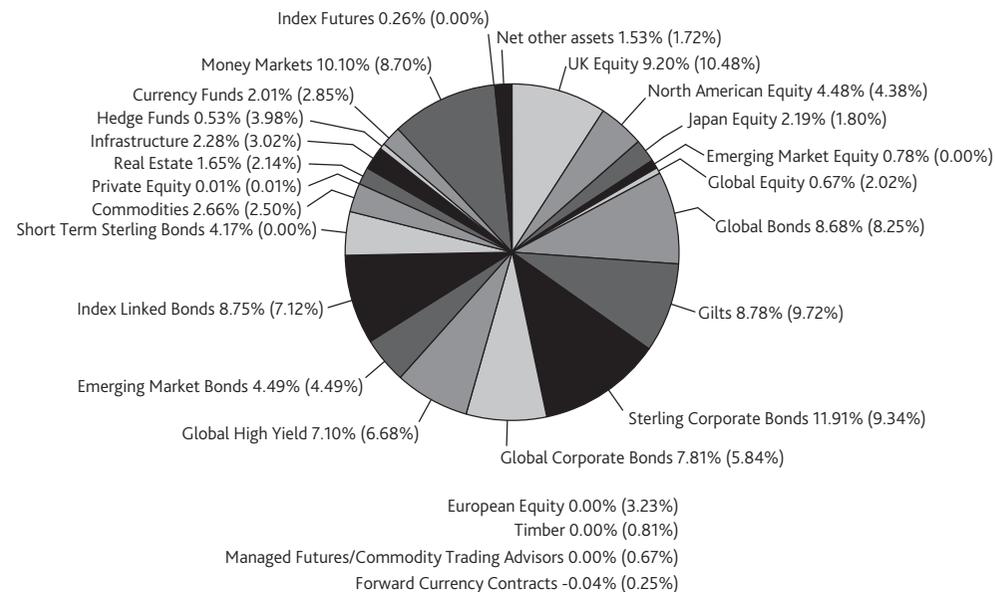
We sold the iShares Citigroup Global Government Bond ETF to buy the BlackRock Overseas Government Bond Tracker fund which is a cheaper way of accessing the return on the Index. Ibbotson Associates, our asset allocation advisor, recommended diversifying the fixed interest allocations further by switching some of the UK gilt allocation into short term sterling bonds. An allocation has been built up, investing in a number of high quality supranational and high quality corporate issuers. This has increased yield by approx 0.7% with half a year shorter duration.

At the end of the period we took a tactical position in short dated Italian and Spanish government bonds on the view that their yields would come back a little further as the European financial crisis resolved itself. Of course there are risks in this trade, not least of sovereign default, but we judged that, while there was likely to be some degree of volatility, the support from the European Central Bank through the OMT programme would ultimately lead to peripheral Europe government bond yields moving closer to those of Germany.

We further reduced exposure to alternatives following disappointing performance, selling the holdings of hedge funds and commodity trading advisors and reducing exposure to commodities, other than gold and disposed of the holding of the iShares S&P Global Timberland & Forestry ETF.

Throughout the year we have part hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which since sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations at 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

20 December 2012

CF 7IM AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	100.36	87.11	–
2009	101.83	87.82	2.8000
2010	105.66	98.14	1.9373
2011	106.43	98.79	2.1456
2012*	106.34	101.48	2.3990
2013**	–	–	1.3303

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	100.48	87.47	–
2009	105.93	90.33	2.7966
2010	112.65	103.49	2.0306
2011	115.46	107.98	2.3044
2012*	119.55	113.05	2.6475
2013**	–	–	1.4942

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	100.36	87.19	–
2009	105.09	89.88	2.7527
2010	111.18	102.52	2.0211
2011	113.61	106.14	2.2837
2012*	116.98	110.85	2.5934
2013**	–	–	1.4635

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	99.69	87.03	–
2009	101.48	87.73	2.6804
2010	104.86	97.51	1.9290
2011	105.40	97.71	2.1286
2012*	104.78	100.15	2.3630
2013**	–	–	1.3048

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	100.54	87.70	–
2009	103.17	88.70	2.7040
2010	107.62	99.80	1.9536
2011	108.64	101.03	2.1866
2012*	109.25	104.07	2.4642
2013**	–	–	1.3654

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	99.72	87.08	–
2009	104.54	89.62	2.7139
2010	110.15	101.87	1.9972
2011	112.27	104.81	2.2641
2012*	115.09	109.24	2.5617
2013**	–	–	1.4410

CF 7IM AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Fund Information (continued)

PERFORMANCE RECORD (continued)

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	95.20	89.34	–
2009	101.35	87.68	2.6522
2010	104.63	97.33	1.9212
2011	105.12	97.41	2.1444
2012*	104.37	99.78	2.3622
2013**	–	–	1.3075

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	97.25	91.27	–
2009	104.44	89.59	2.6844
2010	109.92	101.74	1.9977
2011	111.96	104.50	2.2211
2012*	114.64	108.86	2.5568
2013**	–	–	1.4357

From 27 March 2008.

From 2 June 2008.

From 1 December 2008.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	3,338,010	3,285,290	101.60
	'A' Accumulation	20,440,773	18,929,570	107.98
	'C' Income	6,031,681	5,826,864	103.52
	'C' Accumulation	44,596,231	40,748,472	109.44
	'D' Income	9,389,148	9,315,679	100.79
	'D' Accumulation	99,709,274	93,234,172	106.94
	'O' Income	1,280,222	1,273,153	100.56
	'O' Accumulation	2,054,277	1,925,128	106.71
30.11.11	'A' Income	4,022,539	4,004,538	100.45
	'A' Accumulation	29,578,092	27,092,390	109.17
	'C' Income	14,954,158	14,549,685	102.78
	'C' Accumulation	81,986,094	73,775,259	111.13
	'D' Income	11,367,014	11,447,142	99.30
	'D' Accumulation	126,346,300	117,255,217	107.75
	'O' Income	1,786,943	1,805,368	98.98
	'O' Accumulation	4,321,108	4,022,561	107.42
30.11.12	'A' Income	4,866,876	4,646,633	104.74
	'A' Accumulation	44,166,136	37,851,765	116.68
	'C' Income	29,421,051	27,341,712	107.61
	'C' Accumulation	154,470,131	129,538,654	119.25
	'D' Income	11,711,248	11,347,077	103.21
	'D' Accumulation	147,963,120	128,894,549	114.79
	'O' Income	1,245,426	1,211,595	102.79
	'O' Accumulation	6,084,572	5,321,073	114.35

CF 7IM AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Fund Information (continued)

ONGOING CHARGES FIGURE

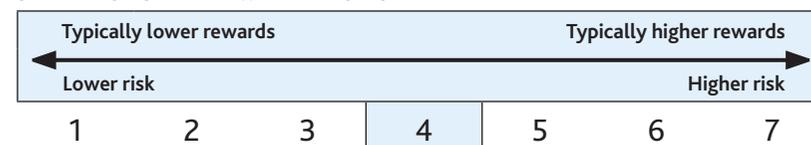
Expense Type	30.11.12			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.05	0.05	0.05	0.05
	<u>1.05</u>	<u>0.55</u>	<u>1.45</u>	<u>1.55</u>
Collective investment scheme costs	0.14	0.14	0.14	0.14
Ongoing charges figure	<u>1.19</u>	<u>0.69</u>	<u>1.59</u>	<u>1.69</u>

Expense Type	30.11.11			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.07	0.07	0.07	0.07
	<u>1.07</u>	<u>0.57</u>	<u>1.47</u>	<u>1.57</u>
Collective investment scheme costs	0.20	0.20	0.20	0.20
Ongoing charges figure	<u>1.27</u>	<u>0.77</u>	<u>1.67</u>	<u>1.77</u>

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

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

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

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

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	Since launch*
CF 7IM AAP Moderately Cautious Fund	7.28	13.34	16.98
IMA Mixed Investment 0-35% Shares Sector#	7.70	16.98	22.03

Source: Morningstar.

* Launch date 27 March 2008.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 274 to 276.

CF 71M AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EQUITIES				
UK EQUITY				
22,428	3i Group	47,435	0.01	
20,920	Aberdeen Asset Management	70,689	0.02	
5,759	Aberforth Smaller Companies	38,585	0.01	
3,054	Admiral Group	34,144	0.01	
5,166	Advance Developing Markets	21,646	0.01	
17,134	Aegis Group	40,265	0.01	
25,242	Afren	34,430	0.01	
4,003	African Barrick Gold	16,532	-	
5,299	Aggreko	118,274	0.03	
16,003	Alliance Trust (The)	59,979	0.01	
7,293	AMEC	76,066	0.02	
7,819	Amlin	30,213	0.01	
29,106	Anglo American	504,261	0.13	
6,355	Antofagasta	81,789	0.02	
7,291	Aquarius Platinum	3,245	-	
27,726	ARM Holdings	214,461	0.05	
6,493	Ashmore Group	23,388	0.01	
10,278	Ashtead Group	39,385	0.01	
7,242	Associated British Foods	106,892	0.03	
26,587	AstraZeneca	788,570	0.20	
2,401	Aveva	49,004	0.01	
58,307	Aviva	204,366	0.05	
4,903	AZ Electronic Materials	18,009	-	
10,462	Babcock International Group	104,254	0.03	
62,793	BAE Systems	205,521	0.05	
14,029	Balfour Beatty	36,153	0.01	
274,314	Barclays	674,675	0.17	
25,399	Barratt Developments	49,528	0.01	
20,182	Beazley	35,541	0.01	
2,316	Bellway	23,067	0.01	
4,876	Berendsen	28,281	0.01	
4,293	Berkeley Group Holdings	70,405	0.02	
2,763	Betfair Group	20,308	0.01	
67,801	BG Group	725,132	0.18	
4,938	BH Global £	55,404	0.01	
1,211	BH Macro \$	13,979	-	
3,797	BH Macro £	73,472	0.02	
46,518	BHP Billiton \$	912,683	0.23	
6,993	BlackRock World Mining	39,650	0.01	
6,120	Bodycote	25,214	0.01	
28,612	Booker Group	28,340	0.01	
410,393	BP	1,771,051	0.44	
39,416	British American Tobacco	1,290,480	0.32	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
UK EQUITY (continued)				
12,888	British Land Company	70,884	0.02	
22,366	British Sky Broadcasting Group	169,758	0.04	
8,800	Britvic	34,742	0.01	
149,201	BT Group	348,235	0.09	
6,173	BTG	22,038	0.01	
2,210	Bumi	5,923	-	
7,952	Bunzl	81,826	0.02	
9,206	Burberry Group	118,389	0.03	
8,817	Bwin.Party Digital Entertainment	9,611	-	
49,244	Cable & Wireless Communications	17,088	-	
18,272	Cadogan Petroleum	2,604	-	
8,549	Cairn Energy	22,971	0.01	
414	Caledonia Investments	6,206	-	
14,002	Capita Group (The)**	106,765	0.03	
4,067	Capital & Counties Properties	9,724	-	
18,140	Capital Shopping Centres Group	62,674	0.02	
29,657	Carillion	86,332	0.02	
4,502	Carnival	113,450	0.03	
10,845	Catlin Group	52,360	0.01	
11,545	Centamin	6,777	-	
174,104	Centrica	566,883	0.14	
7,742	Chemring Group	19,030	-	
1,646	CLS Holdings	11,176	-	
27,155	Cobham	57,569	0.01	
33,366	Compass Group	240,569	0.06	
8,262	Cookson Group	50,646	0.01	
20,739	Creston	15,969	-	
18,013	CRH	205,528	0.05	
2,621	Croda International	62,406	0.02	
5,376	Daily Mail & General	28,170	0.01	
916	De La Rue	8,817	-	
17,798	Debenhams	20,984	0.01	
2,437	Derwent London	50,300	0.01	
8,915	Development Securities	13,685	-	
14,469	Dexion Equity***	1,105	-	
33,228	Dexion Equity Alternative***	2,705	-	
50,182	Diageo	931,880	0.23	
74,026	Dixons Retail	20,328	0.01	
7,403	Drax Group	39,976	0.01	
20,298	DS Smith	43,864	0.01	
3,522	Dunedin Enterprise Investment Trust	14,634	-	
11,646	Eastern European Investment Trust (The)	28,416	0.01	

CF 71M AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
2,329	Eastern European Investment Trust (The) subscription shares	35	–	
8,542	easyJet	60,990	0.02	
10,115	Edinburgh Dragon	25,480	0.01	
2,713	Edinburgh US Tracker Trust	18,476	–	
8,631	Elementis	19,135	–	
19,701	EnQuest	22,459	0.01	
10,620	Essar Energy	12,648	–	
5,716	Eurasian Natural Resources Corporation	15,439	–	
5,151	Evrax	12,038	–	
3,806	Exillon Energy	5,833	–	
19,339	Experian	200,545	0.05	
6,306	Fenner	24,341	0.01	
2,814	Ferrexpo	6,157	–	
5,526	Filtrona	32,327	0.01	
7,085	FirstGroup	13,221	–	
2,812	Fresnillo	55,762	0.01	
1,396	Fuller Smith & Turner	10,540	–	
23,838	G4S	58,880	0.01	
1,115	Gem Diamonds	1,795	–	
2,353	Genus	32,236	0.01	
35,560	GKN	78,943	0.02	
113,027	GlaxoSmithKline	1,508,345	0.38	
74,251	Glencore International	256,463	0.06	
13,304	Great Portland Estates	62,582	0.02	
8,207	Greene King	50,227	0.01	
1,941	Halfords Group	6,609	–	
13,572	Halma	59,228	0.01	
17,217	Hammerson	81,092	0.02	
12,268	Hampson Industries***	–	–	
6,085	Hargeaves Lansdown	46,033	0.01	
17,118	Hays	13,309	–	
1,056	HCM City Infrastructure	3,115	–	
5,428	Henderson European Focus Trust	33,925	0.01	
3,694	Henderson EuroTrust	20,576	0.01	
10,817	Henderson Far East Income	32,938	0.01	
11,427	Henderson Group	13,678	–	
1,183	Hikma Pharmaceuticals	8,896	–	
2,853	Hill & Smith Holdings	11,148	–	
10,137	Hiscox	48,739	0.01	
4,236	Hochschild Mining	19,757	–	
16,156	Home Retail Group	18,046	–	
4,771	HomeServe	11,427	–	
19,031	Howden Joinery Group	31,934	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
390,814	HSBC Holdings	2,491,830	0.62	
3,371	Hunting	27,423	0.01	
10,646	ICAP	31,033	0.01	
4,610	IG Group	19,514	–	
3,574	Imagination Technologies Group	14,525	–	
6,937	IMI	72,977	0.02	
19,918	Imperial Tobacco Group	497,352	0.12	
7,694	Inchcape	32,869	0.01	
21,284	Informa	89,478	0.02	
7,915	Inmarsat	46,501	0.01	
5,631	InterContinental Hotels Group	93,869	0.02	
7,218	Intermediate Capital Group	21,026	0.01	
36,394	International Consolidated Airlines	61,397	0.02	
9,795	International Personal Finance	33,675	0.01	
36,071	International Public Partnerships	45,161	0.01	
2,476	Intertek Group	76,508	0.02	
22,323	Invensys	70,317	0.02	
5,203	Investec	19,860	–	
73,251	ITV	72,335	0.02	
5,674	Jardine Lloyd Thompson Group	43,576	0.01	
8,373	John Wood Group	65,058	0.02	
4,245	Johnson Matthey	101,838	0.03	
2,154	JPMorgan European Fledgeling	15,078	–	
14,261	JPMorgan European Investment Trust	23,459	0.01	
6,005	Kazakhmys	42,816	0.01	
43,189	Kenmare Resources	13,946	–	
6,981	Kesa Electricals	3,316	–	
51,703	Kingfisher	143,734	0.04	
28,752	Ladbrokes	56,009	0.01	
4,847	Lamprell	4,253	–	
3,464	Lancashire Holdings	27,539	0.01	
15,001	Land Securities Group	121,133	0.03	
115,471	Legal & General Group	168,126	0.04	
832,750	Lloyds Banking Group	387,187	0.10	
25,146	London & Stamford Property	26,931	0.01	
4,261	London Stock Exchange Group	41,609	0.01	
2,708	Lonmin	6,987	–	
33,524	Man Group	25,746	0.01	
29,984	Marks & Spencer Group	117,118	0.03	
13,285	Meggitt	51,732	0.01	
26,729	Melrose Industries	56,906	0.01	
6,424	Mercantile	67,773	0.02	
4,884	Michael Page International	17,402	–	
2,633	Micro Focus International	15,087	–	

CF 71M AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
11,318	Mitchells & Butlers	34,995	0.01	
8,988	Mitie Group	24,106	0.01	
3,176	MJ Gleeson Group	5,336	–	
3,922	Mondi	25,140	0.01	
6,999	Morgan Crucible	17,036	–	
48,746	Morrison (Wm.) Supermarkets	131,029	0.03	
9,359	National Express Group	16,285	–	
134,238	National Grid	945,707	0.24	
4,324	Next	158,302	0.04	
4,579	Ocado Group	3,363	–	
97,150	Old Mutual	166,321	0.04	
5,274	Ophir Energy	26,265	0.01	
6,606	Optos	11,379	–	
842	Oxford Instruments	11,426	–	
8,022	Pace	14,640	–	
10,506	Paragon Group Companies	25,235	0.01	
15,642	Pearson	184,263	0.05	
41,737	Pendragon	5,843	–	
13,013	Pennon Group	80,485	0.02	
7,498	Persimmon	60,059	0.02	
167,622	Petroceltic International	12,320	–	
4,872	Petrofac	79,121	0.02	
2,308	Petropavlovsk	7,891	–	
1,937	Phoenix Group Holdings	9,695	–	
4,099	Polymetal International	43,490	0.01	
4,095	Premier Foods	3,921	–	
13,314	Premier Oil	44,775	0.01	
3,892	Provident Financial	50,051	0.01	
50,665	Prudential	458,518	0.11	
8,929	Punch Taverns	607	–	
3,563	PZ Cussons	12,770	–	
16,857	QinetiQ Group	33,309	0.01	
1,656	Randgold Resources	110,207	0.03	
12,909	Reckitt Benckiser Group	506,549	0.13	
20,565	Reed Elsevier	132,027	0.03	
27,145	Regus	26,561	0.01	
785	Renishaw	14,209	–	
33,102	Rentokil Initial	29,792	0.01	
28,777	Resolution	68,374	0.02	
17,724	Rexam	77,578	0.02	
3,315	Rightmove	49,659	0.01	
25,466	Rio Tinto	787,791	0.20	
1,423	RIT Capital Partners	16,564	–	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
5,468	Robert Walters	10,526	–	
46,383	Rolls-Royce Holdings	412,577	0.10	
1,990	Rotork	49,173	0.01	
56,671	Royal Bank of Scotland Group	167,236	0.04	
78,534	Royal Dutch Shell 'A'	1,640,575	0.42	
56,666	Royal Dutch Shell 'B'	1,220,869	0.31	
106,375	RSA Insurance Group	124,884	0.03	
19,082	SABMiller	539,448	0.13	
15,563	Sage Group (The)	48,494	0.01	
30,954	Sainsbury (J)	105,677	0.03	
3,669	Schroders	58,447	0.01	
49	Schroders non-voting	637	–	
6,891	Scottish Oriental Smaller Companies (The)	48,995	0.01	
12,307	Segro	29,081	0.01	
15,443	Serco Group	84,396	0.02	
5,121	Severn Trent	82,704	0.02	
10,223	Shaftesbury	56,584	0.01	
10,540	Shire	190,352	0.05	
18,504	Smith & Nephew	121,664	0.03	
7,403	Smiths Group	80,989	0.02	
4,757	SOCO International	17,273	–	
2,505	Spectris	48,171	0.01	
3,524	Spirax-Sarco Engineering	76,858	0.02	
25,600	Spirent Communications	38,554	0.01	
5,920	Sports Direct International	22,543	0.01	
37,419	SSE	533,221	0.13	
6,174	St. James's Place	24,573	0.01	
12,010	Stagecoach Group	35,117	0.01	
38,798	Standard Chartered	564,317	0.15	
40,089	Standard Life	128,245	0.03	
627	SuperGroup	3,822	–	
11,873	TalkTalk Telecom Group	26,026	0.01	
1,799	Talvivaara Mining Company	1,717	–	
6,896	Tate & Lyle	53,168	0.01	
70,517	Taylor Wimpey	43,015	0.02	
4,414	Telecity Group	37,784	0.01	
3,825	Temple Bar	37,963	0.01	
4,862	Templeton Emerging Markets	27,106	0.01	
169,695	Tesco	551,678	0.14	
32,844	Thomas Cook Group	8,457	–	
35,899	Throgmorton (The)	68,747	0.02	
1,723	TR European Growth Trust	5,522	–	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
6,331	Travis Perkins	70,527	0.02	
19,648	Trinity Mirror	16,111	–	
9,806	TT electronics	13,140	–	
5,488	TUI Travel	14,889	–	
18,217	Tullow Oil	250,666	0.06	
4,748	UBM	34,922	0.01	
2,825	Ultra Electronics holdings	46,076	0.02	
30,273	Unilever	727,460	0.19	
16,615	United Utilities Group	113,231	0.03	
3,971	Vedanta Resources	42,529	0.01	
722	Victrex	11,090	–	
1,069,996	Vodafone Group	1,723,764	0.44	
3,855	Volex Group	5,628	–	
3,802	Weir Group (The)	71,858	0.02	
3,974	Whitbread	95,336	0.03	
17,825	William Hill	60,106	0.02	
15,710	Witan	77,371	0.02	
5,731	Wolseley	165,855	0.04	
23,389	WPP	200,209	0.06	
11,459	Yule Catto & Company	20,511	0.01	
	TOTAL UK EQUITY	36,806,577	9.20	10.48
	NORTH AMERICAN EQUITY			
870	3M Company	49,378	0.01	
3,261	Abbott Laboratories	132,260	0.03	
134	Abercrombie & Fitch Company	3,844	–	
1,921	Accenture	81,424	0.02	
649	Adobe Systems	14,016	–	
434	ADT Corporation (The)	12,411	–	
2,057	AES Corporation (The)	13,669	–	
760	Aflac	25,119	0.01	
336	Agilent Technologies	8,028	–	
637	AGL Resources	15,481	–	
1,232	Air Products & Chemicals	63,782	0.02	
484	Akamai Technologies	11,056	–	
9,063	Alcoa	47,502	0.01	
454	Alexion Pharmaceuticals	27,181	0.01	
400	Allergan	23,152	0.01	
2,180	Allstate Corporation (The)	55,050	0.01	
156	Alpha Natural Resources	727	–	
902	Altera Corporation	18,219	–	
4,723	Altria Group	99,638	0.02	
738	Amazon.com	116,007	0.03	
10,676	American Electric Power	283,980	0.07	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
2,063	American Express Company	71,957	0.02	
823	American International Group	17,013	–	
605	American Tower Corporation	28,282	0.01	
1,595	Amgen	88,377	0.02	
847	Anadarko Petroleum Corporation	38,692	0.01	
553	Analog Devices	14,002	–	
1,102	Apache Corporation	52,967	0.01	
647	Apartment Investment & Management Company	10,121	–	
458	Apollo Group	5,481	–	
1,773	Apple	647,163	0.16	
2,873	Applied Materials	19,235	–	
960	Archer-Daniels-Midland Company	15,988	–	
13,252	AT&T	282,381	0.07	
540	AvalonBay Communities	44,460	0.01	
1,520	Avon Products	13,221	–	
346	Baker Hughes	9,320	–	
35,030	Bank of America Corporation	215,298	0.05	
1,052	Baxter International	43,507	0.01	
815	BB&T Corporation	14,320	–	
1,081	Becton, Dickinson and Company	51,715	0.01	
685	Bed Bath & Beyond	25,094	0.01	
3,042	Berkshire Hathaway	167,053	0.04	
352	Best Buy Company	2,877	–	
308	Biogen Idec	28,653	0.01	
289	BlackRock	35,494	0.01	
1,945	BNY Mellon Corporation (The)	29,054	0.01	
637	Boeing Company (The)	29,516	0.01	
1,716	Boston Scientific Corporation	5,921	–	
2,759	Bristol-Myers Squibb Company	56,156	0.01	
510	Broadcom Corporation	10,304	–	
367	Brown-Forman Corporation	16,039	–	
843	CA	11,656	–	
944	Cablevision Systems Corporation	8,146	–	
324	Cabot Oil & Gas Corporation	9,516	–	
610	Cameron International Corporation	20,519	0.01	
486	Capital One Financial Corporation	17,461	–	
588	Cardinal Health	14,841	–	
374	CarMax	8,459	–	
487	Carnival Corporation	11,745	–	
760	Caterpillar	40,427	0.01	
797	CBS Corporation	17,898	–	
537	Celgene Corporation	26,337	0.01	
1,048	CenturyLink	25,385	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
NORTH AMERICAN EQUITY (continued)				
216	Cerner Corporation	10,405	–	
95	CF Industries Holdings	12,680	–	
924	Charles Schwab Corporation (The)	7,553	–	
1,031	Chesapeake Energy Corporation	10,956	–	
4,034	Chevron Corporation	265,856	0.07	
42	Chipotle Mexican Grill	6,900	–	
2,650	Cincinnati Financial Corporation	67,001	0.02	
11,833	Cisco Systems	139,547	0.03	
9,042	Citigroup	194,929	0.05	
187	Citrix Systems	7,134	–	
468	Cliffs Natural Resources	8,393	–	
405	Clorox Company (The)	19,251	–	
355	CME Group	12,241	–	
375	Coach	13,529	–	
7,766	Coca-Cola Company (The)	183,606	0.05	
799	Cognizant Technology Solutions Corporation	33,523	0.01	
238	Colfax Corporation	5,787	–	
1,203	Colgate-Palmolive Company	81,459	0.02	
5,198	Comcast Corporation	120,525	0.03	
711	Computer Sciences Corporation	16,858	–	
2,841	ConocoPhillips	100,902	0.03	
585	CONSOL Energy	11,436	–	
2,092	Consolidated Edison	72,786	0.02	
501	Constellation Brands	11,220	–	
3,270	Corning	24,954	0.01	
720	Costco Wholesale Corporation	46,736	0.01	
1,196	Coventry Health Care	32,582	0.01	
988	Covidien	35,818	0.01	
818	Crown Castle International Corporation	34,458	0.01	
2,940	CSX Corporation	36,249	0.01	
463	Cummins	28,370	0.01	
2,467	CVS Caremark Corporation	71,625	0.02	
1,340	D.R.Horton	16,254	–	
1,300	Danaher Corporation	43,778	0.01	
1,202	Deere & Company	63,054	0.02	
1,171	Dell	7,044	–	
482	Denbury Resources	4,635	–	
760	Devon Energy Corporation	24,498	0.01	
2,181	DIRECTV	67,636	0.02	
568	Discover Financial Services	14,751	–	
389	Discovery Communications	14,653	–	
3,816	Dominion Resources	121,435	0.03	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
NORTH AMERICAN EQUITY (continued)				
1,200	Dover Corporation	47,644	0.01	
4,188	Dow Chemical Company (The)	78,866	0.02	
425	Dr Pepper Snapple Group	11,886	–	
10,356	Duke Energy Corporation	412,265	0.10	
1,140	E.I. du Pont de Nemours and Company	30,687	0.01	
2,396	eBay	78,968	0.02	
708	Ecolab	31,843	0.01	
385	Edison International	10,918	–	
115	Edwards Lifesciences Corporation	6,225	–	
2,161	Eli Lilly and Company	66,112	0.02	
4,229	EMC Corporation	65,494	0.02	
876	Emerson Electric Company	27,456	0.01	
177	Energy Transfer Partners	4,847	–	
126	Engility Holdings	1,444	–	
819	Entergy Corporation	32,461	0.01	
310	EOG Resources	22,749	0.01	
222	EQT Corporation	8,317	–	
1,207	Equifax	38,568	0.01	
326	Estee Lauder Companies (The)	11,839	–	
760	Exelis	5,344	–	
17,397	Exelon Corporation	327,719	0.08	
1,253	Express Scripts Holding Company	42,086	0.01	
9,794	Exxon Mobil Corporation	538,149	0.13	
108	F5 Networks	6,314	–	
588	Federated Investors	7,276	–	
440	FedEx Corporation	24,572	0.01	
1,975	Fifth Third Bancorp	18,017	0.01	
9,488	FirstEnergy Corporation	251,254	0.06	
1,217	Fiserv	58,456	0.01	
412	Fluor Corporation	13,643	–	
6,553	Ford Motor Company	46,777	0.01	
1,469	Forest Laboratories	32,466	0.01	
546	Franklin Resources	44,981	0.01	
1,300	Freeport – McMoRan Copper & Gold	31,619	0.01	
770	Gap (The)	16,561	0.01	
540	General Dynamics Corporation	22,397	0.01	
26,442	General Electric Company	348,624	0.09	
1,916	General Mills	48,945	0.01	
1,205	Genworth Financial 'A'	4,451	–	
1,143	Gilead Sciences	53,490	0.01	
722	Goldman Sachs Group (The)	53,083	0.01	
437	Google	190,229	0.05	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
2,897	Halliburton Company	60,267	0.02	
3,916	Hartford Financial Services Group	51,777	0.01	
1,090	HCP	30,626	0.01	
449	Health Care REIT	16,507	0.01	
250	Hershey Company (The)	11,417	-	
374	Hess Corporation	11,573	-	
6,091	Hewlett-Packard Company	49,294	0.01	
156	Hillshire Brands Company	2,707	-	
4,010	Home Depot (The)	162,838	0.04	
1,630	Honeywell International	62,367	0.02	
153	Hospira	2,843	-	
1,469	Host Hotels & Resorts	13,465	-	
1,353	Hudson City Bancorp	6,788	-	
239	Humana	9,755	-	
82	Huntington Ingalls Industries	2,080	-	
1,549	Illinois Tool Works	59,519	0.01	
11,134	Intel Corporation	135,889	0.03	
2,231	International Business Machines Corporation	264,564	0.07	
53	Intuitive Surgical	17,494	0.01	
287	Iron Mountain	5,657	-	
380	ITT Corporation	5,297	-	
304	Jabil Circuit	3,602	-	
1,563	Janus Capital Group	7,978	-	
879	JDS Uniphase Corporation	6,653	-	
4,323	Johnson & Johnson	188,064	0.05	
2,350	Johnson Controls	40,397	0.01	
341	Joy Global	12,128	-	
8,621	JPMorgan Chase & Company	220,603	0.06	
707	Juniper Networks	7,923	-	
1,808	Kimberly-Clark Corporation	96,693	0.02	
17,667	Kinder Morgan warrants	40,457	0.01	
314	Kohl's Corporation	8,750	-	
1,122	Kraft Foods Group	31,637	0.01	
584	Kroger Company (The)	9,569	-	
760	L-3 Communications Holdings	36,429	0.01	
1,069	Leucadia National Corporation	14,768	-	
514	Limited Brands	16,726	0.01	
3,298	Lincoln National Corporation	50,829	0.01	
916	Linear Technology Corporation	18,970	0.01	
517	Lockheed Martin Corporation	30,088	0.01	
1,728	Loews Corporation	44,078	0.01	
185	Lorillard	13,987	-	
3,744	Lowe's Companies	84,358	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
204	M&T Bank Corporation	12,439	-	
1,702	Macy's	41,099	0.01	
2,423	Marathon Oil Corporation	46,641	0.01	
1,350	Marathon Petroleum Corporation	50,146	0.01	
5,673	Masco Corporation	59,999	0.02	
187	MasterCard	57,020	0.01	
1,515	Mattel	35,459	0.01	
1,567	McDonald's Corporation	85,104	0.02	
544	McGraw-Hill Companies (The)	18,034	0.01	
439	McKesson Corporation	25,877	0.01	
284	Mead Johnson Nutrition Company	12,082	-	
2,290	Medtronic	60,171	0.02	
6,223	Merck & Company	171,899	0.04	
482	Meredith Corporation	9,378	-	
1,046	MetLife	21,662	0.01	
533	Microchip Technology	10,110	-	
5,721	Micron Technology	21,276	0.01	
14,632	Microsoft Corporation	242,765	0.06	
2,610	Molex	42,961	0.01	
563	Molson Coors Brewing Company	14,530	-	
3,368	Mondelez International	54,367	0.01	
2,050	Monsanto Company	117,144	0.03	
5,432	Morgan Stanley	57,111	0.01	
733	Mosaic Company (The)	24,725	0.01	
2,400	Nabors Industries	21,999	0.01	
1,251	National Oilwell Varco	53,244	0.01	
345	NetApp	6,820	-	
43	Netflix	2,192	-	
2,290	Newell Rubbermaid	31,150	0.01	
232	Newfield Exploration Company	3,521	-	
625	Newmont Mining Corporation	18,349	0.01	
2,937	News Corporation	45,155	0.01	
5,673	NextEra Energy	243,148	0.06	
363	NIKE	22,084	0.01	
934	NiSource	14,069	-	
215	Noble Energy	13,105	-	
1,273	Norfolk Southern Corporation	47,961	0.01	
697	Northeast Utilities	16,840	0.01	
497	Northrop Grumman Corporation	20,685	0.01	
870	Nucor Corporation	22,344	0.01	
672	NVIDIA Corporation	5,019	-	
301	NYSE Euronext	4,384	-	
1,219	Occidental Petroleum Corporation	57,191	0.01	
6,865	Office Depot	14,350	-	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
980	Omnicom Group	30,409	0.01	
8,064	Oracle Corporation	161,467	0.04	
295	O'Reilly Automotive	17,317	0.01	
980	Parker Hannifin Corporation	50,222	0.01	
1,090	Patterson	23,179	0.01	
1,341	Peabody Energy Corporation	21,002	0.01	
208	Pentair	6,289	-	
2,582	PepsiCo	113,099	0.03	
75	Perrigo Company	4,842	-	
15,763	Pfizer	245,891	0.06	
5,310	PG&E Corporation	135,546	0.03	
3,031	Philip Morris International	170,043	0.04	
1,747	Phillips 66	57,044	0.01	
635	Pinnacle West Capital Corporation	20,374	0.01	
463	Pioneer Natural Resources Company	30,909	0.01	
1,420	Plum Creek Timber Company	37,905	0.01	
1,495	PNC Financial Services Group	52,332	0.01	
2,124	PPL Corporation	38,885	0.01	
851	Praxair	56,950	0.01	
151	Precision Castparts Corporation	17,276	0.01	
91	Priceline.com	37,641	0.01	
4,488	Procter & Gamble Company (The)	195,242	0.05	
1,120	Progressive Corporation (The)	14,850	-	
717	ProLogis	15,184	-	
980	Prudential Financial	31,865	0.01	
9,019	Public Service Enterprise Group	169,221	0.04	
1,749	PulteGroup	18,356	0.01	
2,902	Qualcomm	115,201	0.03	
253	Quest Diagnostics	9,114	-	
488	Range Resources Corporation	19,485	0.01	
631	Raytheon Company	22,478	0.01	
821	Red Hat	25,281	0.01	
43	Republic Services	763	-	
2,021	Reynolds American	55,133	0.01	
328	Robinson Worldwide (C.H.)	12,632	-	
550	Rockwell Collins	19,613	0.01	
625	Ross Stores	22,198	0.01	
364	Salesforce.com	35,802	0.01	
300	SanDisk Corporation	7,314	-	
2,396	SCANA Corporation	69,175	0.02	
2,483	Schlumberger	110,962	0.03	
1,605	Sealed Air Corporation	16,825	0.01	
474	Sempra Energy	20,224	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
330	Simon Property Group	31,331	0.01	
1,091	SLM Corporation	11,266	-	
1,090	Snap-on	53,968	0.01	
14,087	Southern Company	382,447	0.10	
796	Southwestern Energy Company	17,230	0.01	
16,611	Spectra Energy Corporation	289,488	0.07	
8,152	Sprint Nextel Corporation	29,095	0.01	
346	St. Jude Medical	7,397	-	
2,429	Staples	17,733	0.01	
882	Starbucks Corporation	28,530	0.01	
984	Starwood Hotels & Resorts Worldwide	33,125	0.01	
734	State Street Corporation	20,358	0.01	
980	Stryker Corporation	33,118	0.01	
578	SunCoke Energy	5,850	-	
844	SunTrust Banks	14,287	-	
606	Sysco Corporation	11,968	-	
1,360	T. Rowe Price Group	54,861	0.01	
1,217	Target Corporation	47,908	0.01	
3,480	TECO Energy	36,436	0.01	
322	Tenet Healthcare Corporation	5,813	-	
380	Teradata Corporation	14,103	-	
636	Tesoro Corporation	16,779	0.01	
2,720	Texas Instruments	50,016	0.01	
808	Thermo Fisher Scientific	32,040	0.01	
1,740	Time Warner	51,354	0.01	
306	Time Warner Cable	18,124	0.01	
1,080	TJX Companies (The)	29,880	0.01	
647	Travelers Companies (The)	28,590	0.01	
869	Tyco International	15,383	-	
3,658	U.S. Bancorp	73,610	0.02	
1,146	Union Pacific Corporation	87,775	0.02	
1,063	United Parcel Service	48,486	0.01	
898	United Technologies Corporation	44,888	0.01	
2,732	UnitedHealth Group	92,735	0.02	
2,500	Unum Group	31,791	0.01	
380	Urban Outfitters	8,936	-	
2,003	Valero Energy Corporation	40,318	0.01	
421	Ventas	16,720	0.01	
7,166	Verizon Communications	196,963	0.05	
365	VF Corporation	36,553	0.01	
592	Viacom	19,064	0.01	
765	Visa	71,391	0.02	
732	Vornado Realty	34,900	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
NORTH AMERICAN EQUITY (continued)				
814	Walgreen Company	17,228	0.01	
4,257	Wal-Mart Stores	191,143	0.05	
2,370	Walt Disney Company (The)	73,438	0.02	
13	Waste Management	264	-	
441	Watson Pharmaceuticals	24,198	0.01	
531	WellPoint	18,515	0.01	
10,060	Wells Fargo & Company	207,145	0.05	
293	Western Digital Corporation	6,111	-	
282	Whole Foods Market	16,415	0.01	
687	Wisconsin Energy Corporation	16,075	0.01	
753	WPX Energy	7,410	0.01	
236	WW Grainger	28,500	0.01	
1,055	Wyndham Worldwide Corporation	32,321	0.01	
93	Wynn Resorts	6,521	0.01	
1,630	Xcel Energy	27,481	0.01	
1,821	XL Group	27,622	0.01	
760	Xylem	12,353	-	
1,334	Yahoo!	15,615	-	
1,578	Yum! Brands	66,038	0.02	
TOTAL NORTH AMERICAN EQUITY		17,927,585	4.48	4.38
EUROPEAN EQUITY		-	-	3.23
JAPAN EQUITY				
36,384	Amundi ETF MSCI Japan*	2,965,660	0.74	
500	Astellas Pharma	15,756	-	
1,500	Honda Motor Company	30,926	0.01	
6	Inpex Corporation	20,020	0.01	
800	Mitsubishi Corporation	9,442	-	
23,000	Mizuho Financial Group	22,796	0.01	
3,000	Panasonic Corporation	9,147	-	
400	Tohoku Electric Power Company	2,255	-	
1,700	Toyota Motor Corporation	45,339	0.01	
54,207	Vanguard Japan Stock Index*	5,656,186	1.41	
TOTAL JAPAN EQUITY		8,777,527	2.19	1.80

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EMERGING MARKETS EQUITY				
128,450	iShares MSCI Russia Capped Swap*	1,949,871	0.49	
80,000	Lyxor ETF Eastern Europe*	1,188,731	0.29	
TOTAL EMERGING MARKETS EQUITY		3,138,602	0.78	-
GLOBAL EQUITY				
8,323	Aegon	29,875	0.01	
1,173	AGCO Corporation	33,763	0.01	
3,087	Ageas	51,482	0.01	
1,700	Aisin Seiki Company	31,281	0.01	
1,637	Ameren Corporation	30,592	0.01	
4,397	Annaly Capital Management	40,276	0.01	
2,023	Assicurazioni Generali	21,178	0.01	
3,312	Australia & New Zealand Banking Group	52,498	0.01	
3,380	AXA	34,644	0.01	
702	Baloise Holding	36,739	0.01	
1,495	Banco Bilbao Vizcaya Argentaria	7,840	-	
15,455	Banco Santander	73,999	0.02	
1,072	Bank of Montreal	40,153	0.01	
767	BASF	42,967	0.01	
589	Belgacom	10,798	-	
517	BNP Paribas	18,018	-	
5,000	CaitaMall	5,266	-	
883	Canadian Imperial Bank of Commerce	44,395	0.01	
456	Carlsberg	27,705	0.01	
12,000	Cheung Kong Infrastructure Holdings	45,505	0.01	
14,146	Commerzbank	15,854	-	
398	Continental	27,325	0.01	
1,426	Daimler	43,877	0.01	
300	Daito Trust Construction Company	18,113	-	
607	Deutsche Bank	16,753	-	
8,258	Deutsche Telekom	56,709	0.01	
1,660	DTE Energy Company	62,738	0.02	
3,167	Eni	46,725	0.01	
6,659	Fiat Industrial	44,421	0.01	
3,942	Finmeccanica	12,924	-	
1,216	France Telecom	8,032	-	
2,591	Great-West Lifeco	38,149	0.01	
695	HKT	420	-	
1,432	IGM Financial	36,475	0.01	
7,804	ING Groep	43,762	0.01	

CF 71M AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
14,634	Insurance Australia Group	44,106	0.01	
1,700	JFE Holdings	16,374	–	
5,100	JTEKT Corporation	25,660	0.01	
4,000	Kajima Corporation	7,173	–	
9,000	Kawasaki Heavy Industries	13,006	–	
5,000	Keppel Corporation	27,353	0.01	
29,000	Kobe Steel	16,676	–	
1,897	Koninklijke KPN	6,691	–	
415	Marriott Vacations Worldwide Corporation	10,322	–	
584	Muenchener Rueckversicherungs	62,299	0.02	
3,639	National Australia Bank	57,563	0.01	
916	Navistar International Corporation	11,660	–	
11,000	NEC Corporation	11,901	–	
35,000	New World Development Company	34,435	0.01	
3,768	New York Community Bancorp	30,541	0.01	
1	Nippon Building	6,492	–	
731	Noble Corporation	15,723	–	
4,236	Nokia	8,766	–	
9,100	Nomura Holdings	23,340	0.01	
42	NTT DoCoMo	37,751	0.01	
1,295	Owens Corning	27,934	0.01	
32,000	PCCW	8,399	–	
1,577	Peugeot	6,037	–	
1,773	PostNL	3,760	–	
2,435	Power Corporation of Canada	38,055	0.01	
2,260	Power Financial Corporation	37,279	0.01	
1,634	Repsol	21,588	0.01	
434	Royal Dutch Shell	9,075	–	
434	Royal Dutch Shell rights	–	–	
203	RWE preference shares	4,812	–	
2,208	SCOR	36,375	0.01	
1,343	Seagate Technology	21,034	0.01	
71	Sears Canada	473	–	
167	Sears Holdings Corporation	4,370	–	
3,094	Shaw Communications	42,368	0.01	
4,000	Singapore Airlines	21,821	0.01	
24,000	Singapore Press Holdings	51,167	0.01	
16,000	Singapore Telecommunications	26,995	0.01	
10,955	Snam	30,209	0.01	
975	Societe Generale	21,997	0.01	
4,244	St Barbara	4,503	–	
2,936	Statoil	44,769	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
6,360	Stockland	13,911	–	
7,187	Suncorp Group	45,287	0.01	
211	Swisscom	55,454	0.01	
26,000	Taisei Corporation	43,868	0.01	
5,670	Telefonica	46,106	0.01	
611	Terex Corporation	9,199	–	
51,000	Thai Beverage	10,299	–	
1,191	TNT Express	7,245	–	
7,000	TonenGeneral Sekiyu	40,516	0.02	
1,326	Total	41,402	0.02	
979	TRW Automotive Holdings Corporation	30,909	0.01	
1,193	UBS	11,651	–	
7,341	UniCredit	21,327	0.01	
4,475	Unipol Gruppo Finanziario	5,770	–	
1,885	Unipol Gruppo Finanziario preference shares	1,915	0.01	
2,000	United Overseas Bank	19,141	0.01	
1,403	Virgin Media	30,789	0.01	
3,653	Wolters Kluwer	43,800	0.02	
312	Zurich Insurance Group	49,699	0.02	
	TOTAL GLOBAL EQUITY	2,610,391	0.67	2.02
	TOTAL EQUITIES	69,260,682	17.32	21.91
	BONDS			
	GLOBAL BONDS			
22,082,184	BlackRock Overseas Government Bond Tracker*	23,627,937	5.91	
€2,000,000	Italy Treasury 4.5% 2015	1,708,085	0.43	
€2,000,000	Italy Treasury 6% 2014	1,746,863	0.44	
€4,200,000	Nederlandse Waterschapsbank 2.125% 2016	4,327,646	1.08	
€2,000,000	Spain Government Bond 3.3% 2014	1,632,598	0.41	
€2,000,000	Spain Government Bond 3.75% 2015	1,634,091	0.41	
		34,677,220	8.68	8.25

CF 71M AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GILTS			
£4,650,000	Treasury 2% 2016	4,870,382	1.22	
£5,215,000	Treasury 2.75% 2015	5,480,897	1.37	
£5,020,000	Treasury 4% 2022	6,053,829	1.51	
£3,190,000	Treasury 4.25% 2036	3,939,784	0.99	
£2,550,000	Treasury 4.25% 2049	3,181,227	0.80	
£4,115,000	Treasury 4.75% 2030	5,444,738	1.36	
£5,040,000	Treasury 5% 2018	6,107,804	1.53	
	TOTAL GILTS	35,078,661	8.78	9.72
	STERLING CORPORATE BONDS			
29,630	iShares Markit iBoxx® £ Corporate Bond*	3,831,455	0.96	
12,500,000	RBS Sterling liquid Corporates Long Dated Bond Tracker^	13,715,000	3.43	
566,767	Vanguard Grade Bond Index*	30,073,105	7.52	
	TOTAL STERLING CORPORATE BONDS	47,619,560	11.91	9.34
	GLOBAL CORPORATE BONDS			
24,571,465	BlackRock Overseas Corporate Bond Tracker*	27,249,754	6.81	
3,850,000	General Electric Capital Corporation 5.25% 2013	4,014,526	1.00	
	TOTAL GLOBAL CORPORATE BONDS	31,264,280	7.81	5.84
	GLOBAL HIGH YIELD			
207,909	iShares Markit iBoxx® \$ High Yield Capped Bond*	14,272,782	3.57	
161,744	iShares Markit iBoxx® Euro High Yield Bond*	14,128,857	3.53	
	TOTAL GLOBAL HIGH YIELD	28,401,639	7.10	6.68
	EMERGING MARKET BONDS			
122,358	iShares J.P.Morgan \$ Emerging Market Bond*	9,241,128	2.31	
139,941	SPDR Barclays Capital Emerging Markets Local Bond*	8,702,599	2.18	
	TOTAL EMERGING MARKET BONDS	17,943,727	4.49	4.49

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INDEX LINKED BONDS			
£2,850,000	Treasury 0.75% Index-Linked 2047	4,010,910	1.00	
£2,850,000	Treasury 1.25% Index-Linked 2017	4,129,527	1.03	
£5,900,000	Treasury 1.25% Index-Linked 2027	9,194,430	2.30	
£1,375,000	Treasury 1.25% Index-Linked 2055	2,531,125	0.63	
£4,186,000	Treasury 2% Index-Linked 2035	8,355,470	2.09	
£1,820,000	Treasury 2.5% Index-Linked 2020	6,784,003	1.70	
	TOTAL INDEX LINKED BONDS	35,005,465	8.75	7.12
	SHORT TERM STERLING BONDS			
£3,200,000	Caisse d'Amortissement de la Dette Sociale 3.75% 2014	3,355,661	0.84	
£1,000,000	Council Of Europe Development Bank 1.625% 2015	1,015,380	0.25	
£4,200,000	European Investment Bank 6.25% 2014	4,512,295	1.13	
£1,370,000	KfW 4.75% 2012	1,370,247	0.34	
£1,400,000	L-BANK 2.25% 2013	1,421,381	0.35	
£2,000,000	Municipality Finance 1.5% 2014	2,020,828	0.50	
£1,500,000	Rabobank Nederland 4% 2015	1,605,975	0.40	
£1,450,000	Westpac Banking Corporation 1.375% 2015	1,448,618	0.36	
	TOTAL SHORT TERM STERLING BONDS	16,750,385	4.17	-
	TOTAL BONDS	246,740,937	61.69	51.44
	COMMODITIES			
4,600,000	RBS Commodities Research Bureau Tracker^	2,932,834	0.73	
72,775	Source Physical Gold*	7,710,065	1.93	
	TOTAL COMMODITIES	10,642,899	2.66	2.50
	PRIVATE EQUITY			
3,894	Ratos	24,156	0.01	
4,841	SVG Capital	13,119	-	
	TOTAL PRIVATE EQUITY	37,275	0.01	0.01
	TIMBER			
		-	-	0.81

CF 71M AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	REAL ESTATE			
5,583,735	BlackRock Global Property Securities Equity Tracker*	6,605,558	1.65	
764	iShares FTSE/EPRA European Property*	16,693	–	
	TOTAL REAL ESTATE	6,622,251	1.65	2.14
	INFRASTRUCTURE			
56,971	3i Infrastructure	71,783	0.02	
42,646	Abertis Infraestructuras	381,040	0.10	
4,437	Aéroports de Paris	212,301	0.05	
2,623	AltaGas	56,711	0.01	
13,053	Ansaldo	72,191	0.02	
42,800	Atlantia	455,357	0.11	
127,799	Auckland International Airport	174,727	0.04	
70,834	Australian Infrastructure	144,785	0.04	
48,771	BBA Aviation	104,126	0.03	
3,906	Centrais Eletricas Brasileiras ADRs	8,872	–	
5,955	Cheniere Energy	62,164	0.02	
130,078	China Merchants Holdings International Company	245,587	0.06	
718	Companhia de Saneamento Basico ADRs	36,495	0.01	
8,065	Companhia Energetica de Minas Gerais ADRs	61,545	0.02	
198,195	Cosco Pacific	173,612	0.04	
35,383	E.ON	398,125	0.10	
5,975	EDF	68,442	0.02	
19,631	Enbridge	493,123	0.12	
114,381	Enel	270,488	0.07	
15,760	Federal Hydrogenerating Company ADRs	22,313	0.01	
1	Fletcher Building	4	–	
371	Flughafen Zuerich	101,703	0.03	
5,876	Fraport	203,379	0.05	
8,698	Frontline	17,968	–	
23,546	GDF Suez	330,478	0.08	
63,844	Groupe Eurotunnel	299,729	0.07	
3,600	Hamburger Hafen und Logistik	50,615	0.01	
4,762	HICL Infrastructure Company	5,938	–	
661,000	Hutchison Port Holdings Trust	317,582	0.08	
61,937	Iberdrola	191,002	0.05	
9,800	Japan Airport Terminal Company	68,808	0.02	
142,000	Jiangsu Expressway Company	79,114	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INFRASTRUCTURE (continued)			
21,000	Kamigumi Company	101,211	0.03	
11,300	Kansai Electric Power Company (The)	66,772	0.02	
22,644	Kinder Morgan	478,414	0.12	
8,977	Koninklijke Vopak	413,867	0.10	
45,879	Macquarie Atlas Roads Group	47,038	0.01	
16,000	Mitsubishi Logistics Corporation	127,957	0.03	
1,955	Nordic American Tankers	11,076	–	
3,880	Pembina Pipeline Corporation	68,534	0.02	
7,450	RWE	194,164	0.05	
600	Sanofi <i>contingent value rights</i>	648	–	
40,000	SATS	57,875	0.01	
2,113	Ship Finance International	21,319	0.01	
15,000	SIA Engineering Company	32,976	0.01	
5,310	Societa Iniziative Autostradali e Servizi	28,527	0.01	
17,000	Sumitomo Warehouse Company (The)	46,047	0.01	
89,590	Sydney Airport	206,451	0.05	
1,944	Teekay Corporation	39,083	0.01	
3,500	Tokyo Electric Power Company (The)	3,417	–	
19,072	TransCanada Corporation	547,008	0.14	
176,931	Transurban Group	710,629	0.18	
9,032	Ultrapar Participacoes ADRs	115,983	0.03	
6,081	Veresen	48,205	0.01	
3,853	Wesco Aircraft Holdings	30,605	0.01	
4,750	Westshore Terminals Investment Corporation	87,781	0.02	
18,244	Williams Companies (The)	373,728	0.09	
154,000	Zhejiang Expressway Company	72,410	0.01	
	TOTAL INFRASTRUCTURE	9,111,832	2.28	3.02
	HEDGE FUNDS			
22,542	Absolute Return Trust <i>preference shares</i>	27,389	0.01	
1,263,843	Dexion Absolute	1,984,628	0.50	
1,377,864	Goldman Sachs Dynamic Opportunities***	103,673	0.02	
	TOTAL HEDGE FUNDS	2,115,690	0.53	3.98

CF 7IM AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
283,089	CURRENCY FUNDS db x-trackers Currency Returns*	8,073,698	2.01	2.85
	MANAGED FUTURES/ COMMODITY TRADING ADVISORS	–	–	0.67
62,111	MONEY MARKETS BlackRock Institutional Cash Sterling Ultra Short Bond*	7,704,979	1.93	
11,700,000	Goldman Sachs Sterling Liquid Reserves*	11,700,000	2.93	
7,400,000	JPMorgan Sterling liquidity*	7,400,000	1.85	
95,039	PIMCO Sterling Short Maturity Source ETF*	9,555,221	2.39	
3,940,887	Royal London Cash Plus*	4,003,941	1.00	
	TOTAL MONEY MARKETS	40,364,141	10.10	8.70
	INDEX FUTURES			
129	Euro STOXX 50 Index Dividend Futures December 2013	34,714	0.01	
509	Euro STOXX 50 Index Dividend Futures December 2014	443,869	0.11	
256	Euro STOXX 50 Index Dividend Futures December 2015	296,387	0.08	
649	Euro STOXX 50 Index Futures December 2012	236,245	0.06	
19	FTSE 100 Index Future December 2012	15,079	–	
9	S&P 500 Index Future December 2012	5,646	–	
	TOTAL INDEX FUTURES	1,031,940	0.26	–
	FORWARD CURRENCY CONTRACTS			
AUD(1,900,000)	Vs £1,219,082 (expiry 11.12.12)	(17,055)	–	
¥(1,550,000,000)	Vs £12,155,433 (expiry 20.12.12)	425,508	0.11	
US\$(62,500,000)	Vs £38,521,632 (expiry 20.12.12)	(477,026)	(0.12)	
€(21,500,000)	Vs £17,338,030 (expiry 20.12.12)	(113,335)	(0.03)	
	TOTAL FORWARD CURRENCY CONTRACTS	(181,908)	(0.04)	0.25

	Value £	Total Net Assets	
		30.11.12 %	30.11.11 %
Portfolio of investments#	393,819,437	98.47	98.28
Net other assets	6,109,123	1.53	1.72
Net assets	399,928,560	100.00	100.00

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

All debt securities are investment grade.

^ Structured product.

* Collective investment scheme.

** Related party holding (see note 10).

*** Delisted security.

Includes derivative liabilities.

Definition:

ADRs – American Depositary Receipts.

CF 7IM AAP MODERATELY CAUTIOUS FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) £232,462,327

Major purchases	Cost £
BlackRock Overseas Corporate Bond Tracker	28,057,583
BlackRock Overseas Government Bond Tracker	23,400,000
Vanguard Grade Bond Index	19,862,233
RBS Sterling liquid Corporates Long Dated Bond Tracker	12,500,000
iShares Markit iBoxx® \$ High Yield Capped Bond	10,095,458
Goldman Sachs Alternative Beta Trend	7,166,000
Source Physical Gold	5,001,000
SPDR Barclays Capital Emerging Markets Local Bond	4,698,659
European Investment Bank 6.25% 2014	4,586,400
Treasury 4.25% 2036	4,566,130
Nederlandse Waterschapsbank 2.125% 2016	4,302,270
Treasury 1.25% Index-Linked 2017	4,088,301
General Electric Capital Corporation 5.25% 2013	4,039,305
Royal London Cash Plus	4,000,000
Treasury 2% index-linked 2035	3,861,687
Treasury 4% 2022	3,378,347
Caisse d'Amortissement de la Dette Sociale 3.75% 2014	3,370,437
db x-trackers Currency Returns	3,349,306
Torru's Merrill Lynch Factor Index	3,300,000
Treasury 1.25% Index-Linked 2027	3,109,146

In addition to the above, purchases totalling £65,650,000 were made in short term investment funds during the year.

Total sales for the year (note 14) £134,369,010

Major sales	Proceeds £
iShares Markit iBoxx® £ Corporate Bond	14,502,714
iShares Citigroup Global Government Bond	12,000,222
Source DJ Euro STOXX 50	9,252,050
iShares Markit iBoxx® \$ Corporate Bond	7,870,052
Goldman Sachs Alternative Beta Trend	6,880,533
SSgA Fixed Income US Corporate Bond	5,128,013
iShares Barclays Capital \$ Treasury Bond 7-10 years	4,934,307
Torru's Merrill Lynch Factor Index	4,919,677
EasyETF iBoxx® Liquid Sovereigns Global	4,383,834
iShares Markit iBoxx® Euro High Yield	3,766,877
Lyxor ETF Euro Corporate Bond	3,664,634
db x-trackers DJ STOXX Global Select Dividend 100	3,383,208
iShares FTSE/EPRA European Property	3,340,561
Nomura Centa FX Currency GBP Notes 2014	3,194,478
db x-trackers Euro STOXX 50	2,891,466
Aquila Capital – Risk Parity 12	2,822,654
UBS – ETF MSCI World	2,475,913
Amundi ETF MSCI Japan	2,267,394
iShares S&P Global Timber & Forestry	2,210,655
BlackRock Overseas Corporate Bond Tracker	2,000,000

In addition to the above, sales totalling £53,250,000 were made in short term investment funds during the year.

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

CF 7IM AAP MODERATELY CAUTIOUS FUND
 FINANCIAL STATEMENTS
 STATEMENT OF TOTAL RETURN
 FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
Income:					
Net capital gains/(losses)	2	16,074,891		(2,446,033)	
Revenue	3	9,813,968		6,388,765	
Expenses	4	(3,461,908)		(2,684,639)	
Finance costs: Interest	6	(2,238)		(219)	
Net revenue before taxation		6,349,822		3,703,907	
Taxation	5	(669,158)		(360,131)	
Net revenue after taxation		5,680,664		3,343,776	
Total return before distributions		21,755,555		897,743	
Finance costs: Distributions	6	(8,335,939)		(5,401,910)	
Change in net assets attributable to shareholders from investment activities		13,419,616		(4,504,167)	

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
 FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	30.11.12		30.11.11	
		£	£	£	£
Opening net assets attributable to shareholders		274,362,248		186,839,616	
Amounts receivable on issue of shares		125,035,738		101,847,854	
Amounts payable on cancellation of shares		(20,806,343)		(14,822,866)	
		104,229,395		87,024,988	
Stamp duty reserve tax	1(g)	(43,370)		(122,838)	
Change in net assets attributable to shareholders from investment activities		13,419,616		(4,504,167)	
Retained distribution on Accumulation shares		7,960,671		5,124,649	
Closing net assets attributable to shareholders		399,928,560		274,362,248	

BALANCE SHEET
 AS AT 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
ASSETS					
Investment assets		394,426,853		269,830,308	
Other assets					
Debtors	7	4,787,379		2,452,421	
Cash and bank balances	8	5,840,233		4,782,088	
Total other assets		10,627,612		7,234,509	
Total assets		405,054,465		277,064,817	
LIABILITIES					
Investment liabilities			(607,416)	(193,781)	
Other liabilities					
Creditors	9	(3,299,476)		(2,134,816)	
Bank overdrafts	8	(619,977)		-	
Distribution payable on Income shares		(599,036)		(373,972)	
Total other liabilities		(4,518,489)		(2,508,788)	
Total liabilities		(5,125,905)		(2,702,569)	
Net assets attributable to shareholders		399,928,560		274,362,248	

CF 7IM AAP MODERATELY CAUTIOUS FUND

Financial Statements (continued)

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	10,143,314	(317,961)
Derivative contracts	2,169,896	(324,240)
Forward currency contracts	4,177,525	(2,094,281)
Transaction charges	(17,445)	(23,360)
AMC rebates from underlying investments	(1,500)	23,748
Currency (losses)/gains	(396,899)	290,061
Net capital gains/(losses)	16,074,891	(2,446,033)
3. REVENUE		
Non-taxable dividends	2,861,819	2,337,190
Taxable dividends	194,959	86,933
UK property income distributions	7,828	7,416
Unfranked interest	6,629,938	3,878,378
AMC rebates from underlying investments	66,942	12,804
Bank interest	2,695	113
Rebates from ETF's	49,787	65,931
Total revenue	9,813,968	6,388,765
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	3,304,221	2,555,769
Legal and professional fees	6,500	5,353
Printing costs	6,525	5,157
Registration fees	30,239	13,362
	3,347,485	2,579,641
Payable to the Depository, associates of the Depository and agents of either of them:		
Depository's fees	52,363	40,520
Safe custody and other bank charges	44,364	50,820
	96,727	91,340

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	2,546	–
Fees paid to auditor – audit	7,800	7,800
– tax services	3,031	3,031
FSA fee	60	55
Legal and professional fees	584	–
Postage and distribution costs	1,686	–
Publication costs	1,989	2,772
	17,696	13,658
Total expenses	3,461,908	2,684,639
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	542,061	277,611
Double tax relief	(6,874)	(4,459)
	535,187	273,152
Overseas tax	123,986	77,949
Adjustments in respect of prior periods	10,163	8,754
Current tax charge (note 5b)	669,336	359,855
Deferred tax – origination and reversal of timing differences (note 5c)	(178)	276
Total taxation	669,158	360,131
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.		
	30.11.12 £	30.11.11 £
Net revenue before taxation	6,349,822	3,703,907
Corporation tax at 20%	1,269,964	740,781

CF 7IM AAP MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Effects of:		
Non-taxable dividends	(572,364)	(467,438)
RPI movement on UK index-linked gilts	(155,353)	–
Movement in revenue accruals	114	(482)
AMC rebates taken to capital	(300)	4,750
Corporation tax charge	542,061	277,611
Overseas tax	117,112	73,490
Adjustments in respect of prior periods	10,163	8,754
Current tax charge (note 5a)	<u>669,336</u>	<u>359,855</u>
c) Deferred tax		
Provision at the start of the year	276	–
Deferred tax charge in the year (note 5a)	(178)	276
Provision at the end of the year	<u>98</u>	<u>276</u>
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
	30.11.12 £	30.11.11 £
Interim	4,016,613	2,627,518
Final	5,022,328	3,163,978
	<u>9,038,941</u>	<u>5,791,496</u>
Add: Revenue deducted on cancellation of shares	137,060	77,111
Deduct: Revenue received on issue of shares	(840,062)	(466,697)
Net distributions for the year	8,335,939	5,401,910
Interest	2,238	219
Total finance costs	<u>8,338,177</u>	<u>5,402,129</u>

Details of the distributions per share are set out in the tables on pages 274 to 276.

	30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)		
Net revenue after taxation	5,680,664	3,343,776
Allocations to Capital:		
Expenses, net of tax relief	2,655,272	2,058,198
Balance brought forward	164	100
Balance carried forward	(161)	(164)
Net distributions for the year	<u>8,335,939</u>	<u>5,401,910</u>
7. DEBTORS		
Amounts receivable for issue of shares	3,273,001	706,139
Sales awaiting settlement	–	609,436
Accrued revenue:		
Non-taxable dividends	262,465	233,837
Taxable dividends	1,572	1,165
UK property income distributions	348	1,038
Unfranked interest	1,077,918	674,760
AMC rebates from underlying investments	18,331	12,523
Bank interest	288	18
Rebates from ETF's	–	4,940
	<u>1,360,922</u>	<u>928,281</u>
Prepaid expenses	189	188
Taxation recoverable:		
Income tax	122,030	198,581
Overseas withholding tax	31,237	9,796
	<u>153,267</u>	<u>208,377</u>
Total debtors	<u>4,787,379</u>	<u>2,452,421</u>
8. CASH AND BANK BALANCES		
Bank balances:		
Capital account	418,068	2,001,122
Revenue account	4,264,100	2,780,966
Margin account	1,158,065	–
Total bank balances	<u>5,840,233</u>	<u>4,782,088</u>
Bank overdrafts:		
Margin account	(619,977)	–

CF 7IM AAP MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
9. CREDITORS		
Amounts payable for cancellation of shares	214,326	193,138
Purchases awaiting settlement	2,426,220	1,397,152
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	303,826	232,891
Legal and professional fees	1,077	5,353
Printing costs	3,150	2,534
Registration fees	3,130	2,345
	311,183	243,123
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	4,854	3,678
Transaction charges	6,320	2,925
Safe custody and other bank charges	21,029	11,868
	32,203	18,471
Other expenses	16,662	13,769
Taxation payable:		
Corporation tax	295,350	264,499
Deferred tax	98	276
Stamp duty reserve tax	3,434	4,388
	298,882	269,163
Total creditors	3,299,476	2,134,816

10. RELATED PARTY TRANSACTIONS

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

11. SHAREHOLDER FUNDS

Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.

12. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.11.11 : none).

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	24,375,427	27,515,570
Hong Kong dollars	–	2,719
Japanese yen	–	1,828
Singapore dollars	6	–
US dollars	23,514,330	24,815,422
Pounds sterling	160,443,752	90,773,386
	208,333,515	143,108,925
Floating rate liabilities:		
US dollars	(7)	–
Pounds sterling	(619,970)	–
	(619,977)	–
Fixed rate assets:		
Euros	6,721,636	–
Pounds sterling	60,171,218	26,660,947
	66,892,854	26,660,947
Assets on which interest is not paid:		
Australian dollars	1,330,030	862,700
Canadian dollars	1,582,841	1,203,544
Danish krone	27,705	–
Euros	9,240,685	14,622,485
Hong Kong dollars	660,271	494,550
Japanese yen	865,446	419,240
New Zealand dollar	174,731	124,861
Norwegian krone	63,052	4,765
Singapore dollars	253,956	117,411
Swedish krona	24,156	–
Swiss francs	258,637	93,748
US dollars	30,886,735	20,743,351
Pounds sterling	153,268,520	122,921,691
	198,636,765	161,608,346

CF 7IM AAP MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

	30.11.12 £	30.11.11 £
<i>ii. Interest rate risk (continued)</i>		
Liabilities on which interest is not paid:		
Australian dollars	(1,236,137)	–
Euros	(17,451,365)	(37,871,999)
Japanese yen	(11,729,925)	(6,023,937)
US dollars	(38,998,659)	(11,207,539)
Pounds sterling	(3,898,511)	(1,912,495)
	<u>(73,314,597)</u>	<u>(57,015,970)</u>
Net assets	<u>399,928,560</u>	<u>274,362,248</u>

The floating rate financial assets and liabilities comprise variable rate securities, bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and index-linked securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI), and collective investment schemes that pay UK interest distributions.

Fixed Rate Financial Assets				
Currency	Weighted average interest rate		Weighted average period for which rate is fixed	
	30.11.12	30.11.11	30.11.12	30.11.11
Euros	4.42%	–	2 years	–
Pounds sterling	3.82%	3.85%	8 years	14 years

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

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	1,330,030	(1,236,137)	93,893	862,700
Canadian dollars	1,582,841	–	1,582,841	1,203,544
Danish krone	27,705	–	27,705	–
Euros	40,337,748	(17,451,365)	22,886,383	4,266,056
Hong Kong dollars	660,271	–	660,271	497,269
Japanese yen	865,446	(11,729,925)	(10,864,479)	(5,602,869)
New Zealand dollar	174,731	–	174,731	124,861
Norwegian krone	63,052	–	63,052	4,765
Singapore dollars	253,962	–	253,962	117,411
Swedish krona	24,156	–	24,156	–
Swiss francs	258,637	–	258,637	93,748
US dollars	54,401,058	(38,998,659)	15,402,399	34,351,234
	<u>99,979,637</u>	<u>(69,416,086)</u>	<u>30,563,551</u>	<u>35,918,719</u>
Pounds sterling	300,130,831	69,234,178	369,365,009	238,443,529
Net assets	<u>400,110,468</u>	<u>(181,908)</u>	<u>399,928,560</u>	<u>274,362,248</u>

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 262 includes transaction costs of £9,161 and the sales figure disclosed on page 263 is net of transaction costs of £14,553.

CF 71M AAP MODERATELY CAUTIOUS FUND

Financial Statements (continued)

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.2318	–	1.2318	1.1322
Group 2	0.6095	0.6223	1.2318	1.1322

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.3382	–	1.3382	1.2090
Group 2	0.5368	0.8014	1.3382	1.2090

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.2660	–	1.2660	1.1451
Group 2	0.6285	0.6375	1.2660	1.1451

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.3683	–	1.3683	1.2142
Group 2	0.6544	0.7139	1.3683	1.2142

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.2092	–	1.2092	1.1120
Group 2	0.5684	0.6408	1.2092	1.1120

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.3197	–	1.3197	1.1888
Group 2	0.6522	0.6675	1.3197	1.1888

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.2090	–	1.2090	1.1275
Group 2	0.3601	0.8489	1.2090	1.1275

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.3163	–	1.3163	1.1565
Group 2	0.5941	0.7222	1.3163	1.1565

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.3303	–	1.3303	1.1672
Group 2	0.5734	0.7569	1.3303	1.1672

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.4635	–	1.4635	1.2552
Group 2	0.6832	0.7803	1.4635	1.2552

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.3654	–	1.3654	1.1982
Group 2	0.6512	0.7142	1.3654	1.1982

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.4942	–	1.4942	1.2792
Group 2	0.6704	0.8238	1.4942	1.2792

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.3048	–	1.3048	1.1538
Group 2	0.5125	0.7923	1.3048	1.1538

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.4410	–	1.4410	1.2420
Group 2	0.6368	0.8042	1.4410	1.2420

CF 7IM AAP MODERATELY CAUTIOUS FUND

Financial Statements (continued)

Distribution Tables (continued)

Final (continued)

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.3075	–	1.3075	1.1532
Group 2	0.2876	1.0199	1.3075	1.1532

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.4357	–	1.4357	1.2405
Group 2	0.5110	0.9247	1.4357	1.2405

EQUALISATION

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

CF 7IM AAP BALANCED FUND

ACD'S REPORT

FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following changes were made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 20-60% Share Sector; and
- A fundamental change to the scheme was approved at an Extraordinary General Meeting of shareholders held on 24 October 2012. The change, is to allow sub-advisory fees to be taken directly out of the scheme property of the Fund.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM AAP (Asset Allocated Passives) Balanced Fund ('the Fund') aims, by applying active asset allocation techniques to predominantly passive strategies, to provide a balance of income and capital appreciation. There may be some risk to capital.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities.

Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

The Fund invests predominantly in a range of equities and fixed interest investments or instruments that track the returns of equity and fixed interest indices. The Fund will comprise a mixture of income-generating assets and assets with scope for capital growth in real terms. The Fund may use different asset classes, with investment primarily in equities and fixed interest investments, or instruments that track the returns of equity and fixed interest indices, with no long-term preponderance to either class.

CF 71M AAP BALANCED FUND

ACD's Report (continued)

INVESTMENT OBJECTIVE AND POLICY (continued)

Investment may also be made in exchange traded funds, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that is permitted in the stated investment and borrowing powers of the company.

The Fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

The IMA Mixed Investment 20-60% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of CF 71M AAP Balanced Fund

26 March 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 8.8%¹. Over the same period the peer group average return for the IMA Mixed Investment 20-60% Shares Sector which is the Fund benchmark was 9.3%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about the extension of the Bush tax cuts, the so called 'fiscal cliff' but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites leading to considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that a new prime minister and the appointment of a new Bank of Japan president early next year would make reforms that would lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stock Index produced relatively modest returns, up only 1.3%.

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund rose in value from £483.8 million at 30 November 2011⁴ to £678.9 million at 30 November 2012⁵.

¹ Calculated using CF 71M Balanced 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 50% of the FTSE Actuaries Govt Securities UK Gilts All Stock Index and 50% of the FTSE All-Share Index to IMA Mixed Investment 20-60% Shares Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

CF 71M AAP BALANCED FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW *(continued)*

At the beginning of the year, when we were fairly cautiously positioned, the Fund was invested 41% to equities, 34% bonds, 16% alternatives and 9% cash. Over the year we reduced exposure to alternatives buying more bonds, generally adding credit risk and shortening duration. Equities now make up 37% of the Fund, with 44% to bonds, 9% to alternatives and 10% cash.

As the Fund has grown in size it has been possible to use baskets of shares rather than more expensive ETFs or tracker funds to gain exposure to a number of equity and other markets. This year we introduced a global value equity basket, which contains shares in companies which have a value bias. This replaced the holding of the db x-trackers DJ STOXX Global Select Dividend equity ETF which we had been using to access the global thematic strategy before.

We have had an exposure to Asia Pacific and Emerging Markets for a little while through a number of ETFs, but have been looking for another way to diversify risk in these areas which we found with the TOBAM funds. TOBAM's 'Anti-Benchmark' products provide diversified core equity exposure through a quantitative strategy that avoids the concentration of risk that is found in market capitalisation weighted benchmarks. The managers argue that Anti-Benchmark strategies can provide better returns than market cap-weighted benchmarks and with typically lower risk.

As the eurozone crisis intensified in the first few months of the year we felt it would be prudent to reduce some of the exposure to European financials and sold the holding of Lyxor ETF STOXX Europe 600 Banks we had invested in earlier in the year. We felt this holding could be vulnerable if the crisis led to a run on banks, the most vulnerable of which were likely to be some of the European banks in this index.

Among alternatives, we had been holding position in the iShares FTSE/EPRA European Property ETF which we sold on the view that if European economies were struggling as a result of the eurozone crisis, it was unlikely that property markets would prosper. We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt there could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September puts on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We bought an exposure to European dividends, selling the existing European funds. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. This is also a cheap way to access European returns. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

We saw attractive prospects in Emerging Europe where the growth rate was 4.8% in 2011, more than Latin America. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. We bought holdings in the iShares MSCI Russia Capped Swap fund and the Lyxor ETF Eastern Europe fund.

We rebalanced both the gilt and index linked baskets, which originally reflected the duration of the FT-A gilts and index-linked gilts indices, and shortened the duration on each thus reducing risk a little.

We sold the iShares Citigroup Global Government bond ETF to buy the BlackRock Government Bond Tracker fund which is a cheaper way of accessing the return on the Index. Ibbotson Associates, our asset allocation advisor, recommended diversifying the fixed interest allocations further by switching some of the UK gilt allocation into short term sterling bonds. An allocation has been built up investing in a number of high quality supranational and high quality corporate issuers. This has increased yield by approx 0.7% with half a year shorter duration.

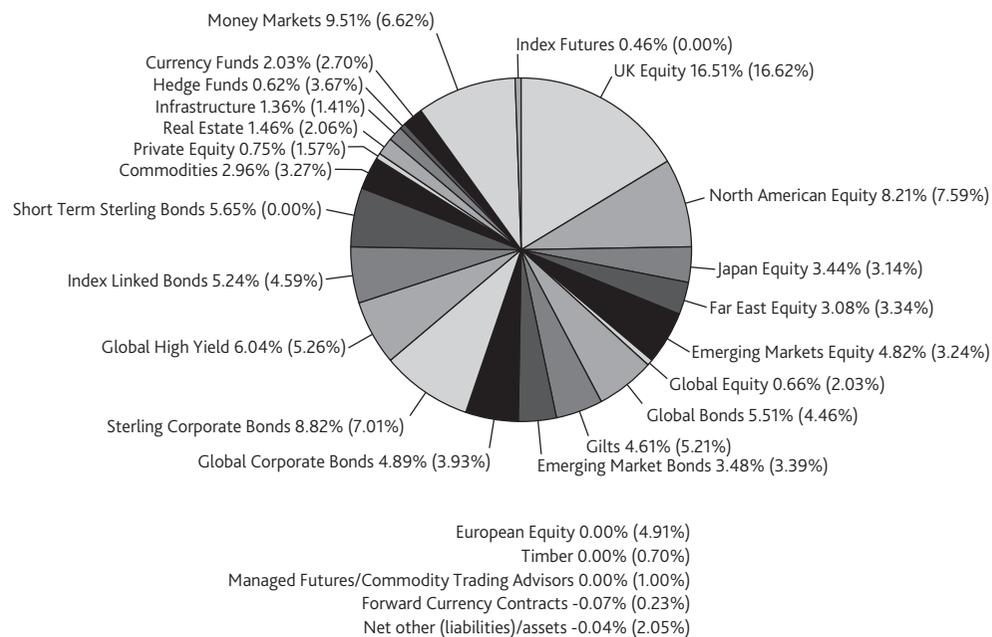
At the end of the period we took a tactical position in short dated Italian and Spanish government bonds on the view that their yields would come back a little further as the European financial crisis resolved itself. Of course there are risks in this trade, not least of sovereign default, but we judged that, while there was likely to be some degree of volatility, the support from the European Central Bank through the OMT would ultimately lead to peripheral Europe government bond yields moving closer to those of Germany.

We further reduced exposure to alternatives following disappointing performance, selling the holdings of hedge funds and commodity trading advisors and reducing exposure to commodities, other than gold and sold the iShares Global Timber & Forestry ETF.

Throughout the year we have part hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which since Sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

CF 7IM AAP BALANCED FUND
ACD's Report (continued)
Investment Manager's Report (continued)

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations at 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED
Investment Manager
 20 December 2012

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	101.58	79.82	-
2009	101.09	79.60	1.3090
2010	107.45	96.57	1.4527
2011	109.72	96.41	1.9133
2012*	107.21	100.69	1.9653
2013**	-	-	1.1459

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	101.65	79.91	-
2009	102.93	80.60	1.4835
2010	111.90	99.45	1.4898
2011	114.86	101.29	1.9604
2012*	114.85	107.02	2.0773
2013**	-	-	1.2278

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	101.78	80.23	-
2009	101.76	79.98	1.5850
2010	108.41	97.31	1.7121
2011	110.87	97.50	2.1440
2012*	108.70	101.90	2.2108
2013**	-	-	1.2669

CF 7IM AAP BALANCED FUND

ACD's Report (continued)
Fund Information (continued)

PERFORMANCE RECORD (continued)

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	101.72	80.14	–
2009	103.82	80.96	1.7340
2010	113.42	100.36	1.7623
2011	116.70	103.02	2.2308
2012*	117.35	109.11	2.3407
2013**	–	–	1.3676

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	100.21	79.53	–
2009	100.79	79.50	0.9640
2010	106.91	96.18	1.2804
2011	109.00	95.74	1.0143
2012*	106.20	99.91	1.8247
2013**	–	–	1.0478

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	100.30	79.79	–
2009	102.30	80.36	1.3714
2010	110.78	98.80	1.3017
2011	113.49	100.01	1.7541
2012*	112.98	105.45	1.9211
2013**	–	–	1.1184

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	88.62	82.38	–
2009	100.39	79.42	0.5373
2010	106.45	95.78	1.1940
2011	108.50	95.30	1.6462
2012*	105.62	99.40	1.8139
2013**	–	–	1.0349

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	89.59	83.28	–
2009	102.16	80.30	0.4491
2010	110.49	98.65	1.2243
2011	113.17	99.71	1.7096
2012*	112.54	105.09	1.8979
2013**	–	–	1.1027

From 27 March 2008.

From 2 June 2008.

From 1 December 2008.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

CF 7IM AAP BALANCED FUND

ACD's Report (continued)

Fund Information (continued)

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	6,955,049	6,760,417	102.88
	'A' Accumulation	82,138,186	76,606,833	107.22
	'C' Income	10,440,265	10,061,263	103.77
	'C' Accumulation	85,250,328	78,467,356	108.64
	'D' Income	9,604,307	9,379,677	102.39
	'D' Accumulation	121,547,988	114,476,904	106.18
	'O' Income	3,302,502	3,239,124	101.96
	'O' Accumulation	14,063,637	13,278,292	105.91
30.11.11	'A' Income	8,634,244	8,623,235	100.13
	'A' Accumulation	102,505,861	96,510,975	106.21
	'C' Income	18,568,577	18,344,114	101.22
	'C' Accumulation	155,159,679	143,553,902	108.08
	'D' Income	11,605,231	11,671,656	99.43
	'D' Accumulation	157,405,870	150,177,066	104.81
	'O' Income	3,264,477	3,298,975	98.95
	'O' Accumulation	26,352,375	25,219,150	104.49
30.11.12	'A' Income	9,477,778	8,948,344	105.92
	'A' Accumulation	137,274,768	119,686,972	114.69
	'C' Income	38,484,433	35,869,671	107.29
	'C' Accumulation	272,921,453	232,895,406	117.19
	'D' Income	11,918,980	11,350,298	105.01
	'D' Accumulation	172,946,016	153,290,362	112.82
	'O' Income	4,227,601	4,047,732	104.44
	'O' Accumulation	30,897,266	27,490,816	112.39

ONGOING CHARGES FIGURE

Expense Type	30.11.12 %			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.04	0.04	0.04	0.04
	1.04	0.54	1.44	1.54
Collective investment scheme costs	0.17	0.17	0.17	0.17
Ongoing charges figure	1.21	0.71	1.61	1.71

Expense Type	30.11.11 %			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.05	0.05	0.05	0.05
	1.05	0.55	1.45	1.55
Collective investment scheme costs	0.17	0.17	0.17	0.17
Ongoing charges figure	1.22	0.72	1.62	1.72

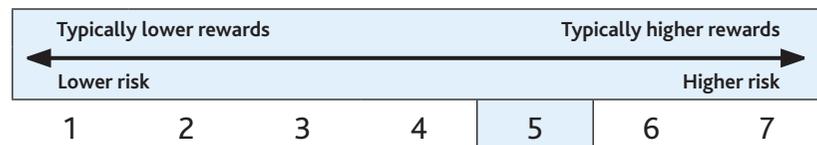
The Ongoing Charges Figure ('OCF') represents the total operating expenses of the Fund, expressed as a percentage of the average net assets during the accounting period.

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

CF 7IM AAP BALANCED FUND

ACD's Report (continued)
Fund Information (continued)

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 5 because its volatility has been measured as above average.

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

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

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	Since launch*
CF 7IM AAP Balanced Fund	8.78	14.38	14.85
IMA Mixed Investment 20-60% Shares Sector#	9.31	17.70	20.77

Source: Morningstar.

* Launch date 27 March 2008.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 335 to 337.

PORTFOLIO STATEMENT AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	EQUITIES			
	UK EQUITY			
229,568	3i Group	485,536	0.07	
5,533	Aberdeen Asian Smaller Companies	48,414	0.01	
61,616	Aberdeen Asset Management	208,200	0.03	
16,975	Aberforth Smaller Companies	113,732	0.02	
11,649	Admiral Group	130,236	0.02	
64,611	Aegis Group	151,836	0.02	
88,268	Afren	120,397	0.02	
4,553	African Barrick Gold	18,804	–	
17,125	Aggreko	382,230	0.06	
75,218	Alliance Trust (The)	281,917	0.04	
17,619	AMEC	183,766	0.03	
25,185	Amlin	97,315	0.01	
10,289	Anglesey Mining	736	–	
83,227	Anglo American	1,441,908	0.21	
22,567	Antofagasta	290,437	0.04	
63,152	Aquarius Platinum	28,103	0.01	
87,062	ARM Holdings	673,425	0.10	
20,581	Ashmore Group	74,133	0.01	
37,203	Ashtead Group	142,562	0.02	
22,066	Associated British Foods	325,694	0.05	
38,451	Assura Group	12,977	–	
82,436	AstraZeneca	2,445,052	0.36	
2,492	Aveva	50,862	0.01	
220,184	Aviva	771,745	0.11	
23,868	AZ Electronic Materials	87,667	0.01	
18,766	Babcock International Group	187,003	0.03	
198,167	BAE Systems	648,601	0.10	
32,270	Balfour Beatty	83,160	0.01	
806,552	Barclays	1,983,715	0.29	
4,878	Barr	23,170	–	
59,800	Barratt Developments	116,610	0.02	
51,945	Beazley	91,475	0.01	
4,763	Bellway	47,439	0.01	
9,044	Berendsen	52,455	0.01	
7,281	Berkeley Group Holdings	119,408	0.02	
5,085	Betfair Group	37,375	0.01	
219,067	BG Group	2,342,922	0.35	
6,021	BH Global £	67,556	0.01	
20,569	BH Macro \$	237,437	0.04	
6,725	BH Macro £	130,129	0.02	
136,947	BHP Billiton \$	2,686,900	0.40	

CF 71M AAP BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
16,171	Big Yellow Group	55,838	0.01	
29,190	BlackRock Frontiers Investment Trust	23,571	–	
51,782	BlackRock New Energy Investment Trust	16,441	–	
22,968	BlackRock World Mining	130,229	0.02	
25,011	Bloomsbury Publishing	29,638	0.01	
97,000	BlueCrest AllBlue	161,505	0.02	
9,846	Bodycote	40,565	0.01	
80,543	Booker Group	79,778	0.01	
10,698	Bovis Homes Group	59,160	0.01	
1,250,825	BP	5,397,935	0.80	
126,775	British American Tobacco	4,150,614	0.61	
14,923	British Empire Securities and General	69,720	0.01	
46,537	British Land Company	255,954	0.04	
69,228	British Sky Broadcasting Group	525,441	0.08	
13,952	Britvic	55,083	0.01	
12,640	Brown (N) Group	45,251	0.01	
486,939	BT Group	1,136,516	0.17	
14,800	BTC	52,836	0.01	
3,053	Bumi	8,182	–	
23,546	Bunzl	242,288	0.04	
25,274	Burberry Group	325,024	0.05	
31,439	Bwin.Party Digital Entertainment	34,269	0.01	
153,102	Cable & Wireless Communications	53,126	0.01	
58,053	Cadogan Petroleum	8,273	–	
32,543	Cairn Energy	87,443	0.01	
4,044	Caledonia Investments	60,620	0.01	
3,204	Cape	6,064	–	
36,555	Capita Group (The)**	278,732	0.04	
23,184	Capital & Counties Properties	55,433	0.01	
37,654	Capital & Regional	10,355	–	
40,651	Capital Shopping Centres Group	140,449	0.02	
5,920	Carclo	26,181	–	
37,605	Carillion	109,468	0.02	
11,608	Carnival	292,522	0.04	
1,291	Carpetright	8,972	–	
27,140	Catlin Group	131,032	0.02	
46,084	Cazenove Absolute Equity preference shares***	–	–	
48,640	Centamin	28,552	0.01	
396,337	Centrica	1,290,473	0.19	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
10,680	Chemring Group	26,251	–	
9,578	City of London Investment Group	24,160	–	
10,565	Close Brothers Group	91,176	0.01	
51,647	Cobham	109,492	0.02	
127,385	Compass Group	918,446	0.14	
3,807	Computacenter	14,767	–	
5,137	Consort Medical	38,964	0.01	
21,505	Cookson Group	131,826	0.02	
19,877	Costain Group	46,164	0.01	
4,228	Cranswick	33,803	0.01	
27,313	Creston	21,031	–	
49,920	CRH	569,587	0.08	
7,878	Croda International	187,575	0.03	
2,351	CSR	7,871	–	
9,689	Daily Mail & General	50,770	0.01	
14,752	Dairy Crest Group	54,759	0.01	
5,060	De La Rue	48,703	0.01	
78,864	Debenhams	92,981	0.01	
10,675	Derwent London	220,332	0.03	
7,435	Development Securities	11,413	–	
13,209	Devro	40,433	0.01	
1,781	Dexion Equity***	136	–	
4,089	Dexion Equity Alternative***	333	–	
160,904	Diageo	2,987,987	0.44	
7,386	Dignity	72,604	0.01	
7,983	Diploma	38,135	0.01	
250,861	Dixons Retail	68,886	0.01	
14,054	Domino Printing Sciences	82,708	0.01	
15,832	Domino's Pizza UK & IRL	80,110	0.01	
17,735	Drax Group	95,769	0.01	
47,070	DS Smith	101,718	0.01	
6,223	Dunedin Enterprise Investment Trust	25,857	–	
14,135	Dunedin Income Growth Investment Trust	32,581	0.01	
5,314	Dunelm Group	32,708	0.01	
5,314	Dunelm Group 'C'	1,727	–	
12,394	E2V Technologies	13,881	–	
21,129	easyJet	150,861	0.02	
84,340	Ecofin Water & Power Opportunities	96,991	0.01	
1,716	Edinburgh US Tracker Trust	11,686	–	
5,789	Electric and General***	–	–	

CF 7IM AAP BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
22,495	Electrocomponents	47,352	0.01	
18,715	Elementis	41,491	0.01	
31,450	EnQuest	35,853	0.01	
59,141	Enterprise Inns	50,713	0.01	
26,679	Essar Energy	31,775	0.01	
18,996	Eurasian Natural Resources Corporation	51,308	0.01	
2,665	Euromoney Institutional Investor	20,814	–	
6,695	European Investment Trust	35,082	0.01	
18,317	Evraz	42,807	0.01	
10,102	Exillon Energy	15,481	–	
68,013	Experian	705,295	0.10	
26,940	F&C Commercial Property	27,425	–	
8,872	Fenner	34,246	0.01	
40,942	Ferrexpo	89,581	0.01	
20,984	Fiberweb	14,007	–	
36,204	Fidelity China Special Situations	27,714	0.01	
2,256	Fidessa Group	31,810	–	
10,259	Filtrona	60,015	0.01	
97,566	Findel	7,220	–	
26,014	FirstGroup	48,542	0.01	
68,366	Foreign & Colonial Investment Trust	214,806	0.03	
112,886	Fortune Oil	9,900	–	
13,154	Fresnillo	260,844	0.04	
3,850	Fuller Smith & Turner	29,068	0.01	
75,304	G4S	186,001	0.03	
3,629	Galliford Try	26,455	–	
8,674	Gem Diamonds	13,965	–	
4,682	Genesis Emerging Markets	24,534	–	
2,674	Genus	36,634	0.01	
145,493	GKN	322,994	0.05	
330,240	GlaxoSmithKline	4,407,053	0.65	
221,688	Glencore International	765,710	0.11	
1,802	Go-Ahead Group	22,201	–	
16,253	Grainger	18,057	–	
16,890	Great Portland Estates	79,451	0.01	
25,496	Greencore Group	23,201	–	
20,073	Greene King	122,847	0.02	
7,214	Greggs	34,685	0.01	
3,464	Halfords Group	11,795	–	
14,377	Halma	62,741	0.01	
47,966	Hammerson	225,920	0.03	
12,002	Hansard Global	11,162	–	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
45,219	Hansteen Holdings	35,045	0.01	
9,204	Hardy Oil & Gas	8,330	–	
10,080	Hargeaves Lansdown	76,255	0.01	
56,132	Hays	43,643	0.01	
1,765	HCM City Infrastructure	5,207	–	
3,694	Henderson EuroTrust	20,576	–	
24,863	Henderson Far East Income	75,708	0.01	
63,471	Henderson Group	75,975	0.01	
8,589	Hikma Pharmaceuticals	64,589	0.01	
18,730	Hiscox	90,054	0.01	
7,256	Hochschild Mining	33,842	–	
58,613	Home Retail Group	65,471	0.01	
13,606	HomeServe	32,586	0.01	
41,472	Howden Joinery Group	69,590	0.01	
1,184,606	HSBC Holdings	7,553,048	1.11	
7,515	Hunting	61,135	0.01	
34,914	ICAP	101,774	0.02	
19,729	IG Group	83,513	0.01	
11,402	Imagination Technologies Group	46,338	0.01	
19,405	IMI	204,141	0.03	
63,769	Imperial Tobacco Group	1,592,312	0.24	
25,575	Inchcape	109,256	0.02	
41,984	Informa	176,501	0.03	
20,247	Inmarsat	118,951	0.02	
16,514	InterContinental Hotels Group	275,288	0.04	
98,874	Intermediate Capital Group	288,020	0.04	
100,995	International Consolidated Airlines	170,379	0.03	
26,227	International Ferro Metals	2,819	–	
16,952	International Personal Finance	58,281	0.01	
70,730	International Public Partnerships	88,554	0.01	
4,715	Interserve	17,130	–	
8,166	Intertek Group	252,329	0.04	
39,249	Invensys	123,634	0.02	
26,640	Investec	101,685	0.01	
23,708	IP Group	26,363	–	
8,729	ITE Group	16,952	–	
199,749	ITV	197,252	0.03	
9,841	Jardine Lloyd Thompson Group	75,579	0.01	
21,498	JKX Oil & Gas	16,876	–	
8,497	John Menzies	50,642	0.01	
18,790	John Wood Group	145,998	0.02	
17,853	Johnson Matthey	428,293	0.06	
40,418	Johnston Press	5,355	–	

CF 7IM AAP BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
3,892	JPMorgan Emerging Markets	21,776	–	
3,915	JPMorgan European Fledgeling	27,405	–	
14,256	JPMorgan European Investment Trust	23,451	–	
21,477	Jupiter Fund Management	59,362	0.01	
23,657	Kazakhmys	168,674	0.02	
51,794	Kcom Group	35,065	0.01	
104,991	Kenmare Resources	33,902	–	
32,727	Kesa Electricals	15,545	–	
1,029	Kier Group	12,122	–	
132,207	Kingfisher	367,535	0.05	
3,137	Kofax	8,799	–	
41,704	Ladbrokes	81,239	0.01	
7,139	Laird	15,863	–	
15,642	Lamprell	13,726	–	
5,208	Lancashire Holdings	41,404	0.01	
42,476	Land Securities Group	342,994	0.05	
442,540	Legal & General Group	644,338	0.10	
2,698,138	Lloyds Banking Group	1,254,499	0.18	
62,838	London & Stamford Property	67,300	0.01	
10,971	London Stock Exchange Group	107,132	0.02	
8,531	Lonmin	22,010	–	
35,965	Lookers	27,603	–	
34,879	Low & Bonar	17,788	–	
16,394	LSL Property Services	36,477	0.01	
94,186	Man Group	72,335	0.01	
87,691	Management Consulting Group	19,950	–	
90,227	Marks & Spencer Group	352,427	0.05	
4,033	McBride	5,162	–	
10,997	Mecom Group	7,478	–	
45,932	Meggitt	178,859	0.03	
95,824	Melrose Industries	204,009	0.03	
23,874	Mercantile	251,871	0.04	
28,358	Metric Property Investments	28,358	–	
26,582	Michael Page International	94,712	0.01	
8,000	Micro Focus International	45,840	0.01	
5,557	Millennium & Copthorne Hotels	27,035	–	
18,231	Mitchells & Butlers	56,370	0.01	
17,667	Mitie Group	47,383	0.01	
449	MJ Gleeson Group	754	–	
25,492	Mondi	163,404	0.02	
11,973	MoneySupermarket.com Group	19,396	–	
18,290	Morgan Crucible	44,518	0.01	
135,773	Morrison (Wm.) Supermarkets	364,958	0.05	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
10,446	Murray International	106,967	0.02	
13,474	National Express Group	23,445	–	
268,295	National Grid	1,890,138	0.28	
39,723	NB Global Floating Rate Income	40,001	0.01	
2,655	NCC Group	22,169	–	
2,518	New World Resources	6,658	–	
7,951	Next	291,086	0.04	
4,568	Northgate	11,648	–	
26,271	Ocado Group	19,296	–	
310,235	Old Mutual	531,122	0.08	
17,159	Ophir Energy	85,452	0.01	
206,966	Oxford Biomedica	4,926	–	
4,064	Oxford Instruments	55,148	0.01	
15,970	Pace	29,145	–	
22,017	Paragon Group Companies	52,885	0.01	
48,240	Pearson	568,267	0.08	
118,064	Pendragon	16,529	–	
18,883	Pennon Group	116,791	0.02	
15,515	Persimmon	124,275	0.02	
22,820	Petra Diamonds	24,212	–	
161,533	Petroceltic International	11,873	–	
14,975	Petrofac	243,194	0.04	
8,563	Petropavlovsk	29,277	–	
5,944	Phoenix Group Holdings	29,750	–	
6,336	Phoenix IT Group	10,771	–	
19,624	Photo-Me International	10,989	–	
27,143	Picton Property Income	9,907	–	
15,829	Playtech	66,371	0.01	
27,166	Polar Capital Global Healthcare Growth & Income Trust	32,192	0.01	
9,201	Polar Capital Technology	33,952	0.01	
16,777	Polymetal International	178,004	0.03	
5,748	Premier Farnell	10,065	–	
7,970	Premier Foods	7,631	–	
27,733	Premier Oil	93,266	0.01	
9,599	Provident Financial	123,443	0.02	
172,111	Prudential	1,557,604	0.23	
52,471	Punch Taverns	3,568	–	
17,890	PZ Cussons	64,118	0.01	
37,874	Qinetiq Group	74,839	0.01	
31,093	Quintain Estates and Development	16,324	–	
5,574	Randgold Resources	370,950	0.05	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
4,611	Rank Group	6,571	–	
5,864	Rathbone Brothers	71,599	0.01	
39,906	Reckitt Benckiser Group	1,565,911	0.23	
32,542	Redrow	51,644	0.01	
83,204	Reed Elsevier	534,170	0.08	
55,587	Regus	54,392	0.01	
2,741	Renishaw	49,612	0.01	
82,346	Rentokil Initial	74,111	0.01	
78,834	Resolution	187,310	0.03	
45,580	Rexam	199,504	0.03	
4,658	Rightmove	69,777	0.01	
80,419	Rio Tinto	2,487,762	0.37	
8,478	RIT Capital Partners	98,684	0.01	
112,566	Rolls-Royce Holdings	1,001,275	0.15	
4,962	Rotork	122,611	0.02	
139,931	Royal Bank of Scotland Group	412,936	0.06	
236,338	Royal Dutch Shell 'A'	4,937,101	0.73	
168,239	Royal Dutch Shell 'B'	3,624,709	0.53	
8,292	RPC Group	32,447	–	
16,531	RPS Group	35,046	0.01	
164,035	RSA Insurance Group	192,577	0.03	
38,195	RSM Tenon Group	2,292	–	
3,496	Ruffer Investment Company <i>preference shares</i>	6,747	–	
60,199	SABMiller	1,701,826	0.25	
79,544	Sage Group (The)	247,859	0.04	
96,295	Sainsbury (J)	328,751	0.05	
7,311	Salamander Energy	13,189	–	
7,662	Schroders	122,056	0.02	
4,181	Schroders <i>non-voting</i>	54,353	0.01	
12,165	Scottish Mortgage	88,805	0.01	
1,267	SDL	6,063	–	
48,768	Segro	115,239	0.02	
27,950	Senior	55,257	0.01	
31,896	Serco Group	174,312	0.03	
12,797	Severn Trent	206,671	0.03	
9,109	Shaftesbury	50,418	0.01	
28,664	Shanks Group	22,988	–	
36,841	Shire	665,348	0.10	
29,165	SIG	32,869	0.01	
64,009	Smith & Nephew	420,859	0.06	
29,576	Smiths Group	323,561	0.05	
17,065	Smiths News	25,512	–	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
17,929	SOCO International	65,100	0.01	
9,034	Spectris	173,724	0.03	
4,031	Spirax-Sarco Engineering	87,916	0.01	
72,875	Spirent Communications	109,750	0.02	
15,703	Sports Direct International	59,797	0.01	
81,948	SSE	1,167,759	0.17	
19,360	St. Ives	19,941	–	
7,974	St. James's Place	31,736	0.01	
32,214	Stagecoach Group	94,194	0.01	
129,322	Standard Chartered	1,880,988	0.28	
145,409	Standard Life	465,163	0.07	
20,594	Standard Life Investment Property Income	12,202	–	
873	SuperGroup	5,321	–	
4,328	Synergy Health	42,501	0.01	
19,035	TalkTalk Telecom Group	41,725	0.01	
7,663	Talvivaara Mining Company	7,314	–	
35,931	Tate & Lyle	277,028	0.04	
211,319	Taylor Wimpey	128,905	0.02	
2,958	Ted Baker	29,462	0.01	
7,738	Telety Group	66,237	0.01	
1,343	Telecom Plus	11,751	–	
3,502	Temple Bar	34,757	0.01	
37,186	Templeton Emerging Markets	207,312	0.03	
523,718	Tesco	1,702,607	0.25	
73,238	Thomas Cook Group	18,859	–	
20,166	Topps Tiles	9,680	–	
1,722	TR European Growth Trust	5,519	–	
24,995	Travis Perkins	278,444	0.04	
13,200	Tribal Group	12,936	–	
34,124	Trinity Mirror	27,982	–	
21,515	TT electronics	28,830	–	
23,043	TUI Travel	62,516	0.01	
5,967	Tullett Prebon	13,515	–	
59,103	Tullow Oil	813,257	0.12	
13,619	UBM	100,168	0.01	
36,305	UK Coal	1,815	–	
4,575	Ultra Electronics holdings	74,618	0.01	
79,413	Unilever	1,908,294	0.28	
49,345	United Utilities Group	336,286	0.05	
4,519	Utilico Emerging Markets	7,339	–	
11,525	UTV Media	14,694	–	
13,308	Vedanta Resources	142,529	0.02	
3,306	Victrex	50,780	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
3,006	Vitec Group (The)	19,599	–	
3,137,601	Vodafone Group	5,054,675	0.75	
3,976	Volex Group	5,805	–	
15,123	Weir Group (The)	285,825	0.04	
22,333	WH Smith	145,164	0.02	
12,089	Whitbread	290,015	0.04	
36,428	William Hill	122,835	0.02	
7,360	Wilmington Group	10,451	–	
4,237	Wincanton	3,093	–	
10,115	Witan	49,816	0.01	
19,506	Wolseley	564,504	0.08	
20,476	Workspace Group	60,179	0.01	
7,665	Worldwide Healthcare	64,309	0.01	
82,788	WPP	708,665	0.10	
4,827	WS Atkins	36,830	0.01	
9,391	Xchanging	10,987	–	
771	XP Power	7,413	–	
25,942	Yule Catto & Company	46,436	0.01	
	TOTAL UK EQUITY	111,977,230	16.51	16.62
	NORTH AMERICAN EQUITY			
3,700	3M Company	209,998	0.03	
10,908	Abbott Laboratories	442,407	0.07	
674	Abercrombie & Fitch Company	19,333	–	
4,443	Accenture	188,322	0.03	
444	ACE	21,942	–	
1,952	Adobe Systems	42,155	0.01	
661	ADT Corporation (The)	18,902	–	
1,738	Aetna	46,838	0.01	
3,422	Aflac	113,103	0.02	
3,109	Agilent Technologies	74,280	0.01	
797	AGL Resources	19,370	–	
1,477	Air Products & Chemicals	76,465	0.01	
1,472	Airgas	81,313	0.01	
3,115	AK Steel Holding Corporation	7,775	–	
739	Akamai Technologies	16,881	–	
13,622	Alcoa	71,398	0.01	
1,499	Alexion Pharmaceuticals	89,745	0.01	
1,823	Allegheny Technologies	29,757	–	
1,277	Allergan	73,912	0.01	
5,265	Allstate Corporation (The)	132,952	0.02	
2,093	Alpha Natural Resources	9,756	–	
4,349	Altera Corporation	87,841	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
18,916	Altria Group	399,060	0.06	
2,344	Amazon.com	368,455	0.05	
12,396	American Electric Power	329,732	0.05	
7,785	American Express Company	271,540	0.04	
7,559	American International Group	156,261	0.02	
2,822	American Tower Corporation	131,922	0.02	
4,000	Ameriprise Financial	151,475	0.02	
3,216	AmerisourceBergen Corporation	84,662	0.01	
4,356	Amgen	241,360	0.04	
2,934	Anadarko Petroleum Corporation	134,028	0.02	
4,800	Analog Devices	121,539	0.02	
3,741	Aon	132,563	0.02	
2,400	Apache Corporation	115,355	0.02	
5,590	Apartment Investment & Management Company	87,444	0.01	
663	Apollo Group	7,935	–	
6,084	Apple	2,220,721	0.33	
10,500	Applied Materials	70,300	0.01	
4,040	Archer-Daniels-Midland Company	67,281	0.01	
46,135	AT&T	983,071	0.14	
1,154	Autodesk	23,848	–	
2,276	Automatic Data Processing	80,537	0.01	
88	AutoZone	21,057	–	
1,312	AvalonBay Communities	108,021	0.02	
2,434	Avon Products	21,171	–	
3,537	Baker Hughes	95,275	0.01	
81,470	Bank of America Corporation	500,723	0.07	
3,296	Baxter International	136,312	0.02	
1,209	BB&T Corporation	21,243	–	
856	Beam	29,969	–	
2,911	Becton, Dickinson and Company	139,262	0.02	
664	Bed Bath & Beyond	24,325	–	
10,866	Berkshire Hathaway	596,713	0.09	
1,542	Best Buy Company	12,604	–	
1,654	Biogen Idec	153,868	0.02	
460	BlackRock	56,495	0.01	
961	BMC Software	24,543	–	
8,887	BNY Mellon Corporation (The)	132,753	0.02	
2,883	Boeing Company (The)	133,587	0.02	
262	BorgWarner	10,834	–	
5,631	Boston Scientific Corporation	19,430	–	
9,762	Bristol-Myers Squibb Company	198,695	0.03	
2,974	Broadcom Corporation	60,087	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
897	Brown-Forman Corporation	39,201	0.01	
5,795	CA	80,128	0.01	
2,856	Cablevision Systems Corporation	24,646	-	
742	Cabot Oil & Gas Corporation	21,793	-	
2,939	Cameron International Corporation	98,863	0.01	
5,576	Campbell Soup Company	127,828	0.02	
3,066	Capital One Financial Corporation	110,156	0.02	
2,389	Cardinal Health	60,297	0.01	
776	CarMax	17,552	-	
4,290	Carnival Corporation	103,460	0.02	
3,625	Caterpillar	192,826	0.03	
1,899	CBRE Group	22,431	-	
6,607	CBS Corporation	148,371	0.02	
2,721	Celgene Corporation	133,449	0.02	
6,499	CenturyLink	157,422	0.02	
479	Cerner Corporation	23,074	-	
376	CF Industries Holdings	50,186	0.01	
4,425	Charles Schwab Corporation (The)	36,170	0.01	
3,105	Chesapeake Energy Corporation	32,994	-	
13,580	Chevron Corporation	894,972	0.13	
151	Chipotle Mexican Grill	24,807	-	
2,715	Cigna Corporation	88,566	0.01	
4,881	Cincinnati Financial Corporation	123,408	0.02	
37,142	Cisco Systems	438,017	0.06	
21,534	Citigroup	464,233	0.07	
800	Citrix Systems	30,520	-	
988	Cliffs Natural Resources	17,718	-	
492	Clorox Company (The)	23,387	-	
1,747	CME Group	60,238	0.01	
1,440	Coach	51,952	0.01	
28,230	Coca-Cola Company (The)	667,420	0.10	
2,800	Cognizant Technology Solutions Corporation	117,476	0.02	
1,012	Colfax Corporation	24,608	-	
4,200	Colgate-Palmolive Company	284,396	0.04	
17,356	Comcast Corporation	402,429	0.06	
1,720	Comerica	31,746	0.01	
787	Computer Sciences Corporation	18,660	-	
8,715	ConocoPhillips	309,525	0.05	
3,077	CONSOL Energy	60,152	0.01	
3,175	Consolidated Edison	110,466	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
967	Constellation Brands	21,655	-	
8,400	Corning	64,102	0.01	
2,080	Costco Wholesale Corporation	135,016	0.02	
3,582	Coventry Health Care	97,583	0.01	
1,526	Covidien	55,322	0.01	
923	Crown Castle International Corporation	38,881	0.01	
5,315	CSX Corporation	65,532	0.01	
845	Cummins	51,776	0.01	
6,829	CVS Caremark Corporation	198,269	0.03	
1,312	D.R.Horton	15,915	-	
6,000	Danaher Corporation	202,054	0.03	
437	DaVita	29,411	0.01	
2,447	Dean Foods Company	26,186	-	
2,647	Deere & Company	138,854	0.02	
6,360	Dell	38,256	0.01	
2,808	Denbury Resources	27,000	-	
3,400	Devon Energy Corporation	109,597	0.02	
336	DeVry	5,464	-	
5,276	DIRECTV	163,616	0.02	
2,521	Discover Financial Services	65,469	0.01	
848	Discovery Communications	31,943	0.01	
1,622	Dollar Tree	42,244	0.01	
16,028	Dominion Resources	510,051	0.08	
4,400	Dover Corporation	174,694	0.03	
9,434	Dow Chemical Company (The)	177,656	0.03	
2,589	Dr Pepper Snapple Group	72,405	0.01	
15,653	Duke Energy Corporation	623,135	0.09	
4,975	E*Trade Financial Corporation	26,107	-	
7,057	E.I. du Pont de Nemours and Company	189,961	0.03	
9,337	eBay	307,730	0.05	
1,199	Ecolab	53,926	0.01	
4,306	Edison International	122,116	0.02	
465	Edwards Lifesciences Corporation	25,170	-	
1,786	Electronic Arts	16,493	-	
6,374	Eli Lilly and Company	195,001	0.03	
11,350	EMC Corporation	175,777	0.03	
2,889	Emerson Electric Company	90,547	0.01	
470	Energy Transfer Partners	12,871	-	
383	Engility Holdings	4,390	-	
1,466	Ensco	52,991	0.01	
1,856	Entergy Corporation	73,562	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
1,300	EOG Resources	95,401	0.01	
442	EQT Corporation	16,559	–	
3,084	Equifax	98,545	0.01	
2,200	Equity Residential	76,187	0.01	
1,654	Estee Lauder Companies (The)	60,065	0.01	
17,951	Exelon Corporation	338,155	0.05	
673	Expedia	25,960	–	
6,095	Express Scripts Holding Company	204,721	0.03	
31,922	Exxon Mobil Corporation	1,754,012	0.26	
447	F5 Networks	26,134	–	
1,428	Family Dollar Stores	63,432	0.01	
4,539	Federated Investors	56,163	0.01	
835	FedEx Corporation	46,631	0.01	
1,580	Fidelity National Information Services	35,590	0.01	
1,135	Fifth Third Bancorp	10,354	–	
344	First Solar	5,791	–	
9,603	FirstEnergy Corporation	254,300	0.04	
2,617	Fluor Corporation	86,660	0.01	
2,801	FMC Technologies	71,395	0.01	
25,265	Ford Motor Company	180,347	0.03	
3,238	Forest Laboratories	71,563	0.01	
250	Fossil	13,484	–	
985	Franklin Resources	81,147	0.01	
5,594	Freeport – McMoRan Copper & Gold	136,059	0.02	
6,778	Frontier Communications Corporation	20,300	–	
3,692	Gannett Company	41,213	0.01	
3,466	Gap (The)	74,548	0.01	
887	General Dynamics Corporation	36,789	0.01	
77,949	General Electric Company	1,027,718	0.15	
6,776	General Mills	173,095	0.03	
4,604	Genworth Financial 'A'	17,007	–	
4,707	Gilead Sciences	220,277	0.03	
3,096	Goldman Sachs Group (The)	227,625	0.03	
3,044	Goodyear Tire & Rubber Company (The)	23,894	–	
1,786	Google	777,457	0.11	
6,287	Halliburton Company	130,789	0.02	
1,040	Harley-Davidson	30,448	0.01	
544	Harman International Industries	13,421	–	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
9,176	Hartford Financial Services Group	121,324	0.02	
1,884	HCP	52,935	0.01	
4,269	Health Care REIT	156,947	0.02	
1,767	Helmerich & Payne	57,542	0.01	
2,265	Hershey Company (The)	103,439	0.02	
3,542	Hess Corporation	109,599	0.02	
15,058	Hewlett-Packard Company	121,863	0.02	
365	Hillshire Brands Company	6,334	–	
10,907	Home Depot (The)	442,911	0.07	
7,230	Honeywell International	276,633	0.04	
382	Hospira	7,098	–	
2,967	Host Hotels & Resorts	27,196	–	
714	Humana	29,141	0.01	
1,178	Illinois Tool Works	45,264	0.01	
1,644	Ingersoll-Rand	50,029	0.01	
35,840	Intel Corporation	437,422	0.06	
266	IntercontinentalExchange	21,914	–	
7,479	International Business Machines Corporation	886,901	0.13	
5,536	International Paper Company	128,258	0.02	
444	Intuit	16,589	–	
270	Intuitive Surgical	89,122	0.01	
2,806	ITT Corporation	39,114	0.01	
1,311	J.C.Penney Company	14,651	–	
1,165	Jabil Circuit	13,804	–	
7,812	Janus Capital Group	39,873	0.01	
3,432	JDS Uniphase Corporation	25,976	–	
17,316	Johnson & Johnson	753,301	0.11	
2,298	Johnson Controls	39,503	0.01	
638	Joy Global	22,691	–	
29,765	JPMorgan Chase & Company	761,657	0.11	
3,523	Juniper Networks	39,481	0.01	
2,298	Kellogg Company	79,566	0.01	
4,457	Kimberly-Clark Corporation	238,362	0.04	
14,193	Kinder Morgan warrants	32,502	0.01	
2,069	Kohl's Corporation	57,656	0.01	
3,553	Kraft Foods Group	100,185	0.01	
5,873	Kroger Company (The)	96,232	0.01	
2,300	L-3 Communications Holdings	110,247	0.02	
3,600	Leucadia National Corporation	49,733	0.01	
1,976	Life Technologies Corporation	60,834	0.01	
1,727	Limited Brands	56,197	0.01	
5,390	Lincoln National Corporation	83,071	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
4,196	Linear Technology Corporation	86,897	0.01	
228	Lockheed Martin Corporation	13,269	–	
4,779	Loews Corporation	121,902	0.02	
868	Lorillard	65,626	0.01	
6,797	Lowe's Companies	153,147	0.02	
2,721	LyondellBasell Industries	84,416	0.01	
5,489	Macy's	132,546	0.02	
6,552	Marathon Oil Corporation	126,123	0.02	
2,422	Marathon Petroleum Corporation	89,965	0.01	
6,119	Masco Corporation	64,716	0.01	
603	MasterCard	183,868	0.03	
4,707	Mattel	110,168	0.02	
6,136	McDonald's Corporation	333,248	0.05	
923	McGraw-Hill Companies (The)	30,599	0.01	
1,585	McKesson Corporation	93,430	0.01	
706	Mead Johnson Nutrition Company	30,035	0.01	
9,005	Medtronic	236,610	0.03	
24,092	Merck & Company	665,497	0.10	
5,414	MetLife	112,122	0.02	
1,490	Microchip Technology	28,263	0.01	
12,087	Micron Technology	44,950	0.01	
50,905	Microsoft Corporation	844,583	0.12	
1,397	Molex	22,995	–	
10,659	Mondelez International	172,059	0.03	
6,150	Monsanto Company	351,431	0.05	
2,137	Monster Worldwide	7,240	–	
707	Moody's Corporation	21,435	–	
12,119	Morgan Stanley	127,418	0.02	
1,684	Mosaic Company (The)	56,804	0.01	
3,774	Motorola Solutions	128,199	0.02	
1,425	Mylan	24,167	–	
5,081	Nabors Industries	46,573	0.01	
1,097	NetApp	21,685	–	
218	Netflix	11,113	–	
6,006	Newell Rubbermaid	81,697	0.01	
2,849	Newmont Mining Corporation	83,640	0.01	
12,854	News Corporation	197,625	0.03	
11,425	NextEra Energy	489,681	0.07	
2,548	NIKE	155,013	0.02	
482	Noble Energy	29,381	0.01	
1,666	Norfolk Southern Corporation	62,767	0.01	
2,121	Northeast Utilities	51,244	0.01	
3,533	Northrop Grumman Corporation	147,039	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
2,300	Nucor Corporation	59,070	0.01	
2,140	NVIDIA Corporation	15,983	–	
4,265	Occidental Petroleum Corporation	200,098	0.03	
256	OCZ Technology Group	273	–	
21,048	Office Depot	43,997	0.01	
4,100	Omnicom Group	127,223	0.02	
642	ONEOK	17,958	–	
25,600	Oracle Corporation	512,594	0.08	
263	O'Reilly Automotive	15,439	–	
4,000	PACCAR	109,644	0.02	
2,305	Pall Corporation	85,590	0.01	
4,033	Patterson	85,761	0.01	
2,541	Peabody Energy Corporation	39,796	0.01	
317	Pentair	9,585	–	
8,428	PepsiCo	369,169	0.05	
456	Perrigo Company	29,440	0.01	
54,634	Pfizer	852,249	0.13	
7,568	PG&E Corporation	193,185	0.03	
10,405	Philip Morris International	583,732	0.09	
3,926	Phillips 66	128,193	0.02	
1,533	Pioneer Natural Resources Company	102,341	0.02	
1,880	PNC Financial Services Group	65,809	0.01	
302	PPG Industries	23,423	–	
5,819	PPL Corporation	106,530	0.02	
1,520	Praxair	101,720	0.01	
1,090	Precision Castparts Corporation	124,708	0.02	
254	Priceline.com	105,064	0.02	
16,656	Procter & Gamble Company (The)	724,589	0.11	
9,300	Progressive Corporation (The)	123,312	0.02	
4,009	Prologis	84,901	0.01	
4,300	Prudential Financial	139,815	0.02	
8,942	Public Service Enterprise Group	167,777	0.02	
124	Public Storage	10,882	–	
2,737	PulteGroup	28,725	0.01	
10,845	Qualcomm	430,514	0.06	
856	Quest Diagnostics	30,835	0.01	
450	Ralph Lauren Corporation	44,109	0.01	
1,198	Range Resources Corporation	47,834	0.01	
1,709	Raytheon Company	60,879	0.01	
2,224	Red Hat	68,483	0.01	
16,780	Regions Financial Corporation	69,732	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
4,087	Republic Services	72,501	0.01	
1,912	Reynolds American	52,159	0.01	
4,688	Robert Half International	82,636	0.01	
2,681	Robinson Worldwide (C.H.)	103,249	0.02	
1,051	Rockwell Automation	51,952	0.01	
2,700	Rockwell Collins	96,282	0.01	
1,172	Ross Stores	41,625	0.01	
1,129	Ryder System	33,145	0.01	
1,596	Safeway	17,019	-	
881	Salesforce.com	86,652	0.01	
2,471	SanDisk Corporation	60,239	0.01	
7,977	SCANA Corporation	230,305	0.03	
8,492	Schlumberger	379,497	0.06	
3,910	Sealed Air Corporation	40,987	0.01	
882	Sempra Energy	37,632	0.01	
409	Sherwin-Williams Company (The)	39,230	0.01	
1,124	Simon Property Group	106,716	0.02	
3,875	SLM Corporation	40,016	0.01	
593	Snap-on	29,361	0.01	
21,112	Southern Company	573,168	0.08	
2,433	Southwestern Energy Company	52,664	0.01	
21,470	Spectra Energy Corporation	374,168	0.06	
22,382	Sprint Nextel Corporation	79,884	0.01	
2,070	St. Jude Medical	44,251	0.01	
2,974	Stanley Black & Decker	133,424	0.02	
4,201	Staples	30,669	0.01	
5,659	Starbucks Corporation	183,049	0.03	
722	Starwood Hotels & Resorts Worldwide	24,305	-	
2,014	State Street Corporation	55,859	0.01	
3,467	Stryker Corporation	117,165	0.02	
777	SunCoke Energy	7,864	-	
5,707	SunTrust Banks	96,610	0.01	
3,515	SuperValu	5,198	-	
6,578	Symantec Corporation	77,041	0.01	
1,818	Sysco Corporation	35,903	0.01	
2,327	T. Rowe Price Group	93,870	0.01	
3,768	Target Corporation	148,332	0.02	
2,102	TE Connectivity	46,155	0.01	
972	Tenet Healthcare Corporation	17,546	-	
589	Teradata Corporation	21,860	-	
545	Tesoro Corporation	14,378	-	
6,973	Texas Instruments	128,222	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
2,067	Thermo Fisher Scientific	81,963	0.01	
4,503	Time Warner	132,901	0.02	
1,288	Time Warner Cable	76,284	0.01	
5,323	TJX Companies (The)	147,271	0.02	
4,065	Travelers Companies (The)	179,630	0.03	
1,323	Tyco International	23,420	-	
9,740	U.S. Bancorp	195,998	0.03	
3,801	Union Pacific Corporation	291,127	0.04	
4,620	United Parcel Service	210,728	0.03	
2,902	United States Steel Corporation	39,022	0.01	
6,000	United Technologies Corporation	299,917	0.04	
5,701	UnitedHealth Group	193,515	0.03	
7,900	Unum Group	100,460	0.01	
571	Urban Outfitters	13,428	-	
6,573	Valero Energy Corporation	132,310	0.02	
699	Ventas	27,761	0.01	
21,210	Verizon Communications	582,975	0.09	
1,004	VF Corporation	100,548	0.01	
5,200	Viacom	167,456	0.02	
2,937	Visa	274,084	0.04	
2,900	Vornado Realty	138,265	0.02	
1,609	Vulcan Materials Company	53,009	0.01	
6,611	Walgreen Company	139,922	0.02	
13,829	Wal-Mart Stores	620,934	0.09	
11,873	Walt Disney Company (The)	367,901	0.05	
5,631	Waste Management	114,367	0.02	
287	Watson Pharmaceuticals	15,748	-	
1,791	WellPoint	62,448	0.01	
37,225	Wells Fargo & Company	766,500	0.11	
1,418	Western Digital Corporation	29,578	0.01	
3,866	Weyerhaeuser Company	66,434	0.01	
1,309	Whirlpool Corporation	83,107	0.01	
1,705	Whole Foods Market	99,248	0.01	
1,586	WPX Energy	15,606	-	
731	WW Grainger	88,278	0.01	
262	Wynn Resorts	18,374	-	
7,401	Xerox Corporation	31,402	0.01	
1,209	XL Group	18,339	-	
5,893	Yahoo!	68,982	0.01	
5,306	Yum! Brands	222,054	0.03	
458	Zimmer Holdings	18,850	-	
810	Zions Bancorporation	10,139	-	
	TOTAL NORTH AMERICAN EQUITY	55,696,323	8.21	7.59

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	EUROPEAN EQUITY	–	–	4.91
	JAPAN EQUITY			
4,300	ABC-MART	113,869	0.02	
2,100	Aderans Company	18,256	–	
4,500	Aeon Mall Company	72,486	0.01	
1,800	Arakawa Chemical Industries	8,920	–	
1,300	Astellas Pharma	40,966	0.01	
2,000	Azbil Corporation	25,830	–	
99,000	Bank of Kyoto (The)	525,075	0.08	
5,400	Bridgestone Corporation	81,100	0.01	
13,100	Canon	285,451	0.04	
2,500	Central Japan Railway Company	123,326	0.02	
20,700	Century Tokyo Leasing Corporation	252,779	0.04	
7,400	Chubu Electric Power Company	62,371	0.01	
125,000	Cosmo Oil Company	150,375	0.02	
2,400	Daidoh	8,734	–	
5,000	Daihatsu Motor Company	55,308	0.01	
220	Dai-ichi Life Insurance Company (The)	155,467	0.02	
2,800	Daikin Industries	54,890	0.01	
78	Dwango Company	111,243	0.02	
4,600	East Japan Railway Company	187,940	0.03	
28,000	Enshu	17,795	–	
2,700	FANUC Corporation	283,749	0.04	
1,300	Fast Retailing Company	184,127	0.03	
4,300	FCC Company	50,720	0.01	
17,600	Foster Electric Company	197,080	0.03	
55,300	Fudo Tetra Corporation	62,760	0.01	
1,100	FUJIFILM Holdings Corporation	12,567	–	
4,000	Fujikura Kasei Company	9,927	–	
3,000	Fujimi	40,335	0.01	
24,000	Fujitsu	56,473	0.01	
47,000	Fukushima Bank (The)	19,203	–	
6,800	Funai Electric Company	47,899	0.01	
137,000	Furukawa Company	73,595	0.01	
8,300	Fuyo General Lease Company	145,440	0.02	
16,900	Glory	232,460	0.03	
4,400	Goldcrest Company	38,983	0.01	
1,000	Gulliver International Company	23,568	–	
102,000	Gunze	156,662	0.02	
6,400	Gurunavi	43,145	0.01	
9,200	Hamamatsu Photonics	201,931	0.03	
19,000	Higashi-Nippon Bank (The)	25,301	–	
5,000	Hirose Electric Company	354,847	0.05	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
67,000	Hitachi	240,282	0.04	
26,400	Hitachi Capital Corporation	310,001	0.05	
10,200	Hitachi Construction Machinery Company	111,284	0.02	
21,200	Hitachi Koki Company	94,636	0.01	
26,600	Honda Motor Company	548,423	0.08	
2,890	Honeys Company	27,901	–	
7,200	Hoshizaki Electric Company	122,188	0.02	
2,000	Ichinen Holdings	7,112	–	
1,400	Icom	18,389	–	
2,500	Inaba Denki Sangyo Company	43,997	0.01	
73	INPEX Corporation	243,573	0.04	
26,500	Japan Bridge Corporation	58,145	0.01	
7	Japan Pure Chemical Company	9,697	–	
38,000	Japan Steel Works (The)	130,529	0.02	
11,000	Japan Tobacco	205,403	0.03	
8,000	Jeol	10,774	–	
13,000	Kanamoto Company	102,588	0.02	
117,000	Kaneka Corporation	364,713	0.05	
53,000	Kansai Paint Company	352,879	0.05	
9,600	Kao Corporation	164,370	0.02	
2,800	KDDI Corporation	129,016	0.02	
37,000	Keikyu Corporation	211,357	0.03	
4,300	Keyence Corporation	747,954	0.11	
4,100	KLab	17,216	–	
8,600	Komatsu	120,180	0.02	
500	Konica Minolta Holdings	2,217	–	
4,000	K's Holdings Corporation	56,321	0.01	
1,900	Kusuri No Aoki Company	68,499	0.01	
11,000	Kyokuyo Company	15,064	–	
19,500	Mabuchi Motor Company	509,742	0.08	
2,000	Mandom Corporation	33,260	0.01	
3,400	Marubun Corporation	9,055	–	
27,000	Meidensha Corporation	53,522	0.01	
28,000	Minebea Company	62,919	0.01	
100	Misawa Homes Company	890	–	
19,100	Mitsubishi Corporation	225,437	0.03	
23,000	Mitsubishi Estate Company	276,341	0.04	
72,000	Mitsubishi Heavy Industries	208,096	0.03	
10,000	Mitsubishi Steel Manufacturing Company	11,198	–	
8,800	Mitsubishi Tanabe Pharma Corporation	74,371	0.01	
245,100	Mitsubishi UFJ Financial Group	697,267	0.10	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
19,900	Mitsui & Company	171,191	0.03	
7,000	Mitsui Fudosan Company	90,936	0.01	
6,000	Mitsui Home Company	18,158	–	
16,000	Miyakoshi Holdings	34,864	0.01	
16,000	Miyazaki Bank (The)	24,938	–	
803,900	Mizuho Financial Group	796,785	0.12	
8,000	MS&AD Insurance Group Holdings	86,555	0.01	
29,000	Mutoh Holdings	40,372	0.01	
17,200	Nagase & Company	116,081	0.02	
3,700	Nichi-iko Pharmaceutical Company	45,603	0.01	
3,200	Nidec Corporation	120,935	0.02	
21,600	Nifco	303,482	0.04	
2,000	Nihon Eslead Corporation	10,819	–	
1,800	Nintendo Company	134,282	0.02	
1,000	Nippo Corporation	7,157	–	
19,000	Nippon Chemical Industrial Company	16,101	–	
40,000	Nippon Kayaku Company	279,338	0.04	
20,000	Nippon Kosuha Steel Company	11,046	–	
54,000	Nippon Steel Corporation	77,219	0.01	
13,800	Nippon Telegraph & Telephone Corporation	384,755	0.06	
19,000	Nippon Valqua Industries	30,620	–	
6,000	Nissin Corporation	8,898	–	
2,850	Nitori Holdings Company	131,751	0.02	
1,700	Nitto Kohki Company	22,522	–	
50,000	NOF Corporation	141,485	0.02	
1,500	Okinawa Electric Power Company	27,862	–	
600	Oriental Land Company	48,165	0.01	
1,230	ORIX Corporation	76,869	0.01	
2,900	Pal Company	85,682	0.01	
33,100	Panasonic Corporation	100,925	0.01	
5,500	Pola Orbis Holdings	101,702	0.01	
27,000	Raito Kogyo Company	81,100	0.01	
29,000	Rasa Industries	16,676	–	
32,000	Ricoh Company	184,974	0.03	
4,800	Ricoh Leasing Company	67,114	0.01	
6,500	Ryoyo Electro Corporation	38,261	0.01	
1,500	Sanrio Company	33,468	–	
1,900	Santen Pharmaceutical Company	50,386	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
7,400	Sato Holdings Corporation	74,241	0.01	
2,900	Satori Electric Company	9,216	–	
164,000	Sekisui House	959,160	0.14	
10,100	Seven & I Holdings Company	183,477	0.03	
2,500	Shimamura Company	157,373	0.02	
1,200	Shimano	49,028	0.01	
9,000	Shinsho Corporation	10,146	–	
3,700	Shionogi & Company	39,052	0.01	
1,000	Shobunsha Publications	4,010	–	
114,700	Showa Shell Sekiyu	415,687	0.06	
13,600	Softbank Corporation	317,955	0.05	
185,600	Sojitz Corporation	144,638	0.02	
31,000	Sony Corporation	187,637	0.03	
8,900	Sony Financial Holdings	95,081	0.01	
5,900	Start Today Company	38,435	0.01	
4,800	Stella Chemifa Corporation	52,841	0.01	
1,000	Suminoe Textile Company	1,173	–	
17,700	Sumitomo Mitsui Financial Group	354,483	0.05	
91,000	Sumitomo Mitsui Trust Holdings	172,127	0.03	
1,740	Sumitomo Real Estate Sales Company	46,604	0.01	
6,000	Sumitomo Realty & Development Company	101,687	0.01	
4,100	Systemex Corporation	115,242	0.02	
97,000	Taiyo Nippon Sanso Corporation	334,660	0.05	
7,000	Takara Standard Company	32,201	0.01	
6,500	Takasago Thermal Engineering Company	29,852	–	
9,200	Takeda Pharmaceutical Company	261,724	0.04	
2,800	TKD Corporation	68,109	0.01	
6,600	Tohoku Electric Power Company	37,202	0.01	
12,300	Tokio Marine Holdings	196,175	0.03	
7,300	Tokyo Derica Company	61,197	0.01	
39,000	Tokyo Gas Company	119,210	0.02	
26,600	Tokyo Ohka Kogyo Company	333,884	0.05	
1,700	Tokyo Tomin Bank (The)	8,926	–	
800	Tomoe Engineering Company	9,267	–	
12,000	Toshiba TEC Corporation	37,407	0.01	
8,100	Touei Housing Corporation	52,766	0.01	
52,000	Toyo Tire & Rubber Company	89,703	0.01	
325,000	Toyobo	275,403	0.04	
64,900	Toyota Motor Corporation	1,730,898	0.26	
27,500	Toyota Tsusho Corporation	394,701	0.06	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
36,000	Ube Industries	46,577	0.01	
2,500	Unicharm Corporation	79,538	0.01	
7,400	Union Tool Company	72,449	0.01	
9	V Technology Company	12,672	–	
1,000	Welcia Holdings Company	20,110	–	
1,300	Yamaya Corporation	11,154	–	
52,000	Yuasa Trading Company	57,441	0.01	
12,000	Zeon Corporation	60,558	0.01	
	TOTAL JAPAN EQUITY	23,291,913	3.44	3.14
	FAR EAST EQUITY			
1,729	TOBAM Anti-Benchmark Pacific Ex-Japan*	12,727,340	1.88	
11,750,000	RBS MSCI Asia Pacific ex Japan^	8,153,525	1.20	
	TOTAL FAR EAST EQUITY	20,880,865	3.08	3.34
	EMERGING MARKETS EQUITY			
260,683	iShares MSCI Russia Capped Swap*	3,957,168	0.58	
185,895	Lyxor ETF Eastern Europe*	2,762,239	0.41	
14,100,000	RBS Emerging Markets Index^	8,470,692	1.25	
2,865	TOBAM Anti-Benchmark Emerging Markets*	17,476,922	2.58	
	TOTAL EMERGING MARKETS EQUITY	32,667,021	4.82	3.24
	GLOBAL EQUITY			
9	A.P. Moeller – Maersk	40,024	0.01	
1,510	ACS Actividades de Construccion y Servicios	19,974	–	
11,041	Aegon	39,631	0.01	
1,646	AGCO Corporation	47,378	0.01	
2,461	Ageas	41,042	0.01	
1,400	Aisin Seiki Company	25,761	–	
411	Allianz	33,404	0.01	
1,685	Ameren Corporation	31,489	0.01	
10,302	Annaly Capital Management	94,365	0.01	
3,045	ArcelorMittal	28,863	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
2,027	Assicurazioni Generali	21,220	–	
1,400	Australia & New Zealand Banking Group	22,191	–	
3,426	AXA	35,115	0.01	
1,203	Baloise Holding	62,958	0.01	
5,998	Banco Bilbao Vizcaya Argentaria	31,454	0.01	
15,977	Banco Santander	76,498	0.01	
1,993	Bank of Montreal	74,651	0.01	
1,169	BASF	65,487	0.01	
1,200	Belgacom	21,999	–	
1,272	BHP Billiton AU\$	28,476	0.01	
1,025	BNP Paribas	35,722	0.01	
25,000	CaixaMall	26,330	–	
1,556	Canadian Imperial Bank of Commerce	78,231	0.01	
683	Carlsberg	41,497	0.01	
1,749	Carrefour	26,947	–	
13,000	Cheung Kong Infrastructure Holdings	49,297	0.01	
21,203	Commerzbank	23,763	–	
3,520	Credit Agricole	16,648	–	
1,419	Credit Suisse Group	20,960	–	
438	Daimler	13,477	–	
1,600	Daito Trust Construction Company	96,603	0.01	
2,886	Danske Bank	30,830	0.01	
2,203	Deutsche Bank	60,803	0.01	
9,628	Deutsche Telekom	66,117	0.01	
1,786	DTE Energy Company	67,500	0.01	
5,334	Eni	78,696	0.01	
1,202	Erste Group Bank	21,997	–	
5,615	Finmeccanica	18,409	–	
3,619	France Telecom	23,904	–	
25,000	GPT Group	56,633	0.01	
5,011	Great-West Lifeco	73,781	0.01	
3,001	Hertz Global Holdings	29,249	0.01	
1,369	HKT	827	–	
11,831	ING Groep	66,344	0.01	
18,571	Insurance Australia Group	55,972	0.01	
1,000	Jardine Cycle & Carriage	24,883	–	
1,500	JFE Holdings	14,447	–	
9,000	Kajima Corporation	16,138	–	
8,000	Kawasaki Heavy Industries	11,561	–	
44,000	Kobe Steel	25,301	–	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
3,684	Koninklijke KPN	12,993	–	
156	Legrand	3,942	–	
11,415	Link REIT (The)	38,830	0.01	
715	Marriott Vacations Worldwide Corporation	17,783	–	
1,496	Metso	35,098	0.01	
27,000	Mitsubishi Electric Corporation	130,741	0.02	
658	Muenchener Rueckversicherungs	70,193	0.01	
1,258	National Australia Bank	19,899	–	
1,472	Navistar International Corporation	18,737	–	
14,000	NEC Corporation	15,147	–	
4,603	New York Community Bancorp	37,309	0.01	
1	Nippon Building	6,492	–	
3,218	Noble Corporation	69,214	0.01	
4,469	Nokia	9,248	–	
69,500	Nomura Holdings	178,259	0.03	
305	NTT docomo	274,147	0.04	
2,008	OPAP	8,197	–	
950	Owens Corning	20,492	–	
63,000	PCCW	16,536	–	
6,104	Pepco Holdings	75,108	0.01	
4,885	Peugeot	18,700	–	
3,180	Pitney Bowes	22,184	–	
3,607	PostNL	7,649	–	
7,000	Power Assets Holdings	38,380	0.01	
4,225	Power Corporation of Canada	66,030	0.01	
4,280	Power Financial Corporation	70,599	0.01	
627	Renault	19,567	–	
1,467	Repsol	19,382	–	
168	Royal Dutch Shell	3,513	–	
168	Royal Dutch Shell rights	–	–	
342	RWE preference shares	8,107	–	
1,188	Sanofi	66,195	0.01	
922	SCOR	15,189	–	
4,719	Seagate Technology	73,907	0.01	
124	Sears Canada	826	–	
290	Sears Holdings Corporation	7,589	–	
3,000	Sharp Corporation	3,881	–	
1,137	Shaw Communications	15,570	–	
891	Siemens	57,506	0.01	
8,000	Singapore Airlines	43,641	0.01	
52,000	Singapore Press Holdings	110,862	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
27,000	Singapore Telecommunications	45,553	0.01	
19,377	Snam	53,434	0.01	
1,652	Societe Generale	37,270	0.01	
6,669	St Barbara	7,076	–	
5,294	Statoil	80,724	0.01	
9,084	Stockland	19,869	–	
1,104	Suncor Energy	22,455	–	
4,028	Suncorp Group	25,382	–	
192	Swisscom	50,461	0.01	
7,000	Taisei Corporation	11,811	–	
940	Teck Resources	19,751	–	
47,365	Telecom Italia	26,926	0.01	
7,019	Telefonica	57,075	0.01	
2,079	Terex Corporation	31,302	0.01	
2,076	TNT Express	12,629	–	
2,953	Total	92,203	0.01	
4,852	TUI	30,185	0.01	
2,200	UBS	21,486	–	
98	Unibail-Rodamco	14,347	–	
9,332	UniCredit	27,112	0.01	
6,733	Unipol Gruppo Finanziario	8,682	–	
2,195	Unipol Gruppo Finanziario preference shares	2,230	–	
883	Valeo	26,116	0.01	
167	Volkswagen preference shares	22,640	–	
106	Zurich Insurance Group	16,885	–	
	TOTAL GLOBAL EQUITY	4,506,093	0.66	2.03
	TOTAL EQUITIES	249,019,445	36.72	40.87
	BONDS			
	GLOBAL BONDS			
25,453,826	BlackRock Overseas Government Bond Tracker*	27,235,594	4.02	
€3,000,000	Italy Treasury 4.5% 2015	2,562,127	0.38	
€3,000,000	Italy Treasury 6% 2014	2,620,294	0.39	
€3,000,000	Spain Government Bond 3.3% 2014	2,448,897	0.36	
€3,000,000	Spain Government Bond 3.75% 2015	2,451,136	0.36	
		37,318,048	5.51	4.46

CF 7IM AAP BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GILTS			
£4,309,000	Treasury 2% 2016	4,513,221	0.67	
£4,220,000	Treasury 2.75% 2015	4,435,165	0.65	
£4,159,000	Treasury 4% 2022	5,015,513	0.74	
£2,700,000	Treasury 4.25% 2036	3,334,613	0.49	
£2,000,000	Treasury 4.25% 2049	2,495,080	0.37	
£4,275,000	Treasury 4.75% 2030	5,656,441	0.83	
£4,800,000	Treasury 5% 2018	5,816,957	0.86	
	TOTAL GILTS	31,266,990	4.61	5.21
	EMERGING MARKET BONDS			
167,738	iShares J.P.Morgan \$ Emerging Market Bond*	12,668,468	1.87	
176,108	SPDR Barclays Capital Emerging Markets Local Bond*	10,951,738	1.61	
	TOTAL EMERGING MARKET BONDS	23,620,206	3.48	3.39
	GLOBAL CORPORATE BONDS			
29,893,841	BlackRock Overseas Corporate Bond Tracker*	33,152,270	4.89	3.93
	STERLING CORPORATE BONDS			
520,233	BlackRock UK Corporate Bond Index*	6,164,756	0.91	
51,273	iShares Markit iBoxx® £ Corporate Bond*	6,630,111	0.98	
886,246	Vanguard Grade Bond Index*	47,024,940	6.93	
	TOTAL STERLING CORPORATE BONDS	59,819,807	8.82	7.01
	GLOBAL HIGH YIELD			
279,380	iShares Markit iBoxx® \$ High Yield Capped Bond*	19,179,208	2.83	
249,718	iShares Markit iBoxx® Euro High Yield Bond*	21,813,667	3.21	
	TOTAL GLOBAL HIGH YIELD	40,992,875	6.04	5.26

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INDEX LINKED BONDS			
£3,200,000	Treasury 0.75% index-linked 2047	4,503,478	0.66	
£2,985,000	Treasury 1.25% index-linked 2017	4,325,137	0.64	
£6,000,000	Treasury 1.25% index-linked 2027	9,350,268	1.38	
£1,400,000	Treasury 1.25% index-linked 2055	2,577,145	0.38	
£4,042,000	Treasury 2% index-linked 2035	8,068,038	1.19	
£1,800,000	Treasury 2.5% index-linked 2020	6,709,453	0.99	
	TOTAL INDEX LINKED BONDS	35,533,519	5.24	4.59
	SHORT TERM STERLING BONDS			
£3,000,000	ANZ New Zealand International 1.5% 2015	2,999,520	0.44	
£5,302,000	Caisse d'Amortissement de la Dette Sociale 3.75% 2014	5,559,910	0.82	
£2,500,000	Council Of Europe Development Bank 1.625% 2015	2,538,450	0.38	
£5,000,000	European Bank for Reconstruction & Development 0.875% 2014	5,021,404	0.74	
£4,200,000	European Investment Bank 6.25% 2014	4,512,295	0.67	
£1,600,000	GE Capital UK Funding 5.125% 2015	1,728,144	0.25	
£4,200,000	General Electric Capital Corporation 5.25% 2013	4,379,483	0.65	
£1,370,000	KFW 4.75% 2012	1,370,247	0.20	
£1,400,000	L-BANK 2.25% 2013	1,421,381	0.21	
£2,000,000	Municipality Finance 1.5% 2014	2,020,828	0.30	
£4,200,000	Nederlandse Waterschapsbank 2.125% 2016	4,327,646	0.64	
£869,000	Rabobank Nederland 4% 2015	930,395	0.14	
£1,450,000	Westpac Banking Corporation 1.375% 2015	1,448,618	0.21	
	TOTAL SHORT TERM STERLING BONDS	38,258,321	5.65	-
	TOTAL BONDS	299,962,036	44.24	33.85

CF 7IM AAP BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	COMMODITIES			
10,050,000	RBS Commodities Research Bureau Tracker [^]	6,407,604	0.94	
129,258	Source Physical Gold*	13,694,092	2.02	
	TOTAL COMMODITIES	20,101,696	2.96	3.27
	TIMBER	–	–	0.70
	PRIVATE EQUITY			
55,576	American Capital	415,093	0.06	
34,826	Apollo Investment Corporation	176,233	0.03	
37,827	Ares Capital Corporation	418,480	0.06	
64,965	Blackstone Group (The)	594,666	0.09	
4,673	Electra Private Equity	87,058	0.01	
10,883	Eurazeo	324,130	0.05	
12,716	Fifth Street Finance Corporation	85,453	0.01	
3,621	GIMV	109,402	0.02	
7,889	Hercules Technology Growth Capital	52,818	0.01	
7,042	Jafco Company	109,224	0.02	
38,713	KKR & Company	331,900	0.05	
104,746	Marfin Investment Group	26,861	–	
12,226	MCG Capital Corporation	33,948	0.01	
3,817	MVC Capital	28,295	–	
18,261	Onex Corporation	466,739	0.07	
4,446	Partners Group Holdings	598,914	0.09	
10,082	PennantPark Investment Corporation	67,627	0.01	
23,154	Prospect Capital Corporation	151,987	0.02	
39,441	Ratos	244,670	0.04	
5,769	Solar Capital	82,469	0.01	
55,523	SVG Capital	150,467	0.02	
5,101	TICC Capital Corporation	31,861	–	
8,335	Wendel	487,016	0.07	
	TOTAL PRIVATE EQUITY	5,075,311	0.75	1.57
	REAL ESTATE			
8,393,002	BlackRock Global Property Securities Equity Tracker*	9,928,921	1.46	2.06

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INFRASTRUCTURE			
105,821	3i Infrastructure	133,334	0.02	
46,982	Abertis Infraestructuras	419,782	0.06	
3,943	Aeroports de Paris	188,664	0.03	
1,627	AltaGas	35,177	0.01	
7,857	Ansaldo	43,454	0.01	
41,858	Atlantia	445,334	0.07	
105,327	Auckland International Airport	144,003	0.02	
71,660	Australian Infrastructure	146,474	0.02	
80,576	BBA Aviation	172,030	0.03	
4,114	Centrais Eletricas Brasileiras ADRs	9,344	–	
3,187	Cheniere Energy	33,269	–	
136,990	China Merchants Holdings International Company	258,637	0.04	
20,000	China Resouces Power Holdings Company	27,825	–	
1,188	Cia Paranaense de Energia	9,963	–	
616	Companhia de Saneamento Basico ADRs	31,310	–	
5,555	Companhia Energetica de Minas Gerais ADRs	42,391	0.01	
164,043	Cosco Pacific	143,696	0.02	
1,683	CPFL Energia ADRs	22,914	–	
31,201	E.ON	351,070	0.05	
3,450	EDF	39,519	0.01	
1,449	Empresa Nacional de Electricidad ADRs	40,559	0.01	
20,592	Enbridge	517,263	0.08	
116,174	Enel	274,728	0.04	
3,374	Enersis ADRs	35,727	0.01	
14,980	Federal Hydrogenerating Company ADRs	21,209	–	
337	Flughafen Zuerich	92,382	0.01	
4,845	Fraport	167,694	0.02	
890	Frontline	1,839	–	
22,882	GDF Suez	321,159	0.05	
51,242	Groupe Eurotunnel	240,566	0.04	
2,154	Hamburger Hafen und Logistik	30,285	–	
125,883	HICL Infrastructure Company	156,976	0.02	
2,600	Hong Kong Aircraft Engineering Company	22,022	–	
704,000	Hutchison Port Holdings Trust	338,242	0.05	
56,088	Iberdrola	172,965	0.03	
10,600	Japan Airport Terminal Company	74,425	0.01	

CF 7IM AAP BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INFRASTRUCTURE (continued)			
144,000	Jiangsu Expressway Company	80,228	0.01	
25,000	Kamigumi Company	120,489	0.02	
36,800	Kansai Electric Power Company (The)	217,454	0.03	
21,421	Kinder Morgan	452,575	0.07	
7,295	Koninklijke Vopak	336,322	0.05	
40,874	Macquarie Atlas Roads Group	41,906	0.01	
15,000	Mitsubishi Logistics Corporation	119,959	0.02	
1,127	Nordic American Tankers	6,385	–	
3,970	Pembina Pipeline Corporation	70,124	0.01	
6,737	RWE	175,582	0.03	
598	Sanofi contingent value rights	646	–	
63,000	SATS	91,153	0.01	
1,016	Ship Finance International	10,251	–	
17,000	SIA Engineering Company	37,373	0.01	
5,778	Societa Iniziative Autostradali e Servizi	31,041	–	
17,000	Sumitomo Warehouse Company (The)	46,047	0.01	
81,244	Sydney Airport	187,218	0.03	
1,514	Teekay Corporation	30,438	–	
87,900	Tokyo Electric Power Company (The)	85,792	0.01	
18,377	TransCanada Corporation	527,075	0.08	
154,481	Transurban Group	620,460	0.09	
8,658	Ultrapar Participacoes ADRs	111,180	0.02	
6,613	Veresen	52,423	0.01	
2,318	Wesco Aircraft Holdings	18,412	–	
3,296	Westshore Terminals Investment Corporation	60,910	0.01	
17,288	Williams Companies (The)	354,144	0.05	
192,000	Zhejiang Expressway Company	90,276	0.01	
	TOTAL INFRASTRUCTURE	9,182,094	1.36	1.41

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	HEDGE FUNDS			
118,995	Absolute Return Trust <i>preference shares</i>	144,579	0.02	
2,441,469	Dexion Absolute	3,833,869	0.57	
3,121,610	Goldman Sachs Dynamic Opportunities***	234,876	0.03	
16,173	Thames River Hedge	19,893	–	
	TOTAL HEDGE FUNDS	4,233,217	0.62	3.67
	CURRENCY FUNDS			
482,290	db x-trackers Currency Returns*	13,754,911	2.03	2.70
	MANAGED FUTURES/ COMMODITY TRADING ADVISORS	–	–	1.00
	MONEY MARKETS			
82,691	BlackRock Institutional Cash Sterling Ultra Short Bond*	10,257,941	1.51	
27,950,000	Goldman Sachs Sterling Liquid Reserves*	27,950,000	4.12	
15,350,000	JPMorgan Sterling liquidity*	15,350,000	2.26	
44,815	PIMCO Sterling Short Maturity Source ETF*	4,505,700	0.66	
6,403,941	Royal London Cash Plus*	6,506,404	0.96	
	TOTAL MONEY MARKETS	64,570,045	9.51	6.62
	INDEX FUTURES			
385	Euro STOXX 50 Index Dividend Futures December 2013	103,568	0.02	
1,539	Euro STOXX 50 Index Dividend Futures December 2014	1,341,186	0.20	
768	Euro STOXX 50 Index Dividend Futures December 2015	889,210	0.13	
1,778	Euro STOXX 50 Index Futures December 2012	658,263	0.10	
101	FTSE 100 Index Future December 2012	83,617	0.01	
46	S&P 500 Index Future December 2012	24,444	–	
	TOTAL INDEX FUTURES	3,100,288	0.46	–

CF 7IM AAP BALANCED FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FORWARD CURRENCY CONTRACTS			
AUD(19,400,000)	Vs £12,447,467 (expiry 11.12.12)	(174,139)	(0.03)	
¥(2,600,000,000)	Vs £20,389,758 (expiry 20.12.12)	713,755	0.11	
US\$(114,500,000)	Vs £70,571,630 (expiry 20.12.12)	(873,912)	(0.13)	
€(27,000,000)	Vs £21,773,340 (expiry 20.12.12)	(142,327)	(0.02)	
	TOTAL FORWARD CURRENCY CONTRACTS	(476,623)	(0.07)	0.23
	Portfolio of investments#	678,451,341	100.04	97.95
	Net other (liabilities)/assets	(303,046)	(0.04)	2.05
	Net assets	678,148,295	100.00	100.00

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

All debt securities are investment grade.

^ Structured product.

* Collective investment scheme.

** Related party holding (see note 10).

*** Delisted security.

Includes derivative liabilities.

Definition:

ADRs – American Depositary Receipts.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) **£387,802,111**

Major purchases	Cost £
Vanguard Grade Bond Index	38,744,249
BlackRock Overseas Corporate Bond Tracker	31,799,177
BlackRock Overseas Government Bond Tracker	27,000,000
TOBAM Anti-Benchmark Emerging Markets	16,774,938
iShares Markit iBoxx® \$ High Yield Capped Bond	15,343,933
TOBAM Anti-Benchmark Pacific Ex-Japan	12,676,777
Goldman Sachs Alternative Beta Trend	11,580,000
Source Physical Gold	8,810,660
db x-trackers DJ Euro STOXX 50	8,061,913
iShares Markit iBoxx® Euro High Yield	6,906,250
Torus Merrill Lynch Factor Index	6,750,000
Royal London Cash Plus	6,500,000
db x-trackers Currency Returns	6,048,748
SPDR Barclays Capital Emerging Markets Local Bond	5,898,749
Caisse d'Amortissement de la Dette Sociale 3.75% 2014	5,584,418
European Bank for Reconstruction & Development 0.875% 2014	5,038,500
Treasury 4.25% 2036	5,006,414
European Investment Bank 6.25% 2014	4,586,400
General Electric Capital Corporation 5.25% 2013	4,406,514
Treasury 1.25% index-linked 2017	4,304,589

In addition to the above, purchases totalling £111,650,000 were made in short term investment funds during the year.

CF 71M AAP BALANCED FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

Total sales for the year (note 14) £236,113,824

Major sales	Proceeds £
Source DJ Euro STOXX 50	22,758,053
iShares Markit iBoxx® £ Corporate Bond	19,951,731
iShares Citigroup Global Government Bond	13,801,436
Goldman Sachs Alternative Beta Trend	11,083,972
iShares Markit iBoxx \$ Corporate Bond	9,537,057
Torruer Merrill Lynch Factor Index	9,386,212
db x-trackers DJ Euro STOXX 50	7,988,642
Amundi ETF MSCI Pacific ex Japan	7,720,149
BlackRock Emerging Markets Equity Tracker	6,639,162
db x-trackers DJ STOXX Global Select Dividend 100	6,215,708
iShares Markit iBoxx® Euro High Yield	6,019,154
SSgA Fixed Income US Corporate Bond Index	5,753,367
Nomura Centa FX Currency GBP Notes 2014	5,529,580
Lyxor ETF Euro Corporate Bond	5,224,404
iShares FTSE/EPRA European Property	5,174,235
db x-trackers MSCI Emerging Markets	5,080,636
DB Platinum IV DBX Systematic Alpha Index	4,825,941
Aquila Capital – Risk Parity 12	4,766,872
UBS – ETF MSCI World	4,472,617
iShares Barclays Capital \$ Treasury Bond 7-10 years	4,466,825

In addition to the above, sales totalling £89,100,00 were made in short term investment funds during the year.

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

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	£	30.11.11 £
Income:					
Net capital gains/(losses)	2		34,305,648		(15,065,352)
Revenue	3	16,657,969		10,733,090	
Expenses	4	(5,749,516)		(4,483,737)	
Finance costs: Interest	6	(3,693)		(1,580)	
Net revenue before taxation		10,904,760		6,247,773	
Taxation	5	(835,590)		(259,526)	
Net revenue after taxation			10,069,170		5,988,247
Total return before distributions			44,374,818		(9,077,105)
Finance costs: Distributions	6		(12,297,410)		(7,720,105)
Change in net assets attributable to shareholders from investment activities			<u>32,077,408</u>		<u>(16,797,210)</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	£	30.11.12 £	£	30.11.11 £
Opening net assets attributable to shareholders			483,496,314		333,302,262
Amounts receivable on issue of shares		185,918,871		186,001,611	
Amounts payable on cancellation of shares		(35,159,146)		(26,360,480)	
			150,759,725		159,641,131
Stamp duty reserve tax	1(g)		(90,744)		(203,718)
Change in net assets attributable to shareholders from investment activities			32,077,408		(16,797,210)
Retained distribution on Accumulation shares			11,905,592		7,553,849
Closing net assets attributable to shareholders			<u>678,148,295</u>		<u>483,496,314</u>

CF 71M AAP BALANCED FUND

Financial Statements (continued)

BALANCE SHEET

AS AT 30 NOVEMBER 2012

	Notes	30.11.12 £	30.11.11 £
ASSETS			
Investment assets		679,641,719	473,957,196
Other assets			
Debtors	7	3,604,573	4,668,499
Cash and bank balances	8	10,579,251	8,478,362
Total other assets		14,183,824	13,146,861
Total assets		693,825,543	487,104,057
LIABILITIES			
Investment liabilities		(1,190,378)	(359,066)
Other liabilities			
Creditors	9	(8,765,010)	(2,830,988)
Bank overdrafts	8	(5,004,070)	-
Distribution payable on Income shares		(717,790)	(417,689)
Total other liabilities		(14,486,870)	(3,248,677)
Total liabilities		(15,677,248)	(3,607,743)
Net assets attributable to shareholders		678,148,295	483,496,314

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	23,831,294	(10,433,730)
Derivative contracts	4,553,097	(916,245)
Forward currency contracts	6,573,058	(4,319,691)
Transaction charges	(25,484)	(32,090)
AMC rebates from underlying investments	(1,732)	25,506
Currency (losses)/gains	(624,585)	610,898
Net capital gains/(losses)	34,305,648	(15,065,352)

3. REVENUE

Non-taxable dividends	7,566,240	5,853,775
Taxable dividends	292,583	141,447
UK property income distributions	26,847	24,880
Unfranked interest	8,470,151	4,529,495
AMC rebates from underlying investments	175,185	17,032
Bank interest	2,658	233
Other interest	175	-
Rebates from ETF's	124,130	166,228
Total revenue	16,657,969	10,733,090

4. EXPENSES

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

ACD's periodic charge	5,517,517	4,291,136
Legal and professional fees	6,500	5,353
Printing costs	6,640	5,691
Registration fees	42,460	20,486
	5,573,117	4,322,666

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

Depositary's fees	81,955	62,824
Safe custody and other bank charges	74,904	84,620
	156,859	147,444

CF 7IM AAP BALANCED FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £		30.11.12 £	30.11.11 £
4. EXPENSES (continued)			5. TAXATION (continued)		
Other expenses:			Effects of:		
Advisory fees	4,328	–	Non-taxable dividends	(1,513,248)	(1,170,755)
Fees paid to auditor – audit	7,800	7,800	RPI movement on UK index-linked gilts	(158,939)	–
– tax services	3,063	3,000	Movement in revenue accruals	967	(1,390)
FSA fee	60	55	AMC rebates taken to capital	(346)	5,101
Legal and professional fees	585	–	Corporation tax charge	509,386	82,511
Postage and distribution costs	1,716	–	Overseas tax	307,243	167,044
Publication costs	1,988	2,772	Adjustments in respect of prior periods	19,911	8,787
	19,540	13,627	Current tax charge (note 5a)	836,540	258,342
Total expenses	<u>5,749,516</u>	<u>4,483,737</u>	c) Deferred tax		
			Provision at the start of the year	1,184	–
5. TAXATION			Deferred tax charge in the year (note 5a)	(950)	1,184
a) Analysis of charge for the year			Provision at the end of the year	234	1,184
Corporation tax at 20%	509,386	82,511			
Double tax relief	(14,576)	(9,462)	6. FINANCE COSTS		
	494,810	73,049	Distributions		
Overseas tax	321,819	176,506	The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
Adjustments in respect of prior periods	19,911	8,787		30.11.12 £	30.11.11 £
Current tax charge (note 5b)	836,540	258,342	Interim	5,791,009	3,604,358
Deferred tax – origination and reversal of timing differences (note 5c)	(950)	1,184	Final	7,389,926	4,704,288
Total taxation	<u>835,590</u>	<u>259,526</u>		13,180,935	8,308,646
b) Factors affecting current tax charge for the year			Add: Revenue deducted on cancellation of shares	181,307	90,092
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.			Deduct: Revenue received on issue of shares	(1,064,832)	(678,633)
	30.11.12 £	30.11.11 £	Net distributions for the year	12,297,410	7,720,105
Net revenue before taxation	10,904,760	6,247,773	Interest	3,693	1,580
Corporation tax at 20%	2,180,952	1,249,555	Total finance costs	<u>12,301,103</u>	<u>7,721,685</u>

Details of the distributions per share are set out in the tables on pages 335 to 337.

CF 7IM AAP BALANCED FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £		30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)			8. CASH AND BANK BALANCES (continued)		
Distributions represented by:			Bank overdrafts:		
Net revenue after taxation	10,069,170	5,988,247	Capital account	(3,465,134)	–
Allocations to Capital:			Margin account	(1,538,936)	–
Expenses, net of tax relief	2,228,317	1,732,094	Total bank overdrafts	<u>(5,004,070)</u>	<u>–</u>
Balance brought forward	328	92	9. CREDITORS		
Balance carried forward	(405)	(328)	Amounts payable for cancellation of shares	926,706	133,068
Net distributions for the year	<u>12,297,410</u>	<u>7,720,105</u>	Purchases awaiting settlement	6,873,042	2,137,223
7. DEBTORS			Accrued expenses:		
Amounts receivable for issue of shares	1,086,750	1,965,955	Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Sales awaiting settlement	–	1,076,232	ACD's periodic charge	497,626	389,704
Accrued revenue:			Legal and professional fees	1,077	5,353
Non-taxable dividends	832,002	604,831	Printing costs	3,181	2,509
Taxable dividends	1,924	1,169	Registration fees	4,683	3,158
UK property income distributions	1,147	4,459		506,567	400,724
Unfranked interest	1,253,824	683,396	Amounts payable to the Depository, associates of the Depository and agents of either of them:		
AMC rebates from underlying investments	101,078	14,835	Depository's fees	7,560	5,697
Bank interest	414	56	Transaction charges	10,542	5,988
Rebates from ETF's	–	12,892	Safe custody and other bank charges	38,521	17,671
	2,190,389	1,321,638	Interest payable	–	47
Prepaid expenses	189	188		56,623	29,403
Taxation recoverable:			Other expenses	18,471	13,824
Income tax	287,054	286,740	Taxation payable:		
Overseas withholding tax	40,191	17,746	Corporation tax	377,769	105,062
	327,245	304,486	Deferred tax	234	1,184
Total debtors	<u>3,604,573</u>	<u>4,668,499</u>	Stamp duty reserve tax	5,598	10,500
8. CASH AND BANK BALANCES				383,601	116,746
Bank balances:			Total creditors	<u>8,765,010</u>	<u>2,830,988</u>
Capital account	1,695,723	5,022,024	10. RELATED PARTY TRANSACTIONS		
Revenue account	5,811,953	3,456,338	Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.		
Margin account	3,071,575	–	11. SHAREHOLDER FUNDS		
Total bank balances	<u>10,579,251</u>	<u>8,478,362</u>	Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.		

CF 7IM AAP BALANCED FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

12. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.11.11 : none).

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	36,830,317	32,200,696
Hong Kong dollars	–	2,243
Japanese yen	12,913	2,194
Singapore dollars	31	–
US dollars	32,557,259	31,920,250
Pounds sterling	219,596,643	114,844,986
	288,997,163	178,970,369
Floating rate liabilities:		
US dollars	(49)	–
Pounds sterling	(5,004,021)	–
	(5,004,070)	–
Fixed rate assets:		
Euros	10,082,454	–
Pounds sterling	69,525,311	25,193,955
	79,607,765	25,193,955
Assets on which interest is not paid:		
Australian dollars	1,232,794	671,302
Canadian dollars	2,156,339	1,804,143
Danish krone	112,351	–
Euros	15,557,193	34,926,970
Hong Kong dollars	767,206	425,967
Japanese yen	24,990,381	15,672,242
New Zealand dollar	144,003	92,821
Norwegian krone	83,132	5,081
Singapore dollars	381,611	85,522
Swedish krona	244,670	554,064
Swiss francs	875,314	989,497
US dollars	128,061,827	73,407,861
Pounds sterling	275,082,234	238,908,101
	449,689,055	367,543,571

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

	30.11.12 £	30.11.11 £
ii. Interest rate risk (continued)		
Liabilities on which interest is not paid:		
Australian dollars	(12,621,606)	–
Canadian dollars	(24,580)	(58,695)
Euros	(21,915,667)	(52,249,888)
Japanese yen	(19,676,003)	(12,703,541)
Swedish krona	–	(42,687)
Swiss francs	(32,417)	(45,108)
US dollars	(72,186,995)	(21,625,136)
Pounds sterling	(8,684,350)	(1,486,526)
	(135,141,618)	(88,211,581)
Net assets	678,148,295	483,496,314

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and index-linked securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI), or its international equivalents and collective investment schemes that pay UK interest distributions.

Fixed Rate Financial Assets				
Currency	Weighted average interest rate		Weighted average period for which rate is fixed	
	30.11.12	30.11.11	30.11.12	30.11.11
Euros	4.42%	–	2 years	–
Pounds sterling	3.50%	4.00%	7 years	14 years

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

CF 7IM AAP BALANCED FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	1,232,794	(12,621,606)	(11,388,812)	671,302
Canadian dollars	2,131,759	-	2,131,759	1,745,448
Danish krone	112,351	-	112,351	-
Euros	62,469,964	(21,915,667)	40,554,297	14,877,778
Hong Kong dollars	767,206	-	767,206	428,210
Japanese yen	25,003,294	(19,676,003)	5,327,291	2,970,895
New Zealand dollar	144,003	-	144,003	92,821
Norwegian krone	83,132	-	83,132	5,081
Singapore dollars	381,642	-	381,642	85,522
Swedish krona	244,670	-	244,670	511,377
Swiss francs	842,897	-	842,897	944,389
US dollars	159,877,584	(71,445,542)	88,432,042	83,702,975
	253,291,296	(125,658,818)	127,632,478	106,035,798
Pounds sterling	425,333,622	125,182,195	550,515,817	377,460,516
Net assets	678,624,918	(476,623)	678,148,295	483,496,314

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 323 includes transaction costs of £26,013 and the sales figure disclosed on page 324 is net of transaction costs of £24,273.

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.0028	-	1.0028	0.8988
Group 2	0.3267	0.6761	1.0028	0.8988

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.0657	-	1.0657	0.9127
Group 2	0.4345	0.6312	1.0657	0.9127

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	1.1323	-	1.1323	1.0049
Group 2	0.5940	0.5383	1.1323	1.0049

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.2009	-	1.2009	1.0529
Group 2	0.5555	0.6454	1.2009	1.0529

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9110	-	0.9110	0.7846
Group 2	0.4710	0.4400	0.9110	0.7846

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.9653	-	0.9653	0.8211
Group 2	0.5008	0.4645	0.9653	0.8211

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.8983	-	0.8983	0.7675
Group 2	0.2943	0.6040	0.8983	0.7675

CF 7IM AAP BALANCED FUND

Financial Statements (continued)

Distribution Tables (continued)

Interim (continued)

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.9515	–	0.9515	0.8025
Group 2	0.4026	0.5489	0.9515	0.8025

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.1459	–	1.1459	0.9625
Group 2	0.6794	0.4665	1.1459	0.9625

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.2278	–	1.2278	1.0116
Group 2	0.5805	0.6473	1.2278	1.0116

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.2669	–	1.2669	1.0785
Group 2	0.6634	0.6035	1.2669	1.0785

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.3676	–	1.3676	1.1398
Group 2	0.6357	0.7319	1.3676	1.1398

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.0478	–	1.0478	0.9137
Group 2	0.5720	0.4758	1.0478	0.9137

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.1184	–	1.1184	0.9558
Group 2	0.5493	0.5691	1.1184	0.9558

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.0349	–	1.0349	0.9156
Group 2	0.7193	0.3156	1.0349	0.9156

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.1027	–	1.1027	0.9464
Group 2	0.7302	0.3725	1.1027	0.9464

EQUALISATION

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

CF 7IM AAP MODERATELY ADVENTUROUS FUND
ACD'S REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following changes were made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Mixed Investment 40-85% Share Sector; and
- A fundamental change to the scheme was approved at an Extraordinary General Meeting of shareholders held on 24 October 2012. The change, is to allow sub-advisory fees to be taken directly out of the scheme property of the Fund.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM AAP (Asset Allocated Passives) Moderately Adventurous Fund ('the Fund') aims, by applying active asset allocation techniques to predominantly passive strategies, to provide a total return primarily by way of growth in capital. There is a risk of fluctuations in capital values.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities. Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

The Fund invests predominantly in equities or instruments that track the returns of equity indices. While assets with scope for capital growth in real terms are likely to represent a significant part of the portfolio, the portfolio may also include other assets held primarily for income generation. The Fund may use different asset classes, with a substantial proportion in equities or instruments that track the returns of equity indices.

Investment may also be made in exchange traded funds, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that is permitted in the stated investment and borrowing powers of the company. The Fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

The IMA Mixed Investment 40-85% Shares Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM AAP Moderately Adventurous Fund
26 March 2013

CF 71M AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period 1 December 2011 to 30 November 2012 the portfolio delivered a total return of 9.3%¹. Over the same period the peer group average return for the IMA Mixed Investment 40-85% Shares Sector which is the Fund benchmark was 11.0%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about the extension of the Bush tax cuts, the so called 'fiscal cliff' but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites leading to considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the Index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that a new prime minister and the appointment of a new Bank of Japan president early next year would make reforms that would lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier government bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stocks Index produced relatively modest returns, up only 1.3%.

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund value rose from £203.9 million at 1 December 2011⁴ to £273.5 million at 30 November 2012⁵.

¹ Calculated using CF 71M Moderately Adventurous 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from 25% of the FTSE Actuaries Govt Securities UK Gilts All Stocks Index and 75% of the FTSE All-Share Index to IMA Mixed Investment 40-85% Shares Sector. This change may have resulted in variations from previously published figures.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

At the beginning of the year, when we were fairly cautiously positioned, the Fund was invested 60% to equities, 16% bonds, 16% alternatives and 8% cash. Over the year we reduced exposure to alternatives buying more bonds, generally adding credit risk and shortening duration. Equities now make up 53% of the Fund, with 24% to bonds, 11% to alternatives and 12% cash.

As the Fund has grown in size it has been possible to use baskets of shares rather than more expensive ETFs or tracker funds to gain exposure to a number of equity and other markets. This year we introduced a global value equity basket, which contains shares in companies which have a value bias. This replaced the holding of Global Select Dividend equity ETF which we had been using to access the global thematic strategy before.

We have had an exposure to Asia Pacific and Emerging Markets for a little while through a number of ETFs, but had been looking for another way to diversify risk in these areas which we found with the TOBAM funds. TOBAM's Anti-Benchmark products provide diversified core equity exposure through a quantitative strategy that avoids the concentration of risk that is found in Market Cap-Weighted benchmarks. The managers argue that Anti-Benchmark strategies can provide better returns than market cap-weighted benchmarks and with typically lower risk.

Our fund advisors Ibbotson introduced frontier markets equity as a new core asset class. It has a fairly low correlation with the other asset classes and therefore diversifies risk further in the portfolio. In the same way that we had introduced equity baskets elsewhere, we bought a basket of frontier markets equities to access the asset class return.

As the eurozone crisis intensified in the first few months of this year we felt it would be prudent to reduce some of the exposure to European financials and sold the holding of Lyxor ETF STOXX Europe 600 Banks. We felt this holding could be vulnerable if the crisis led to a run on banks, the most vulnerable of which were likely to be some of the European banks in this index.

Among alternatives, we sold the holding in the iShares FTSE/EPRA European Property real estate ETF on the view that if European economies were struggling as a result of the eurozone crisis, it was unlikely that property markets would prosper. We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt there could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September put warrants on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We bought an exposure to European dividends, selling the existing European funds. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. This is also a cheap way to access European returns. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

We saw attractive prospects in Emerging Europe where the growth rate was 4.8% in 2011; more than Latin America. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. We bought holdings in the iShares MSCI Russia Capped Swap fund and the Lyxor ETF Eastern Europe fund.

We rebalanced both the gilt and index linked baskets, which originally reflected the duration of the FT-A gilts and index-linked gilts indices, and shortened the duration on each thus reducing risk a little.

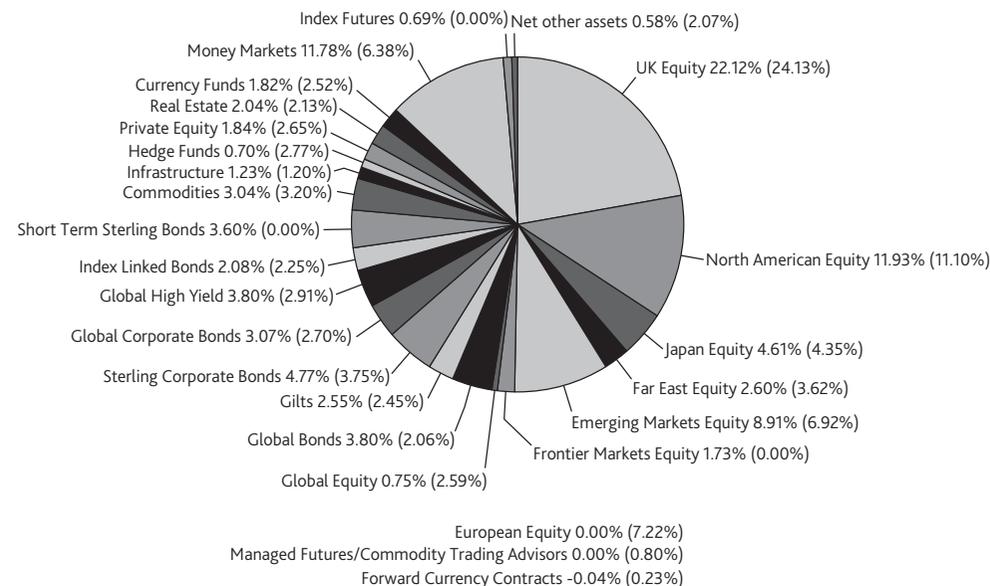
We part sold the iShares Citigroup Global Government bond ETF to buy the BlackRock Overseas Government Bond Tracker fund which is a cheaper way of accessing the return on the index. Ibbotson Associates, our asset allocation advisor, recommended diversifying the fixed interest allocations further by switching some of the UK gilt allocation into short term sterling bonds. An allocation has been built up investing in a number of high quality supranational and high quality corporate issuers. This has increased yield by approx 0.7% with half a year shorter duration.

At the end of the period we took a tactical position in short dated Italian and Spanish government bonds on the view that their yields would come back a little further as the European financial crisis resolved itself. Of course there are risks in this trade, not least of sovereign default, but we judged that, while there was likely to be some degree of volatility, the support from the European Central Bank through the OMT programme would ultimately lead to peripheral Europe government bond yields moving closer to those of Germany.

We further reduced exposure to alternatives following disappointing performance, selling the holdings of hedge funds and commodity trading advisors and reducing exposure to commodities, other than gold.

Throughout the year we have part hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which since sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations at 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

20 December 2012

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	102.89	75.18	–
2009	99.52	73.11	0.3898
2010	108.36	93.63	0.8792
2011	111.02	93.20	1.1270
2012*	107.10	98.45	1.3954
2013**	–	–	0.8746

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	103.02	75.48	–
2009	101.46	73.83	0.9651
2010	112.24	96.24	1.3728
2011	115.78	97.35	1.6981
2012*	113.06	103.90	1.9976
2013**	–	–	1.2046

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	102.95	75.27	–
2009	100.60	73.50	0.6637
2010	110.73	95.17	0.8867
2011	113.92	95.67	1.1478
2012*	110.70	101.78	1.4336
2013**	–	–	0.9103

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	101.14	75.09	–
2009	99.26	73.05	0.1591
2010	108.13	93.46	0.5464
2011	110.70	92.87	0.7054
2012*	106.73	98.04	0.9374
2013**	–	–	0.6495

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	103.07	75.55	–
2009	100.39	73.66	0.4628
2010	109.18	94.40	1.3545
2011	112.02	94.04	1.6596
2012*	108.01	99.15	1.9182
2013**	–	–	1.1419

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	101.22	75.15	–
2009	99.98	73.28	0.4349
2010	109.61	94.39	0.5491
2011	112.53	94.41	0.7138
2012*	109.05	100.18	0.9973
2013**	–	–	0.6831

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)
Fund Information (continued)

PERFORMANCE RECORD (continued)

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	83.92	77.77	-
2009	99.25	72.97	-
2010	108.15	93.40	0.2830
2011	110.73	92.88	0.6035
2012*	106.78	98.08	0.8469
2013**	-	-	0.6151

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	84.17	77.93	-
2009	99.80	73.20	0.1226
2010	109.31	94.18	0.5799
2011	112.14	94.06	0.6085
2012*	108.61	99.76	0.8662
2013**	-	-	0.6261

From 27 March 2008.

From 2 June 2008.

From 1 December 2008.

* To 30 November 2012.

** Distribution payable on 31 January 2013.

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	1,374,071	1,342,364	102.36
	'A' Accumulation	26,871,160	25,674,668	104.66
	'C' Income	8,030,945	7,785,381	103.15
	'C' Accumulation	42,842,317	40,399,142	106.05
	'D' Income	1,893,347	1,852,390	102.21
	'D' Accumulation	48,488,055	46,785,896	103.64
	'O' Income	1,524,387	1,492,150	102.16
	'O' Accumulation	1,832,726	1,771,691	103.45
30.11.11	'A' Income	4,625,965	4,679,431	98.86
	'A' Accumulation	36,544,374	35,760,203	102.19
	'C' Income	10,381,914	10,427,882	99.56
	'C' Accumulation	76,434,993	73,441,120	104.08
	'D' Income	2,857,914	2,897,044	98.65
	'D' Accumulation	60,276,139	59,807,699	100.78
	'O' Income	1,609,418	1,630,426	98.71
	'O' Accumulation	11,010,888	10,966,223	100.41
30.11.12	'A' Income	5,790,684	5,507,703	105.14
	'A' Accumulation	47,626,656	43,160,036	110.35
	'C' Income	14,823,593	14,000,487	105.88
	'C' Accumulation	121,318,181	107,411,739	112.95
	'D' Income	2,952,501	2,814,117	104.92
	'D' Accumulation	66,777,335	61,608,897	108.39
	'O' Income	1,628,686	1,551,360	104.98
	'O' Accumulation	12,311,443	11,412,246	107.88

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)
Fund Information (continued)

ONGOING CHARGES FIGURE

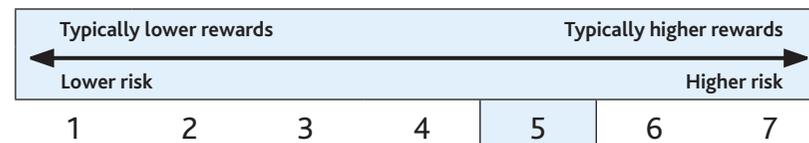
Expense Type	30.11.12			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.07	0.07	0.07	0.07
	<u>1.07</u>	<u>0.57</u>	<u>1.47</u>	<u>1.57</u>
Collective investment scheme costs	0.15	0.15	0.15	0.15
Ongoing charges figure	1.22	0.72	1.62	1.72

Expense Type	30.11.11			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.08	0.08	0.08	0.08
	<u>1.08</u>	<u>0.58</u>	<u>1.48</u>	<u>1.58</u>
Collective investment scheme costs	0.14	0.14	0.14	0.14
Ongoing charges figure	1.22	0.72	1.62	1.72

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 5 because its volatility has been measured as above average.

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

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

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	Since launch*
CF 7IM AAP Moderately Adventurous Fund	9.30	13.81	10.46
IMA Mixed Investment 40-85% Shares Sector#	11.05	19.33	20.80

* Launch date 27 March 2008.

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 395 to 397.

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EQUITIES				
UK EQUITY				
193,102	3i Group	408,411	0.15	
40,588	Aberdeen Asset Management	137,147	0.05	
3,993	Aberforth Smaller Companies	26,753	0.01	
6,734	Admiral Group	75,286	0.03	
12,864	Advance Developing Markets	53,900	0.02	
25,046	Aegis Group	58,858	0.02	
36,431	Afren	49,692	0.02	
1,093	African Barrick Gold	4,514	-	
7,778	Aggreko	173,605	0.06	
26,845	Alliance Trust (The)	100,615	0.04	
38,272	Alternative Investment Strategies	43,439	0.02	
11,209	AMEC	116,910	0.04	
17,044	Amlin	65,858	0.02	
46,855	Anglo American	811,763	0.30	
938	Anglo-Eastern Plantations	6,378	-	
11,464	Antofagasta	147,542	0.05	
24,269	Aquarius Platinum	10,800	-	
43,155	ARM Holdings	333,804	0.12	
14,942	Ashmore Group	53,821	0.02	
16,630	Ashtead Group	63,726	0.02	
10,281	Associated British Foods	151,748	0.06	
113,987	Assura Group	38,471	0.01	
43,798	AstraZeneca	1,299,049	0.48	
573	Aveva	11,695	-	
93,635	Aviva	328,191	0.12	
12,387	AZ Electronic Materials	45,497	0.02	
8,996	Babcock International Group	89,645	0.03	
118,373	BAE Systems	387,435	0.14	
26,897	Balfour Beatty	69,314	0.03	
435,863	Barclays	1,072,005	0.39	
6,648	Barr (A.G)	31,578	0.01	
33,380	Barratt Developments	65,091	0.02	
26,483	Beazley	46,637	0.02	
3,869	Bellway	38,535	0.01	
9,795	Berendsen	56,811	0.02	
4,066	Berkeley Group Holdings	66,682	0.02	
2,892	Betfair Group	21,256	0.01	
119,258	BG Group	1,275,464	0.47	
3,994	BH Global £	44,813	0.02	
2,733	BH Macro \$	31,548	0.01	
5,347	BH Macro £	103,464	0.04	
75,661	BHP Billiton \$	1,484,469	0.54	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
UK EQUITY (continued)				
11,840	Bilfinger	12,817	-	
25,598	BlueCrest AllBlue	42,621	0.02	
7,383	Bodycote	30,418	0.01	
40,438	Booker Group	40,054	0.01	
9,482	Bovis Homes Group	52,435	0.02	
665,761	BP	2,873,092	1.05	
2,745	Brammer	7,933	-	
65,615	British American Tobacco	2,148,235	0.79	
9,277	British Empire Securities and General	43,342	0.02	
28,829	British Land Company	158,560	0.06	
32,442	British Sky Broadcasting Group	246,235	0.09	
9,789	Britvic	38,647	0.01	
3,306	Brown (N) Group	11,835	-	
253,382	BT Group	591,394	0.22	
13,606	BTG	48,573	0.02	
1,964	Bumi	5,264	-	
12,918	Bunzl	132,926	0.05	
13,245	Burberry Group	170,331	0.06	
19,978	Bwin.Party Digital Entertainment	21,776	0.01	
61,586	Cable & Wireless Communications	21,370	0.01	
14,638	Cairn Energy	39,332	0.01	
2,607	Candover	8,812	-	
3,699	Cape	7,000	-	
20,540	Capita Group (The)**	156,618	0.06	
19,823	Capital & Counties Properties	47,397	0.02	
19,016	Capital Shopping Centres Group	65,700	0.02	
21,083	Carillion	61,373	0.02	
6,343	Carnival	159,844	0.06	
3,494	Carpetright	24,283	0.01	
7,110	Catlin Group	34,327	0.01	
27,437	Centamin	16,106	0.01	
189,185	Centrica	615,986	0.23	
9,107	Chemring Group	22,385	0.01	
4,177	Close Brothers Group	36,048	0.01	
37,741	Cobham	80,011	0.03	
64,722	Compass Group	466,646	0.17	
3,174	Consort Medical	24,075	0.01	
7,304	Cookson Group	44,774	0.02	
5,768	Costain Group	13,396	-	
2,536	Cranswick	20,275	0.01	
23,691	CRH	270,314	0.10	
3,759	Croda International	89,502	0.03	
7,613	CSR	25,488	0.01	

CF 71M AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
8,387	Dairy Crest Group	31,133	0.01	
3,204	De La Rue	30,839	0.01	
36,147	Debenhams	42,617	0.02	
2,820	Dechra Pharmaceuticals	16,455	0.01	
2,725	Derwent London	56,244	0.02	
14,960	Development Securities	22,964	0.01	
4,641	Devro	14,206	0.01	
30,098	Dexion Absolute	41,565	0.02	
85,590	Diageo	1,589,406	0.58	
151,004	Dixons Retail	41,466	0.02	
3,880	Domino Printing Sciences	22,834	0.01	
6,715	Drax Group	36,261	0.01	
33,401	DS Smith	72,180	0.03	
3,961	Dunelm Group	24,380	0.01	
3,961	Dunelm Group 'C'	1,287	-	
12,553	E2V Technologies	14,059	0.01	
10,094	easyJet	72,071	0.03	
9,457	Edinburgh Investment Trust (The)	48,042	0.02	
15,111	Electric and General	-	-	
29,994	Electrocomponents	63,137	0.02	
14,616	Elementis	32,404	0.01	
34,629	EnQuest	39,477	0.01	
16,599	Enterprise Inns	14,234	0.01	
12,284	Essar Energy	14,630	0.01	
12,448	Eurasian Natural Resources Corporation	33,622	0.01	
12,638	Evrax	29,535	0.01	
11,433	Exillon Energy	17,521	0.01	
35,486	Experian	367,990	0.13	
7,281	Fenner	28,105	0.01	
7,706	Fiberweb	5,144	-	
11,479	Fidelity China Special Situations	8,787	-	
1,288	Fidessa Group	18,161	0.01	
6,648	Filtrona	38,891	0.01	
18,137	FirstGroup	33,844	0.01	
17,223	Foreign & Colonial Investment Trust	54,115	0.02	
103,640	Fortune Oil	9,089	-	
5,161	Fresnillo	102,343	0.04	
35,892	G4S	88,653	0.03	
2,854	Galliford Try	20,806	0.01	
2,465	Genus	33,771	0.01	
83,496	GKN	185,361	0.07	
180,622	GlaxoSmithKline	2,410,401	0.88	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
123,761	Glencore International	427,470	0.16	
11,478	Graphite Enterprise	48,322	0.02	
14,942	Great Portland Estates	70,287	0.03	
8,285	Greene King	50,704	0.02	
13,138	Greggs	63,168	0.02	
10,217	Halfords Group	34,789	0.01	
15,613	Halma	68,135	0.02	
22,335	Hammerson	105,198	0.04	
22,421	Hampson Industries***	-	-	
69,432	Hanstee Holdings	53,810	0.02	
4,458	Hargeaves Lansdown	33,725	0.01	
37,712	Hays	29,321	0.01	
1,109	HCM City Infrastructure	3,272	-	
33,994	Henderson Group	40,691	0.01	
1,199	HgCapital	11,990	-	
4,703	Hikma Pharmaceuticals	35,367	0.01	
14,295	Hiscox	68,730	0.03	
2,436	Hochschild Mining	11,362	-	
26,457	Home Retail Group	29,552	0.01	
13,917	HomeServe	33,331	0.01	
29,018	Howden Joinery Group	48,692	0.02	
662,886	HSBC Holdings	4,226,561	1.55	
5,986	Hunting	48,696	0.02	
2,650	Hyder Consulting	11,395	-	
26,789	ICAP	78,090	0.03	
13,511	IG Group	57,192	0.02	
7,802	Imagination Technologies Group	31,707	0.01	
12,272	IMI	129,101	0.05	
33,727	Imperial Tobacco Group	842,163	0.31	
15,253	Inchcape	65,161	0.02	
28,331	Informa	119,104	0.04	
10,123	Inmarsat	59,473	0.02	
10,317	InterContinental Hotels Group	171,984	0.06	
87,131	Intermediate Capital Group	253,813	0.09	
59,002	International Consolidated Airlines	99,536	0.04	
28,511	International Ferro Metals	3,065	-	
10,046	International Personal Finance	34,538	0.01	
30,014	International Public Partnerships	37,578	0.01	
4,754	Intertek Group	146,899	0.05	
29,056	Invensys	91,526	0.03	
7,832	Investec	29,895	0.01	
42,454	Invista European Real Estate	3,863	-	
9,975	Invista Foundation Property	3,815	-	

CF 71M AAP MODERATELY ADVENTUROUS FUND
ACD's Report (continued)
Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY <i>(continued)</i>			
7,709	IP Group	8,572	–	
10,025	ITE Group	19,469	0.01	
108,818	ITV	107,458	0.04	
5,791	Jardine Lloyd Thompson Group	44,475	0.02	
11,042	John Wood Group	85,796	0.03	
7,285	Johnson Matthey	174,767	0.06	
77,975	Johnston Press	10,332	–	
13,375	Jupiter Fund Management	36,969	0.01	
8,178	Kazakhmys	58,309	0.02	
27,745	Kcom Group	18,783	0.01	
49,048	Kenmare Resources	15,838	0.01	
25,525	Kesa Electricals	12,124	–	
77,776	Kingfisher	216,217	0.08	
40,958	Ladbrokes	79,786	0.03	
7,807	Laird	17,347	0.01	
13,417	Lamprell	11,773	–	
3,344	Lancashire Holdings	26,585	0.01	
28,765	Land Securities Group	232,277	0.09	
15,136	Lavendon Group	19,828	0.01	
201,834	Legal & General Group	293,870	0.11	
1,357,305	Lloyds Banking Group	631,079	0.23	
46,936	London & Stamford Property	50,268	0.02	
7,064	London Stock Exchange Group	68,980	0.03	
4,166	Lonmin	10,748	–	
72,469	Man Group	55,656	0.02	
25,170	Management Consulting Group	5,726	–	
55,379	Marks & Spencer Group	216,310	0.08	
27,755	Marshalls	27,755	0.01	
10,906	Mears Group	35,335	0.01	
9,092	Mecom Group	6,183	–	
24,408	Meggitt	95,045	0.03	
48,645	Melrose Industries	103,565	0.04	
13,939	Mercantile	147,056	0.05	
12,544	Michael Page International	44,694	0.02	
7,380	Micro Focus International	42,287	0.02	
15,890	Mitchells & Butlers	49,132	0.02	
13,309	Mitie Group	35,695	0.01	
17,561	Mondi	112,566	0.04	
9,941	Morgan Crucible	24,196	0.01	
84,218	Morrison (Wm.) Supermarkets	226,378	0.08	
149,841	National Grid	1,055,630	0.39	
1,606	New World Resources	4,246	–	
5,091	Next	186,382	0.07	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY <i>(continued)</i>			
735	North Atlantic Smaller Companies Investment Trust	8,894	–	
7,804	Ocado Group	5,732	–	
160,559	Old Mutual	274,877	0.10	
9,160	Ophir Energy	45,617	0.02	
7,633	Optos	13,148	–	
2,113	Oxford Instruments	28,673	0.01	
9,149	Pace	16,697	0.01	
14,859	Paragon Group Companies	35,691	0.01	
4,112	PayPoint	34,376	0.01	
32,380	Pearson	381,436	0.14	
66,870	Pendragon	9,362	–	
11,402	Pennon Group	70,521	0.03	
8,843	Persimmon	70,832	0.03	
9,563	Petra Diamonds	10,146	–	
100,144	Petroceltic International	7,361	–	
9,307	Petrofac	151,146	0.06	
6,825	Petropavlovsk	23,335	0.01	
6,298	Phoenix Group Holdings	31,521	0.01	
4,514	Polymetal International	47,894	0.02	
15,123	Premier Farnell	26,480	0.01	
5,997	Premier Foods	5,742	–	
17,356	Premier Oil	58,368	0.02	
7,108	Provident Financial	91,409	0.03	
82,618	Prudential	747,693	0.27	
23,290	Punch Taverns	1,584	–	
10,730	PZ Cussons	38,456	0.01	
24,261	QinetiQ Group	47,940	0.02	
21,977	Quintain Estates and Development	11,538	–	
1,507	R.E.A. Holdings	6,058	–	
3,155	Randgold Resources	209,965	0.08	
24,326	Reckitt Benckiser Group	954,552	0.35	
61,346	Reed Elsevier	393,841	0.14	
22,808	Regus	22,318	0.01	
1,056	Renishaw	19,114	0.01	
62,123	Rentokil Initial	55,911	0.02	
49,758	Resolution	118,225	0.04	
48,570	Rexam	212,591	0.08	
3,237	Rightmove	48,490	0.02	
44,147	Rio Tinto	1,365,687	0.50	
3,099	RIT Capital Partners	36,072	0.01	
64,075	Rolls-Royce Holdings	569,947	0.21	
3,324	Rotork	82,136	0.03	

CF 71M AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
63,493	Royal Bank of Scoland Group	187,368	0.07	
129,901	Royal Dutch Shell 'A'	2,713,632	0.99	
90,939	Royal Dutch Shell 'B'	1,959,281	0.72	
129,210	RSA Insurance Group	151,693	0.06	
31,201	SABMiller	882,052	0.32	
68,644	Sage Group (The)	213,895	0.08	
46,649	Sainsbury (J)	159,260	0.06	
12,135	Salamander Energy	21,892	0.01	
5,382	Savills	23,923	0.01	
11,319	Schroder Oriental Income	20,035	0.01	
5,883	Schroders	93,716	0.03	
1,905	Schroders non-voting	24,765	0.01	
10,310	Scottish Mortgage	75,263	0.03	
16,062	Scottish Oriental Smaller Companies (The)	114,201	0.04	
16,704	Segro	39,472	0.01	
12,598	Senior	24,906	0.01	
11,143	Serco Group	60,896	0.02	
7,056	Severn Trent	113,954	0.04	
4,684	Shaftesbury	25,926	0.01	
18,127	Shire	327,374	0.12	
13,317	SIG	15,008	0.01	
31,676	Smith & Nephew	208,270	0.08	
12,814	Smiths Group	140,185	0.05	
9,735	SOCO International	35,348	0.01	
4,296	Spectris	82,612	0.03	
91,416	Speedy Hire	31,996	0.01	
4,168	Spirax-Sarco Engineering	90,904	0.03	
39,202	Spirit Pub Company	24,011	0.01	
6,028	Sports Direct International	22,955	0.01	
46,767	SSE	666,430	0.24	
9,940	St. Ives	10,238	-	
14,178	St. James's Place	56,428	0.02	
19,861	Stagecoach Group	58,073	0.02	
64,642	Standard Chartered	940,218	0.34	
81,404	Standard Life	260,411	0.10	
10,508	Sthree	32,995	0.01	
7,798	T. Clarke	3,353	-	
22,003	TalkTalk Telecom Group	48,230	0.02	
5,486	Talvivaara Mining Company	5,236	-	
9,447	Tarsus Group	17,005	0.01	
12,138	Tate & Lyle	93,584	0.03	
121,782	Taylor Wimpey	74,287	0.03	
5,296	Telety Group	45,334	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
4,783	Templeton Emerging Markets	26,665	0.01	
291,508	Tesco	947,692	0.35	
37,286	Thomas Cook Group	9,601	-	
23,970	Topps Tiles	11,506	-	
13,591	Travis Perkins	151,404	0.06	
18,202	Trinity Mirror	14,926	0.01	
10,998	TUI Travel	29,837	0.01	
1,904	Tullett Prebon	4,312	0.01	
28,962	Tullow Oil	398,517	0.15	
9,478	UBM	69,711	0.03	
22,779	UK Coal	1,139	-	
45,294	Unilever	1,088,415	0.40	
26,752	United Utilities Group	182,315	0.07	
17,047	Vectura Group	14,490	0.01	
4,134	Vedanta Resources	44,275	0.02	
962	Victrex	14,776	0.01	
1,725,368	Vodafone Group	2,779,568	1.02	
7,482	Weir Group (The)	141,410	0.05	
6,463	WH Smith	42,009	0.02	
4,361	Whitbread	104,620	0.04	
29,061	William Hill	97,994	0.04	
22,148	Witan	109,079	0.04	
8,480	Wolseley	245,411	0.09	
41,724	WPP	357,157	0.13	
1,967	WS Atkins	15,008	0.01	
15,029	Xchanging	17,584	0.01	
1,258	XP Power	12,096	0.01	
17,426	Yule Catto & Company	31,192	0.01	
	TOTAL UK EQUITY	60,447,058	22.12	24.13
	NORTH AMERICAN EQUITY			
2,387	3M Company	135,477	0.05	
6,098	Abbott Laboratories	247,323	0.09	
300	Abercrombie & Fitch Company	8,605	-	
3,087	Accenture	130,846	0.05	
2,009	ACE	99,282	0.04	
1,466	Adobe Systems	31,659	0.01	
1,619	ADT Corporation (The)	46,298	0.02	
3,135	Advanced Micro Devices	4,264	-	
2,677	AES Corporation (The)	17,789	0.01	
483	Aetna	13,017	-	
1,681	Aflac	55,560	0.02	
1,521	Agilent Technologies	36,340	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
1,112	Air Products & Chemicals	57,569	0.02	
619	Airgas	34,194	0.01	
716	Akamai Technologies	16,356	0.01	
20,943	Alcoa	109,770	0.04	
1,278	Alexion Pharmaceuticals	76,514	0.03	
804	Allegheny Technologies	13,124	-	
642	Allergan	37,159	0.01	
2,960	Allstate Corporation (The)	74,746	0.03	
1,020	Altera Corporation	20,602	0.01	
10,619	Altria Group	224,023	0.08	
1,598	Amazon.com	251,190	0.09	
2,988	American Electric Power	79,480	0.03	
3,675	American Express Company	128,184	0.05	
5,368	American International Group	110,968	0.04	
1,820	American Tower Corporation	85,081	0.03	
1,770	AmerisourceBergen Corporation	46,596	0.02	
2,602	Amgen	144,173	0.05	
2,027	Anadarko Petroleum Corporation	92,595	0.03	
620	Analog Devices	15,699	0.01	
841	Aon	29,801	0.01	
2,140	Apache Corporation	102,858	0.04	
499	Apollo Group	5,972	-	
3,671	Apple	1,339,952	0.49	
2,479	Archer-Daniels-Midland Company	41,285	0.02	
26,337	AT&T	561,204	0.21	
2,891	Automatic Data Processing	102,299	0.04	
103	AutoZone	24,646	0.01	
611	AvalonBay Communities	50,305	0.02	
3,057	Avon Products	26,590	0.01	
1,987	Baker Hughes	53,523	0.02	
50,062	Bank of America Corporation	307,686	0.11	
1,806	Baxter International	74,690	0.03	
2,776	BB&T Corporation	48,777	0.02	
1,035	Becton, Dickinson and Company	49,514	0.02	
908	Bed Bath & Beyond	33,263	0.01	
7,851	Berkshire Hathaway	431,142	0.16	
1,066	Best Buy Company	8,713	-	
890	Biogen Idec	82,795	0.03	
658	BlackRock	80,813	0.03	
1,066	BMC Software	27,225	0.01	
3,202	BNY Mellon Corporation (The)	47,831	0.02	
1,874	Boeing Company (The)	86,834	0.03	
1,760	Boston Properties	112,707	0.04	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
7,288	Bristol-Myers Squibb Company	148,339	0.05	
1,455	Broadcom Corporation	29,397	0.01	
1,045	Brown-Forman Corporation	45,669	0.02	
5,293	CA	73,187	0.03	
1,523	Cablevision Systems Corporation	13,143	-	
602	Cabot Oil & Gas Corporation	17,681	0.01	
971	Cameron International Corporation	32,663	0.01	
664	Campbell Soup Company	15,222	0.01	
3,037	Capital One Financial Corporation	109,114	0.04	
492	Cardinal Health	12,418	-	
1,263	CarMax	28,568	0.01	
728	Carnival Corporation	17,557	0.01	
2,860	Caterpillar	152,133	0.06	
1,008	CBRE Group	11,906	-	
4,184	CBS Corporation	93,959	0.03	
1,434	Celgene Corporation	70,329	0.03	
2,055	CenturyLink	49,777	0.02	
488	Cerner Corporation	23,507	0.01	
208	CF Industries Holdings	27,762	0.01	
3,091	Charles Schwab Corporation (The)	25,266	0.01	
2,380	Chesapeake Energy Corporation	25,290	0.01	
9,057	Chevron Corporation	596,890	0.22	
96	Chipotle Mexican Grill	15,771	0.01	
2,129	Cigna Corporation	69,450	0.03	
2,904	Cincinnati Financial Corporation	73,423	0.03	
19,646	Cisco Systems	231,686	0.08	
13,571	Citigroup	292,566	0.11	
543	Citrix Systems	20,715	0.01	
1,977	CME Group	68,168	0.02	
836	Coach	30,161	0.01	
17,952	Coca-Cola Company (The)	424,425	0.16	
1,442	Cognizant Technology Solutions Corporation	60,500	0.02	
291	Colfax Corporation	7,076	-	
1,435	Colgate-Palmolive Company	97,168	0.04	
9,985	Comcast Corporation	231,519	0.08	
1,596	Computer Sciences Corporation	37,843	0.01	
5,109	ConocoPhillips	181,453	0.07	
1,714	CONSOL Energy	33,507	0.01	
4,949	Consolidated Edison	172,188	0.06	
40	Constellation Brands	896	-	
7,490	Corning	57,157	0.02	
1,520	Costco Wholesale Corporation	98,666	0.04	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
2,042	Coventry Health Care	55,629	0.02	
1,350	Covidien	48,941	0.02	
596	Crown Castle International Corporation	25,106	0.01	
8,116	CSX Corporation	100,067	0.04	
963	Cummins	59,007	0.02	
3,758	CVS Caremark Corporation	109,107	0.04	
3,058	Danaher Corporation	102,980	0.04	
918	Dean Foods Company	9,824	-	
2,131	Deere & Company	111,786	0.04	
3,596	Dell	21,630	0.01	
2,139	Denbury Resources	20,567	0.01	
2,634	DENTSPLY International	65,232	0.02	
1,210	Devon Energy Corporation	39,003	0.01	
511	DeVry	8,309	-	
3,579	DIRECTV	110,989	0.04	
2,468	Discover Financial Services	64,093	0.02	
1,518	Discovery Communications	57,182	0.02	
932	Dollar Tree	24,273	0.01	
4,147	Dominion Resources	131,968	0.05	
1,541	Dover Corporation	61,183	0.02	
6,507	Dow Chemical Company (The)	122,536	0.04	
426	Dr Pepper Snapple Group	11,914	-	
7,705	Duke Energy Corporation	306,731	0.11	
3,039	E.I. du Pont de Nemours and Company	81,804	0.03	
4,394	eBay	144,818	0.05	
762	Ecolab	34,272	0.01	
493	Edison International	13,981	0.01	
311	Edwards Lifesciences Corporation	16,834	0.01	
1,053	Electronic Arts	9,724	-	
3,285	Eli Lilly and Company	100,499	0.04	
7,337	EMC Corporation	113,628	0.04	
2,006	Emerson Electric Company	62,872	0.02	
225	Engility Holdings	2,579	-	
1,018	Ensco	36,797	0.01	
1,640	Energy Corporation	65,001	0.02	
910	EOG Resources	66,780	0.02	
550	EQT Corporation	20,605	0.01	
770	Equifax	24,604	0.01	
528	Equity Residential	18,285	0.01	
532	Estee Lauder Companies (The)	19,320	0.01	
1,987	Exelis	13,973	0.01	
11,756	Exelon Corporation	221,455	0.08	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
3,181	Express Scripts Holding Company	106,844	0.04	
19,598	Exxon Mobil Corporation	1,076,847	0.39	
387	F5 Networks	22,626	0.01	
534	Family Dollar Stores	23,721	0.01	
1,346	Fastenal Company	35,098	0.01	
2,684	Federated Investors	33,210	0.01	
917	FedEx Corporation	51,210	0.02	
2,825	Fifth Third Bancorp	25,771	0.01	
2,453	FirstEnergy Corporation	64,959	0.02	
387	Fluor Corporation	12,815	-	
1,163	FMC Technologies	29,644	0.01	
8,624	Ford Motor Company	61,560	0.02	
3,265	Forest Laboratories	72,160	0.03	
404	Franklin Resources	33,283	0.01	
4,496	Freeport - McMoRan Copper & Gold	109,353	0.04	
177	GameStop Corporation	2,899	-	
2,074	Gannett Company	23,152	0.01	
1,076	General Dynamics Corporation	44,627	0.02	
46,364	General Electric Company	611,286	0.22	
1,242	General Mills	31,727	0.01	
3,080	Gilead Sciences	144,137	0.05	
1,681	Goldman Sachs Group (The)	123,591	0.05	
1,755	Goodyear Tire & Rubber Company (The)	13,776	0.01	
980	Google	426,600	0.16	
1,098	H&R Block	12,353	-	
3,858	Halliburton Company	80,259	0.03	
1,186	Harley-Davidson	34,722	0.01	
5,089	Hartford Financial Services Group	67,286	0.02	
1,681	HCP	47,232	0.02	
376	Hershey Company (The)	17,171	0.01	
1,095	Hess Corporation	33,882	0.01	
10,323	Hewlett-Packard Company	83,543	0.03	
2,278	Hillshire Brands Company	39,529	0.01	
1,516	HJ Heinz Company	55,300	0.02	
8,452	Home Depot (The)	343,219	0.13	
3,821	Honeywell International	146,198	0.05	
3,872	Host Hotels & Resorts	35,491	0.01	
4,098	Hudson City Bancorp	20,559	0.01	
4	Humana	163	-	
1,500	Illinois Tool Works	57,636	0.02	
895	Ingersoll-Rand	27,236	0.01	
23,016	Intel Corporation	280,907	0.10	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
364	IntercontinentalExchange	29,987	0.01	
4,425	International Business Machines Corporation	524,741	0.19	
1,897	International Paper Company	43,950	0.02	
959	Intuit	35,831	0.01	
135	Intuitive Surgical	44,561	0.02	
2,134	Invesco	33,262	0.01	
993	ITT Corporation	13,842	0.01	
2,568	Jabil Circuit	30,429	0.01	
430	Jacobs Engineering Group	10,976	-	
4,261	Janus Capital Group	21,748	0.01	
826	JDS Uniphase Corporation	6,252	-	
10,167	Johnson & Johnson	442,297	0.16	
1,518	Johnson Controls	26,095	0.01	
18,250	JPMorgan Chase & Company	466,999	0.17	
1,189	Juniper Networks	13,325	-	
94	Kellogg Company	3,255	-	
3,789	Kimberly-Clark Corporation	202,638	0.07	
5,640	Kinder Morgan warrants	12,915	-	
532	Kohl's Corporation	14,825	0.01	
2,269	Kraft Foods Group	63,979	0.02	
95	Kroger Company (The)	1,557	-	
1,350	L-3 Communications Holdings	64,710	0.02	
935	Legg Mason	14,877	0.01	
349	Lexmark International	5,298	-	
3,293	Limited Brands	107,154	0.04	
3,761	Lincoln National Corporation	57,965	0.02	
491	Lockheed Martin Corporation	28,575	0.01	
3,374	Loews Corporation	86,064	0.03	
452	Lorillard	34,174	0.01	
3,951	Lowe's Companies	89,022	0.03	
3,416	LSI Corporation	14,366	0.01	
1,901	LyondellBasell Industries	58,976	0.02	
364	M&T Bank Corporation	22,195	0.01	
1,575	Macy's	38,033	0.01	
2,553	Marathon Oil Corporation	49,144	0.02	
1,932	Marathon Petroleum Corporation	71,764	0.03	
2,875	Masco Corporation	30,407	0.01	
366	MasterCard	111,601	0.04	
3,520	McDonald's Corporation	191,172	0.07	
662	McGraw-Hill Companies (The)	21,946	0.01	
815	McKesson Corporation	48,041	0.02	
301	Mead Johnson Nutrition Company	12,805	-	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
4,127	Medtronic	108,438	0.04	
14,035	Merck & Company	387,691	0.14	
2,493	MetLife	51,629	0.02	
2,307	Microchip Technology	43,761	0.02	
8,464	Micron Technology	31,476	0.01	
28,689	Microsoft Corporation	475,990	0.17	
3,857	Molex	63,487	0.02	
6,807	Mondelez International	109,879	0.04	
1,889	Monsanto Company	107,943	0.04	
1,828	Monster Beverage Corporation	59,346	0.02	
1,188	Monster Worldwide	4,025	-	
1,041	Moody's Corporation	31,562	0.01	
8,996	Morgan Stanley	94,583	0.03	
829	Mosaic Company (The)	27,964	0.01	
1,157	Motorola Solutions	39,302	0.01	
524	Murphy Oil Corporation	18,539	0.01	
2,502	Nabors Industries	22,934	0.01	
1,829	National Oilwell Varco	77,844	0.03	
1,142	NetApp	22,574	0.01	
168	Netflix	8,564	-	
527	Newfield Exploration Company	7,997	-	
2,799	Newmont Mining Corporation	82,172	0.03	
6,545	News Corporation	100,627	0.04	
3,216	NextEra Energy	137,839	0.05	
1,187	NIKE	72,214	0.03	
5,656	NiSource	85,194	0.03	
493	Noble Energy	30,051	0.01	
2,501	Norfolk Southern Corporation	94,226	0.03	
1,040	Northeast Utilities	25,127	0.01	
1,021	Northrop Grumman Corporation	42,493	0.02	
1,216	Nucor Corporation	31,230	0.01	
1,294	NVIDIA Corporation	9,665	-	
3,422	Occidental Petroleum Corporation	160,548	0.06	
3,727	Office Depot	7,791	-	
1,681	Omnicom Group	52,161	0.02	
904	ONEOK	25,287	0.01	
17,527	Oracle Corporation	350,947	0.13	
717	O'Reilly Automotive	42,090	0.02	
703	PACCAR	19,270	0.01	
839	Parker Hannifin Corporation	42,996	0.02	
2,293	Patterson	48,760	0.02	
1,915	Peabody Energy Corporation	29,992	0.01	
777	Pentair	23,495	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
4,995	PepsiCo	218,794	0.08	
269	Perrigo Company	17,367	0.01	
32,584	Pfizer	508,286	0.19	
3,605	PG&E Corporation	92,023	0.03	
6,871	Philip Morris International	385,471	0.14	
2,883	Phillips 66	94,137	0.03	
1,088	Pioneer Natural Resources Company	72,633	0.03	
1,834	Plum Creek Timber Company	48,956	0.02	
1,705	PNC Financial Services Group	59,683	0.02	
1,011	PPG Industries	78,413	0.03	
3,590	PPL Corporation	65,723	0.02	
1,193	Praxair	79,836	0.03	
611	Precision Castparts Corporation	69,905	0.03	
217	Priceline.com	89,759	0.03	
937	Principal Financial Group	15,862	0.01	
10,171	Procter & Gamble Company (The)	442,471	0.16	
4,127	Progressive Corporation (The)	54,721	0.02	
759	ProLogis	16,074	0.01	
2,140	Prudential Financial	69,582	0.03	
3,282	Public Service Enterprise Group	61,579	0.02	
109	Public Storage	9,566	-	
2,981	PulteGroup	31,286	0.01	
6,791	Qualcomm	269,582	0.10	
135	Quest Diagnostics	4,863	-	
533	Range Resources Corporation	21,282	0.01	
1,155	Raytheon Company	41,144	0.02	
685	Red Hat	21,093	0.01	
13,379	Regions Financial Corporation	55,598	0.02	
1,184	Republic Services	21,004	0.01	
2,506	Reynolds American	68,364	0.03	
1,266	Robert Half International	22,316	0.01	
441	Robinson Worldwide (C.H.)	16,984	0.01	
536	Rockwell Automation	26,495	0.01	
1,223	Rockwell Collins	43,612	0.02	
1,079	Ross Stores	38,322	0.01	
1,572	Rowan Companies	31,104	0.01	
1,051	Ryder System	30,855	0.01	
446	Salesforce.com	43,867	0.02	
902	SanDisk Corporation	21,989	0.01	
5,323	Schlumberger	237,878	0.09	
1,848	Sealed Air Corporation	19,372	0.01	
503	Sherwin-Williams Company (The)	48,246	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
959	Simon Property Group	91,051	0.03	
1,598	SLM Corporation	16,502	0.01	
751	Snap-on	37,184	0.01	
6,626	Southern Company	179,889	0.07	
4,167	Southwest Airlines Company	24,753	0.01	
998	Southwestern Energy Company	21,602	0.01	
6,651	Spectra Energy Corporation	115,910	0.04	
18,390	Sprint Nextel Corporation	65,636	0.02	
674	St. Jude Medical	14,408	0.01	
533	Stanley Black & Decker	23,912	0.01	
5,379	Staples	39,269	0.01	
2,499	Starbucks Corporation	80,834	0.03	
1,419	Starwood Hotels & Resorts Worldwide	47,768	0.02	
916	State Street Corporation	25,406	0.01	
1,834	Stryker Corporation	61,979	0.02	
1,960	SunTrust Banks	33,179	0.01	
2,883	Symantec Corporation	33,765	0.01	
2,788	Sysco Corporation	55,059	0.02	
619	T. Rowe Price Group	24,970	0.01	
2,405	Target Corporation	94,676	0.03	
2,120	TE Connectivity	46,550	0.02	
1,420	TECO Energy	14,868	0.01	
555	Teradata Corporation	20,598	0.01	
3,059	Teradyne Corporation	29,833	0.01	
5,831	Texas Instruments	107,223	0.04	
1,925	Textron	28,179	0.01	
1,551	Thermo Fisher Scientific	61,502	0.02	
724	Tiffany & Company	26,640	0.01	
3,516	Time Warner	103,771	0.04	
1,036	Time Warner Cable	61,360	0.02	
3,384	TJX Companies (The)	93,625	0.03	
1,059	Travelers Companies (The)	46,797	0.02	
3,239	Tyco International	57,337	0.02	
8,605	U.S. Bancorp	173,159	0.06	
1,224	Union Pacific Corporation	93,749	0.03	
2,746	United Parcel Service	125,251	0.05	
2,398	United Technologies Corporation	119,867	0.04	
3,211	UnitedHealth Group	108,994	0.04	
5,044	Unum Group	64,142	0.02	
586	Urban Outfitters	13,781	0.01	
3,511	Valero Energy Corporation	70,674	0.03	
2,446	Ventas	97,145	0.04	
15,346	Verizon Communications	421,798	0.15	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
NORTH AMERICAN EQUITY (continued)				
415	VF Corporation	41,561	0.02	
1,286	Viacom	41,413	0.02	
2,068	Visa	192,988	0.07	
764	Vornado Realty	36,426	0.01	
2,547	Walgreen Company	53,908	0.02	
8,650	Wal-Mart Stores	388,393	0.14	
5,958	Walt Disney Company (The)	184,617	0.07	
1,749	Waste Management	35,523	0.01	
427	Waters Corporation	22,503	0.01	
578	Watson Pharmaceuticals	31,716	0.01	
985	WellPoint	34,345	0.01	
21,148	Wells Fargo & Company	435,459	0.16	
1,272	Western Digital Corporation	26,533	0.01	
2,681	Weyerhaeuser Company	46,071	0.02	
72	Whirlpool Corporation	4,571	-	
652	Whole Foods Market	37,953	0.01	
3,268	Wisconsin Energy Corporation	76,468	0.03	
2,081	WPX Energy	20,477	0.01	
426	WW Grainger	51,445	0.02	
1,816	Wyndham Worldwide Corporation	55,637	0.02	
196	Wynn Resorts	13,745	0.01	
679	Xcel Energy	11,448	-	
7,718	Xerox Corporation	32,748	0.01	
698	XL Group	10,588	0.01	
1,041	Xylem	16,921	0.01	
4,653	Yahoo!	54,467	0.02	
2,131	Yum! Brands	89,182	0.03	
616	Zions Bancorporation	7,710	-	
TOTAL NORTH AMERICAN EQUITY		32,605,457	11.93	11.10
EUROPEAN EQUITY		-	-	7.22
JAPAN EQUITY				
800	ABC-MART	21,185	0.01	
1,700	Aderans Company	14,779	0.01	
1,100	Aeon Mall Company	17,719	0.01	
4,000	Aichi Steel Corporation	9,927	-	
2,400	Arakawa Chemical Industries	11,894	-	
3,600	Arnest One Corporation	30,588	0.01	
5,000	Astellas Pharma	157,562	0.06	
2,200	Avex Group Holdings	29,512	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
JAPAN EQUITY (continued)				
80,000	Bank of Kyoto (The)	424,303	0.16	
1,000	Benesse Holdings	26,973	0.01	
3,300	Bridgestone Corporation	49,561	0.02	
3,700	Canon	80,624	0.03	
1,100	Central Japan Railway Company	54,264	0.02	
8,100	Century Tokyo Leasing Corporation	98,914	0.04	
3,600	Chubu Electric Power Company	30,343	0.01	
62,000	Cosmo Oil Company	74,586	0.03	
1,600	Daidoh	5,823	-	
3,000	Daihatsu Motor Company	33,185	0.01	
107	Dai-ichi Life Insurance Company (The)	75,613	0.03	
6,800	Daiichi Sankyo Company	65,392	0.02	
10,000	Daiki Aluminium Industry Company	15,435	0.01	
2,000	Daio Paper Corporation	7,884	-	
4,100	Daito Electron Company	10,950	-	
800	DeNA Company	18,219	0.01	
1,400	Doshisha Company	23,441	0.01	
74	Dwango Company	105,538	0.04	
800	East Japan Railway Company	32,685	0.01	
1,000	Enplas Corporation	27,276	0.01	
13,000	Enshu	8,262	-	
1,500	F&A Aqua Holdings	10,203	-	
235	Faith	15,362	0.01	
1,500	FANUC Corporation	157,638	0.06	
300	Fast Retailing Company	42,491	0.02	
6,900	Foster Electric Company	77,264	0.03	
21,200	Fudo Tetra Corporation	24,060	0.01	
400	FUJIFILM Holdings Corporation	4,570	-	
3,800	Fujikura Kasei Company	9,430	-	
29,000	Fujitsu	68,238	0.02	
25,000	Fukushima Bank (The)	10,214	-	
102,000	Furukawa Company	54,793	0.02	
6,900	Fuyo General Lease Company	120,908	0.04	
9,600	Glory	132,048	0.05	
1,500	Gree	16,263	0.01	
1,880	Gulliver International Company	44,308	0.02	
85,000	Gunze	130,552	0.05	
500	Hamakyorex Company	9,310	-	
5,800	Hamamatsu Photonics	127,304	0.05	
64,500	Haseko Corporation	26,352	0.01	
16,600	Hazama Corporation	24,491	0.01	
14,000	Higashi-Nippon Bank (The)	18,643	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
5,400	Hikkaido Electric Power Company	33,216	0.01	
6,000	Hino Motors	32,095	0.01	
2,600	Hirose Electric Company	184,520	0.07	
42,000	Hitachi	150,624	0.06	
4,500	Hitachi Capital Corporation	52,841	0.02	
7,600	Hitachi Koki Company	33,926	0.01	
10,200	Honda Motor Company	210,298	0.08	
1,410	Honeys Company	13,612	–	
43	Hoosiers Corporation	18,772	0.01	
1,100	Hoshizaki Electric Company	18,668	0.01	
1,800	Ichinen Holdings	6,401	–	
500	Icom	6,567	–	
3,000	Inaba Denki Sangyo Company	52,796	0.02	
15	INPEX Corporation	50,049	0.02	
7,000	IT Holdings Corporation	53,386	0.02	
26,000	Izutsuya Company	10,426	–	
9,100	Japan Bridge Corporation	19,967	0.01	
13	Japan Pure Chemical Company	18,009	0.01	
18,000	Japan Steel Works (The)	61,830	0.02	
6,800	Japan Tobacco	126,976	0.05	
7,000	Jeol	9,427	–	
2,000	JGC Corporation	41,053	0.02	
17,000	Joban Kosan Company	15,821	0.01	
600	Kakaku.com	12,861	–	
10,000	Kanamoto Company	78,914	0.03	
61,000	Kaneka Corporation	190,149	0.07	
31,000	Kansai Paint Company	206,401	0.08	
2,000	KDDI Corporation	92,154	0.03	
19,000	Keikyu Corporation	108,535	0.04	
1,600	Keyence Corporation	278,309	0.10	
4,000	Kikkoman Corporation	35,227	0.01	
13,000	Kinki Nippon Tourist Company	11,114	–	
12,000	Kirin Holdings Company	91,700	0.03	
2,800	KLab	11,758	–	
1,200	Kobayashi Pharmaceutical Company	37,270	0.01	
7,100	Komatsu	99,219	0.04	
2,600	Kondotec	8,872	–	
1,500	Konica Minolta Holdings	6,651	–	
3,600	K's Holdings Corporation	50,689	0.02	
1,200	Kusuri No Aoki Company	43,263	0.02	
11,000	Kyokuyo Company	15,064	0.01	
11,600	Mabuchi Motor Company	303,231	0.11	
5,400	Mandom Corporation	89,803	0.03	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
17,000	Marubeni Construction Material Lease Company	17,493	0.01	
5,900	Marubun Corporation	15,713	0.01	
6,200	Marusan Securities Company	15,386	0.01	
2,100	Maruzen CHI Holdings Company	3,496	–	
3,600	Medipal Holdings Corporation	26,530	0.01	
18,000	Meidensha Corporation	35,681	0.01	
33,000	Minebea Company	74,155	0.03	
6,400	Mitsubishi Corporation	75,539	0.03	
13,000	Mitsubishi Estate Company	156,193	0.06	
25,000	Mitsubishi Heavy Industries	72,256	0.03	
68,200	Mitsubishi UFJ Financial Group	194,017	0.07	
5,400	Mitsui & Company	46,454	0.02	
1,000	Mitsui Fudosan Company	12,991	–	
4,000	Mitsui Home Company	12,106	–	
5,600	Miyakoshi Holdings	12,202	–	
24,000	Miyazaki Bank (The)	37,406	0.01	
434,200	Mizuho Financial Group	430,357	0.16	
600	Monogatari Corporation (The)	10,282	–	
1,000	MonotaRO Company	18,136	0.01	
34,000	Morinaga & Company	46,047	0.02	
9,000	Morinaga Milk Industry Company	18,181	0.01	
1,600	MS&AD Insurance Group Holdings	17,311	0.01	
8,000	Mutoh Holdings	11,137	–	
2,700	Nabtesco Corporation	33,359	0.01	
600	Nagase & Company	4,049	–	
2,600	Next Company	13,928	0.01	
1,000	NGK Spark Plug Company	7,513	–	
1,800	Nichi-iko Pharmaceutical Company	22,185	0.01	
1,400	Nidec Corporation	52,909	0.02	
12,500	Nifco	175,626	0.06	
800	Nintendo Company	59,681	0.02	
22,000	Nippon Chemical Industrial Company	18,643	0.01	
25,000	Nippon Kayaku Company	174,586	0.06	
17,000	Nippon Kinzoku Company	13,891	0.01	
22,000	Nippon Koshuha Steel Company	12,151	–	
1,000	Nippon Meat Packers	9,291	–	
35,000	Nippon Paint	181,131	0.07	
2,000	Nippon Shinyaku Company	15,238	0.01	
10,000	Nippon Steel Corporation	14,300	0.01	
6,100	Nippon Telegraph & Telephone Corporation	170,073	0.06	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
11,000	Nippon Valqua Industries	17,727	0.01	
12,500	Nissan Motor Company	75,566	0.03	
6,000	Nissin Corporation	8,898	-	
2,150	Nitori Holdings Company	99,391	0.04	
13,800	North Pacific Bank	22,448	0.01	
69	NTT Urban Development Corporation	36,335	0.01	
1,400	Olympus Corporation	14,554	0.01	
7,000	Origin Electric Company	23,568	0.01	
17,700	Panasonic Corporation	53,969	0.02	
1,100	Pola Orbis Holdings	20,341	0.01	
15,300	Raito Kogyo Company	45,957	0.02	
10,600	Resona Holdings	27,589	0.01	
2,800	Resorttrust	34,298	0.01	
16,000	Ricoh Company	92,487	0.03	
4,700	Ricoh Leasing Company	65,715	0.02	
1,300	Roland DG Corporation	9,167	-	
4,600	Ryoyo Electro Corporation	27,077	0.01	
1,100	Sanrio Company	24,543	0.01	
2,500	Satori Electric Company	7,944	-	
2,300	Secom Company	73,436	0.03	
89,000	Sekisui House	520,520	0.19	
800	Shibuya Kogyo Company	5,387	-	
6,000	Shimadzu Corporation	23,833	0.01	
500	Shimamura Company	31,475	0.01	
5,000	Shinsho Corporation	5,637	-	
8,000	Shiroki Corporation	11,319	-	
700	Shobunsha Publications	2,807	-	
47,800	Showa Shell Sekiyu	173,233	0.06	
8,700	Softbank Corporation	203,397	0.07	
107	Softbrain	8,177	-	
99,200	Sojitz Corporation	77,307	0.03	
12,100	Sony Corporation	73,239	0.03	
3,200	Sony Financial Holdings	34,186	0.01	
4,300	Start Today Company	28,012	0.01	
5,000	Suminoe Textile Company	5,864	-	
5,900	Sumitomo Corporation	45,577	0.02	
47,900	Sumitomo Mitsui Construction Company	18,845	0.01	
13,500	Sumitomo Mitsui Financial Group	270,368	0.10	
20,000	Sumitomo Mitsui Trust Holdings	37,830	0.01	
2,000	Sumitomo Realty & Development Company	33,896	0.01	
3,800	Sysmex Corporation	106,810	0.04	
10,000	Taihei Kogyo Company	22,168	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	JAPAN EQUITY (continued)			
300	Taisho Pharmaceutical Holdings Company	13,778	0.01	
41,000	Taiyo Nippon Sanso Corporation	141,454	0.05	
1,100	Takaoka Toko Holdings Company	9,929	-	
7,700	Takasago Thermal Engineering Company	35,363	0.01	
4,900	Takeda Pharmaceutical Company	139,396	0.05	
10,000	Tamura Corporation	13,468	-	
600	TKD Corporation	14,595	-	
9,500	Tobishima Corporation	6,181	-	
6,600	Tohoku Electric Power Company	37,202	0.01	
4,900	Tokio Marine Holdings	78,151	0.03	
2,300	Tokyo Derica Company	19,281	0.01	
11,600	Tokyo Ohka Kogyo Company	145,604	0.05	
11,000	Tokyo Tatemono Company	27,381	0.01	
1,000	Tokyo Tekko Company	2,134	-	
7,100	TOMONY Holdings	18,748	0.01	
13,000	Toshiba Corporation	27,540	0.01	
10,000	Toshiba Machine Company	27,389	0.01	
16,000	Toshiba TEC Corporation	49,875	0.02	
4,700	Touei Housing Corporation	30,617	0.01	
1,000	Towa Pharmaceutical Company	33,442	0.01	
3,800	Toyo Corporation	26,968	0.01	
12,000	Toyota Boshoku Corporation	77,355	0.03	
31,500	Toyota Motor Corporation	840,112	0.31	
4,200	Toyota Tsusho Corporation	60,282	0.02	
4,200	TS Tech Company	46,458	0.02	
6,000	Tsugami Corporation	23,061	0.01	
5,400	Union Tool Company	52,868	0.02	
800	Welcia Holdings Company	16,088	0.01	
10,700	Yamaichi Electronics Company	10,929	-	
20,000	Yuasa Trading Company	22,093	0.01	
2,100	Zuken	8,214	-	
	TOTAL JAPAN EQUITY	12,593,819	4.61	4.35
	FAR EAST EQUITY			
273	TOBAM Anti-Benchmark Pacific Ex-Japan*	2,009,580	0.73	
7,350,000	RBS MSCI Asia Pacific ex Japan^	5,100,290	1.87	
	TOTAL FAR EAST EQUITY	7,109,870	2.60	3.62

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	EMERGING MARKETS EQUITY			
151,290	iShares MSCI Russia Capped Swap*	2,296,582	0.84	
90,590	Lyxor ETF Eastern Europe*	1,346,089	0.49	
9,950,000	RBS MSCI Emerging Markets^	5,977,545	2.19	
2,413	TOBAM Anti-Benchmark Emerging Markets*	14,720,277	5.39	
	TOTAL EMERGING MARKETS EQUITY	24,340,493	8.91	6.92
	FRONTIER MARKETS EQUITY			
164,138	Abu Dhabi Commercial Bank	83,651	0.03	
815,056	Access Bank	28,960	0.01	
43,106	Agility Public Warehousing Company	48,695	0.02	
50,780	Ahli United Bank	94,482	0.03	
12,894	Al Khaliji	37,346	0.01	
290	Amundi ETF MSCI Eastern Europe EX Russia*	59,053	0.02	
4,080	Arab Bank	25,177	0.01	
40,231	Arabtec Holding Company	15,583	0.01	
2,827	Banco Macro	26,777	0.01	
2,974	Barwa Real Estate Company	14,272	0.01	
4,947	BBVA Banco Frances ADRs	12,903	-	
39,532	Boubyan Bank	56,041	0.02	
60,299	Boubyan Petrochemicals Company	74,795	0.03	
50,375	Burgan Bank	59,138	0.02	
240,488	Dana Gas	16,342	0.01	
138,969	Dangote Cement	66,686	0.02	
14,727	db x-trackers – FTSE Vietnam*	176,282	0.06	
3,783	db x-trackers – S&P Select Frontier*	21,138	0.01	
103,110	db x-trackers MSCI Pakistan IM TRN Index*	80,679	0.03	
1,123	Doha Bank	9,777	-	
10,735	DP World	82,389	0.03	
96,971	Dubai Financial Market	16,358	0.01	
59,882	Dubai Islamic Bank	19,939	0.01	
262,653	Emaar Properties	166,877	0.06	
25,097	Emirates NBD	12,108	0.01	
1,112,478	First Bank of Nigeria	65,643	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FRONTIER MARKETS EQUITY (continued)			
17,925	First Gulf Bank	31,821	0.01	
1,353,696	Guaranty Trust Bank	103,872	0.04	
49,838	Guinness Nigeria	47,234	0.02	
102,110	Gulf Bank	97,255	0.04	
7,843	Halyk Savings Bank of Kazakhstan	38,710	0.01	
1,356	Industries Qatar	35,325	0.01	
758	iShares MSCI Eastern Europe 10/40*	13,045	0.01	
2,815	Jordan Phosphate Mines	32,956	0.01	
22,858	Jordan Telecommunications Company	106,396	0.04	
12,388	KazMunaiGas Exploration Production	143,773	0.05	
110,257	Kuwait Finance House	197,819	0.07	
35,662	Kuwait International Bank	22,908	0.01	
58,376	Kuwait Projects Company (Holding)	51,075	0.02	
221,967	Lafarge Cement WAPCO Nigeria	51,924	0.02	
3,915	Lyxor ETF FTSE Coast Kuwait 40*	54,109	0.02	
2,919	Lyxor ETF Pan Africa*	22,670	0.01	
17,989	Mabanee Company	49,409	0.02	
34,393	Masraf Al Rayan	155,024	0.06	
204,765	Mobile Telecommunications Company	380,989	0.14	
14,159	Nakilat	36,837	0.01	
33,154	National Bank of Abu Dhabi	59,138	0.02	
179,852	National Bank of Kuwait	390,408	0.14	
78,563	National Industries Group (Holding)	36,892	0.01	
24,903	Nestle Nigeria	64,200	0.02	
286,456	Nigerian Breweries	159,349	0.06	
7,290	Petrobras Argentina	20,106	0.01	
102,464	PZ Cussons Nigeria	10,800	0.01	
3,653	Qatar Electricity & Water Company	81,702	0.03	
18,878	Qatar Islamic Bank	242,655	0.09	
7,645	Qatar National Bank	171,117	0.06	
1,019	Qatar Navigation	11,352	0.01	
7,761	Qtel	138,599	0.05	
5,476	Telecom Argentina	34,510	0.01	
278,819	Unilever Nigeria	50,860	0.02	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FRONTIER MARKETS EQUITY (continued)			
1,170,139	United Bank for Africa	20,185	0.01	
37,514	Vodafone Qatar	53,685	0.02	
5,025	YPF ADRs	35,587	0.01	
1,299,603	Zenith Bank	88,435	0.03	
	TOTAL FRONTIER MARKETS EQUITY	4,713,822	1.73	-
	GLOBAL EQUITY			
1,300	AGCO Corporation	37,419	0.01	
2,366	Ageas	39,458	0.01	
800	Aisin Seiki Company	14,720	0.01	
315	Allianz	25,602	0.01	
1,354	Ameren Corporation	25,303	0.01	
3,061	Annaly Capital Management	28,038	0.01	
2,727	AXA	27,951	0.01	
650	Baloise Holding	34,017	0.01	
7,218	Banco Bilbao Vizcaya Argentaria	37,852	0.01	
6,303	Banco Santander	30,179	0.01	
1,079	Bank of Montreal	40,415	0.01	
792	BNP Paribas	27,602	0.01	
16,000	CaixaMall	16,851	0.01	
841	Canadian Imperial Bank of Commerce	42,283	0.02	
12,158	Commerzbank	13,626	-	
655	Continental	44,969	0.02	
1,697	Credit Suisse Group	25,066	0.01	
400	Daito Trust Construction Company	24,151	0.01	
470	Deutsche Bank	12,972	-	
3,527	Deutsche Telekom	24,221	0.01	
883	DTE Energy Company	33,372	0.01	
4,111	Eni	60,652	0.02	
8,160	GPT Group	18,485	0.01	
1,347	HKT	813	-	
8,726	ING Groep	48,933	0.02	
16,533	Insurance Australia Group	49,829	0.02	
1,100	JFE Holdings	10,595	-	
9,000	Kajima Corporation	16,138	0.01	
6,000	Kawasaki Heavy Industries	8,671	-	
3,000	Keppel Corporation	16,412	0.01	
25,000	Kobe Steel	14,375	0.01	
2,328	Koninklijke KPN	8,211	-	
151	Legrand	3,816	-	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
5,000	Mitsubishi Electric Corporation	24,211	0.01	
558	Muenchener Rueckversicherungs	59,525	0.02	
1,031	Navistar International Corporation	13,124	-	
12,000	NEC Corporation	12,983	-	
3	Nippon Building	19,475	0.01	
1,080	Noble Corporation	23,229	0.01	
7,005	Nokia	14,496	0.01	
34,900	Nomura Holdings	89,514	0.03	
71	NTT DoCoMo	63,818	0.02	
1,714	Owens Corning	36,972	0.01	
62,000	PCCW	16,273	0.01	
1,940	Pepco Holdings	23,871	0.01	
3,698	Peugeot	14,156	0.01	
4,221	PostNL	8,951	-	
3,500	Power Assets Holdings	19,190	0.01	
2,283	Power Corporation of Canada	35,679	0.01	
2,317	Power Financial Corporation	38,219	0.01	
1,902	Repsol	25,129	0.01	
21	Royal Dutch Shell	439	-	
21	Royal Dutch Shell rights	-	-	
272	RWE preference shares	6,448	-	
2,465	Seagate Technology	38,606	0.01	
80	Sears Canada	533	-	
187	Sears Holdings Corporation	4,894	-	
3,367	Shaw Communications B shareclass	46,106	0.02	
4,000	Singapore Airlines	21,821	0.01	
28,000	Singapore Press Holdings	59,695	0.02	
10,000	Singapore Telecommunications	16,872	0.01	
12,844	Snam	35,418	0.01	
1,412	Société Générale	31,856	0.01	
2,863	Statoil	43,656	0.02	
216	Swisscom	56,768	0.02	
16,000	Taisei Corporation	26,996	0.01	
1,096	Teck Resources	23,029	0.01	
1,378	Terex Corporation	20,748	0.01	
7,000	TonenGeneral Sekiyu	40,516	0.02	
655	Total	20,452	0.01	
880	TRW Automotive Holdings Corporation	27,784	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
5,583	UniCredit	16,220	0.01	
3,796	Unipol Gruppo Finanziario	4,895	-	
355	Volkswagen preference shares	48,126	0.02	
3,529	Wolters Kluwer	42,314	0.02	
	TOTAL GLOBAL EQUITY	2,036,004	0.75	2.59
	TOTAL EQUITIES	143,846,523	52.65	59.93
	BONDS			
	GLOBAL BONDS			
4,394,636	BlackRock Overseas Government Bond Tracker*	4,702,261	1.72	
8,371	iShares Citigroup Global Government Bond*	621,212	0.23	
€1,500,000	Italy Treasury 4.5% 2015	1,281,064	0.47	
€1,500,000	Italy Treasury 6% 2014	1,310,147	0.48	
€1,500,000	Spain Government Bond 3.3% 2014	1,224,448	0.45	
€1,500,000	Spain Government Bond 3.75% 2015	1,225,568	0.45	
	TOTAL GLOBAL BONDS	10,364,700	3.80	2.06
	GILTS			
£980,000	Treasury 2% 2016	1,026,446	0.38	
£960,000	Treasury 2.75% 2015	1,008,948	0.37	
£1,219,000	Treasury 4% 2022	1,470,043	0.54	
£602,000	Treasury 4.25% 2036	743,495	0.27	
£490,000	Treasury 4.25% 2049	611,295	0.22	
£785,000	Treasury 4.75% 2030	1,038,668	0.38	
£885,000	Treasury 5% 2018	1,072,501	0.39	
	TOTAL GILTS	6,971,396	2.55	2.45
	STERLING CORPORATE BONDS			
257,097	BlackRock UK Corporate Bond Index*	3,046,599	1.12	
19,620	iShares Markit iBoxx® £ Corporate Bond*	2,537,062	0.93	
140,380	Vanguard Grade Bond Index*	7,448,697	2.72	
	TOTAL STERLING CORPORATE BONDS	13,032,358	4.77	3.75

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL CORPORATE BONDS			
7,557,184	BlackRock Overseas Corporate Bond Tracker*	8,380,917	3.07	2.70
	GLOBAL HIGH YIELD			
76,072	iShares Markit iBoxx® \$ High Yield Capped Bond*	5,222,280	1.91	
59,212	iShares Markit iBoxx® Euro High Yield Bond*	5,172,358	1.89	
	TOTAL GLOBAL HIGH YIELD	10,394,638	3.80	2.91
	INDEX LINKED BONDS			
£400,000	Treasury 0.75% index-linked 2047	562,935	0.21	
£418,000	Treasury 1.25% index-linked 2017	605,664	0.22	
£915,000	Treasury 1.25% index-linked 2027	1,425,916	0.52	
£250,000	Treasury 1.25% index-linked 2055	460,204	0.16	
£670,000	Treasury 2% index-linked 2035	1,337,354	0.49	
£350,000	Treasury 2.5% index-linked 2020	1,304,616	0.48	
	TOTAL INDEX LINKED BONDS	5,696,689	2.08	2.25
	SHORT TERM STERLING BONDS			
36,327	BlackRock Institutional Cash Sterling Ultra Short Bond*	4,506,459	1.65	
£1,900,000	Caisse d'Amortissement de la Dette Sociale 3.75% 2014	1,992,424	0.73	
£1,500,000	Council Of Europe Development Bank 1.625% 2015	1,523,070	0.56	
£2,000,000	European Bank for Reconstruction & Development 0.875% 2014	2,008,562	0.74	

CF 71M AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	SHORT TERM STERLING BONDS (continued)			
£1,000,000	General Electric Capital Corporation 5.25% 2013	1,042,734	0.38	
£1,500,000	Municipality Finance 1.5% 2014	1,515,621	0.56	
£1,600,000	GE Capital UK Funding 5.125% 2015	1,728,144	0.63	
	TOTAL SHORT TERM STERLING BONDS	9,810,555	3.60	-
	TOTAL BONDS	64,651,253	23.67	16.12
	COMMODITIES			
3,400,000	RBS Commodities Research Bureau Tracker^	2,167,746	0.79	
57,991	Source Physical Gold*	6,143,791	2.25	
	TOTAL COMMODITIES	8,311,537	3.04	3.20
	INFRASTRUCTURE			
55,887	3i Infrastructure	70,418	0.03	
17,071	Abertis Infraestructuras	152,529	0.06	
1,227	Aeroports de Paris	58,709	0.02	
458	AltaGas	9,902	-	
3,317	Ansaldo	18,345	0.01	
12,986	Atlantia	138,160	0.05	
44,092	Auckland International Airport	60,283	0.02	
33,363	Australian Infrastructure	68,194	0.02	
17,727	BBA Aviation	37,847	0.01	
799	Centrais Eletricas Brasileiras ADRs	1,815	-	
1,390	Cheniere Energy	14,510	0.01	
46,177	China Merchants Holdings International Company	87,182	0.03	
8,000	China Resouces Power Holdings Company	11,130	-	
161	Companhia de Saneamento Basico ADRs	8,183	-	
2,076	Companhia Energetica de Minas Gerais ADRs	15,842	0.01	
64,001	Cosco Pacific	56,063	0.02	
393	CPFL Energia ADRs	5,351	-	
12,877	E.ON	144,890	0.05	
890	EDF	10,195	-	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INFRASTRUCTURE (continued)			
385	Empresa Nacional de Electricidad ADRs	10,777	-	
7,050	Enbridge	177,093	0.06	
46,662	Enel	110,346	0.04	
1,322	Enersis ADRs	13,998	0.01	
4,933	Federal Hydrogenerating Company ADRs	6,984	-	
130	Flughafen Zuerich	35,637	0.01	
1,858	Fraport	64,309	0.02	
70	Frontline	145	-	
6,507	GDF Suez	91,329	0.03	
17,778	Groupe Eurotunnel	83,463	0.03	
807	Hamburger Hafen und Logistik	11,346	0.01	
82,452	HICL Infrastructure Company	102,818	0.04	
410	Huaneng Power International	8,701	-	
235,000	Hutchison Port Holdings Trust	112,907	0.04	
18,152	Iberdrola	55,977	0.02	
2,600	Japan Airport Terminal Company	18,255	0.01	
42,000	Jiangsu Expressway Company	23,400	0.01	
8,000	Kamigumi Company	38,556	0.01	
21,500	Kansai Electric Power Company (The)	127,045	0.05	
9,127	Kinder Morgan	192,832	0.07	
2,569	Koninklijke Vopak	118,439	0.04	
13,107	Macquarie Atlas Roads Group	13,438	0.01	
6,000	Mitsubishi Logistics Corporation	47,984	0.02	
1,571	Pembina Pipeline Corporation	27,749	0.01	
3,224	RWE	84,025	0.03	
596	Sanofi contingent value rights	643	-	
18,000	SATS	26,044	0.01	
5,000	SIA Engineering Company	10,992	0.01	
1,646	Societa Iniziative Autostradali e Servizi	8,843	-	
4,000	Sumitomo Warehouse Company (The)	10,835	0.01	
30,275	Sydney Airport	69,766	0.03	
402	Teekay Corporation	8,082	-	
32,900	Tokyo Electric Power Company (The)	32,111	0.01	
6,254	TransCanada Corporation	179,372	0.07	
51,729	Transurban Group	207,765	0.08	
3,551	Ultrapar Participacoes ADRs	45,599	0.02	
2,360	Veresen	18,708	0.01	
883	Wesco Aircraft Holdings	7,014	-	

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	INFRASTRUCTURE (continued)			
1,758	Westshore Terminals Investment Corporation	32,488	0.01	
6,491	Williams Companies (The)	132,968	0.05	
42,000	Zhejiang Expressway Company	19,748	0.01	
	TOTAL INFRASTRUCTURE	3,358,079	1.23	1.20
	HEDGE FUNDS			
1,171,008	Dexion Absolute	1,838,848	0.67	
1,047,420	Goldman Sachs Dynamic Opportunities***	78,810	0.03	
	TOTAL HEDGE FUNDS	1,917,658	0.70	2.77
	PRIVATE EQUITY			
52,370	American Capital	391,147	0.14	
30,830	Apollo Investment Corporation	156,012	0.06	
38,843	Ares Capital Corporation	429,720	0.16	
64,089	Blackstone Group (The)	586,648	0.21	
5,579	Electra Private Equity	103,937	0.04	
10,482	Eurazeo	312,187	0.11	
12,149	Fifth Street Finance Corporation	81,643	0.03	
3,268	GIMV	98,737	0.04	
7,425	Hercules Technology Growth Capital	49,712	0.02	
6,700	Jafco Company	103,919	0.04	
37,360	KKR & Company	320,300	0.12	
96,748	Marfin Investment Group	24,810	0.01	
12,962	MCG Capital Corporation	35,991	0.01	
2,810	MVC Capital	20,830	0.01	
18,810	Onex Corporation	480,771	0.18	
4,401	Partners Group Holdings	592,852	0.22	
8,803	PennantPark Investment Corporation	59,048	0.02	
25,100	Prospect Capital Corporation	164,761	0.06	
42,931	Ratos	266,320	0.10	
5,360	Solar Capital	76,622	0.03	
52,627	SVG Capital	142,619	0.05	
5,888	TICC Capital Corporation	36,776	0.01	
8,211	Wendel	479,771	0.17	
	TOTAL PRIVATE EQUITY	5,015,133	1.84	2.65

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	REAL ESTATE			
4,716,749	BlackRock Global Property Securities Equity Tracker*	5,579,914	2.04	2.13
	CURRENCY FUNDS			
174,486	db x-trackers Currency Returns*	4,976,341	1.82	2.52
	MONEY MARKETS			
9,900,000	Goldman Sachs Sterling Liquid Reserves*	9,900,000	3.62	
13,200,000	JPMorgan Sterling Liquidity*	13,200,000	4.83	
19,885	PIMCO Sterling Short Maturity Source ETF*	1,999,238	0.73	
2,561,576	Royal London Cash Plus*	2,602,561	0.95	
	TOTAL MONEY MARKETS	32,208,258	11.78	6.38
	MANAGED FUTURES/COMMODITY TRADING ADVISORS	-	-	0.80
	INDEX FUTURES			
236	Euro STOXX 50 Index Dividend Futures December 2013	63,465	0.02	
940	Euro STOXX 50 Index Dividend Futures December 2014	819,792	0.30	
471	Euro STOXX 50 Index Dividend Futures December 2015	545,409	0.20	
1,051	Euro STOXX 50 Index Futures December 2012	376,944	0.14	
55	FTSE 100 Index Future December 2012	54,859	0.02	
40	S&P 500 Index Future December 2012	26,207	0.01	
	TOTAL INDEX FUTURES	1,886,676	0.69	-

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FORWARD CURRENCY CONTRACTS			
AUD(6,600,000)	Vs £4,234,705 (expiry 11.12.12)	(59,243)	(0.02)	
¥(1,200,000,000)	Vs £9,410,658 (expiry 20.12.12)	329,426	0.12	
US\$(45,000,000)	Vs £27,735,575 (expiry 20.12.12)	(343,459)	(0.13)	
€(8,000,000)	Vs £6,451,360 (expiry 20.12.12)	(42,172)	(0.01)	
	TOTAL FORWARD CURRENCY CONTRACTS	(115,448)	(0.04)	0.23
	Portfolio of investments#	271,635,924	99.42	97.93
	Net other assets	1,593,155	0.58	2.07
	Net assets	<u>273,229,079</u>	<u>100.00</u>	<u>100.00</u>

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

All debt securities are investment grade.

^ Structured product.

* Collective investment scheme.

** Related party holding (see note 10).

*** Delisted security.

Includes derivative liabilities.

Definition:

ADRs – American Depositary Receipts.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) **£158,941,278**

Major purchases	Cost £
TOBAM Anti-Benchmark Emerging Markets	14,472,115
BlackRock Overseas Corporate Bond Tracker	7,956,957
Vanguard Grade Bond Index	7,124,466
db x-trackers DJ Euro STOXX 50	5,601,203
Goldman Sachs Alternative Beta Trend	5,352,000
BlackRock Overseas Government Bond Tracker	4,650,000
Source Physical Gold	4,405,300
iShares Markit iBoxx® \$ High Yield Capped Bond	4,351,800
BlackRock Global Property Securities Equity Tracker	3,250,000
TOBAM Anti-Benchmark Pacific Ex-Japan	2,797,457
Royal London Cash Plus	2,600,000
iShares MSCI Russia Capped Swap	2,410,401
Torus Merrill Lynch Factor Index	2,200,000
iShares Markit iBoxx® Euro High Yield Bond	2,099,185
European Bank for Reconstruction & Development 0.875% 2014	2,015,400
Caisse d'Amortissement de la Dette Sociale 3.75% 2014	2,001,460
PIMCO Sterling Short Maturity Source ETF	2,000,033
db x-trackers MSCI Emerging Markets	1,900,969
GE Capital UK Funding 5.125% 2015	1,738,400
Italy Buoni Pliennali Del Tesoro 3% 2015	1,680,161

In addition to the above, purchases totalling £49,350,000 were made in short term investment funds during the year.

CF 7IM AAP MODERATELY ADVENTUROUS FUND

ACD's Report (continued)

Summary of Material Portfolio Changes (continued)

Total sales for the year (note 14) **£114,273,617**

Major sales	Proceeds £
Source DJ Euro STOXX 50	12,612,721
db x-trackers Euro STOXX 50	6,961,987
db x-trackers MSCI Emerging Markets	6,637,299
Goldman Sachs Alternative Beta Trend	5,126,925
BlackRock Emerging Markets Equity Tracker	4,462,545
iShares Markit iBoxx® £ Corporate Bond	4,052,257
Torrus Merrill Lynch Factor Index	3,082,148
UBS – ETF MSCI World I	2,955,122
iShares Markit iBoxx® \$ Corporate Bond	2,761,626
db x-trackers DJ STOXX Global Select Dividend 100	2,735,769
iShares FTSE/EPRA European Property	2,706,284
iShares Markit iBoxx® Euro High Yield Bond	2,505,636
iShares Citigroup Global Government Bond	2,101,740
Alceda Risk Parity 12	2,031,027
SSgA Fixed Income US Corporate Bond	1,887,395
Amundi ETF MSCI Pacific ex Japan	1,808,297
Nomura Centa FX Currency GBP Notes 2014	1,800,260
Italy Buoni Pliennali Del Tesoro 3% 2015	1,758,955
db x-trackers MSCI Pacific ex Japan	1,755,134
DB Platinum IV DBX Systematic Alpha Index	1,633,934

In addition to the above, sales totalling £34,750,000 were made in short term investment funds during the year.

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

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	£	30.11.11 £
Income:					
Net capital gains/(losses)	2		14,390,166		(8,588,830)
Revenue	3	6,459,264		3,950,419	
Expenses	4	(2,330,225)		(1,729,556)	
Finance costs: Interest	6	(4,050)		(891)	
Net revenue before taxation			4,124,989		2,219,972
Taxation	5	(187,475)		(102,566)	
Net revenue after taxation			3,937,514		2,117,406
Total return before distributions			18,327,680		(6,471,424)
Finance costs: Distributions	6		(3,937,472)		(2,117,327)
Change in net assets attributable to shareholders from investment activities			14,390,208		(8,588,751)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	£	30.11.12 £	£	30.11.11 £
Opening net assets attributable to shareholders			203,741,605		132,857,008
Amounts receivable on issue of shares		73,991,712		94,491,709	
Amounts payable on cancellation of shares		(22,622,373)		(16,998,837)	
			51,369,339		77,492,872
Stamp duty reserve tax	1(g)		(50,954)		(110,434)
Change in net assets attributable to shareholders from investment activities			14,390,208		(8,588,751)
Retained distribution on Accumulation shares			3,778,881		2,090,910
Closing net assets attributable to shareholders			273,229,079		203,741,605

CF 71M AAP MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

BALANCE SHEET

AS AT 30 NOVEMBER 2012

	Notes	30.11.12 £	30.11.11 £
ASSETS			
Investment assets		272,080,798	199,648,719
Other assets			
Debtors	7	1,659,163	8,902,055
Cash and bank balances	8	4,868,087	939,791
Total other assets		6,527,250	9,841,846
Total assets		278,608,048	209,490,565
LIABILITIES			
Investment liabilities		(444,874)	(131,087)
Other liabilities			
Creditors	9	(3,719,882)	(1,301,455)
Bank overdrafts	8	(978,351)	(4,162,597)
Distribution payable on Income shares		(235,862)	(153,821)
Total other liabilities		(4,934,095)	(5,617,873)
Total liabilities		(5,378,969)	(5,748,960)
Net assets attributable to shareholders		273,229,079	203,741,605

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12 £	30.11.11 £
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	8,931,712	(5,997,305)
Derivative contracts	2,835,669	(1,201,861)
Forward currency contracts	2,649,452	(1,674,852)
Transaction charges	(31,276)	(25,323)
AMC rebates from underlying investments	(324)	5,002
Currency gains	4,933	305,509
Net capital gains/(losses)	14,390,166	(8,588,830)

3. REVENUE

Non-taxable dividends	4,298,176	2,900,819
Taxable dividends	139,994	69,181
UK property income distributions	13,161	12,385
Unfranked interest	1,851,889	873,388
AMC rebates from underlying investments	86,578	4,112
Bank interest	702	87
Other interest	88	-
Rebates from ETF's	68,676	90,447
Total revenue	6,459,264	3,950,419

4. EXPENSES

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

ACD's periodic charge	2,191,565	1,622,490
Legal and professional fees	6,500	5,353
Printing costs	6,520	4,997
Registration fees	24,376	12,559
	2,228,961	1,645,399

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

Depositary's fees	40,936	32,326
Safe custody and other bank charges	43,845	38,141
	84,781	70,467

CF 7IM AAP MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	1,740	–
Fees paid to auditor – audit	7,800	7,800
– tax services	3,000	3,063
FSA fee	60	55
Legal and professional fees	585	–
Postage and distribution costs	1,309	–
Publication costs	1,989	2,772
	<u>16,483</u>	<u>13,690</u>
Total expenses	<u>2,330,225</u>	<u>1,729,556</u>
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Overseas tax	187,475	102,566
Current tax charge (note 5b)	187,475	102,566
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	<u>187,475</u>	<u>102,566</u>
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.		
	30.11.12 £	30.11.11 £
Net revenue before taxation	<u>4,124,989</u>	<u>2,219,972</u>
Corporation tax at 20%	824,998	443,994
Effects of:		
Non-taxable dividends	(859,635)	(580,163)
RPI movement on UK index-linked gilts	(33,463)	–
Movement in revenue accruals	(1)	(417)
AMC rebates taken to capital	(65)	1,000
Foreign tax expensed	(1,786)	(894)
Unutilised excess management expenses	<u>69,952</u>	<u>136,480</u>
Corporation tax charge	–	–

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Overseas tax	187,475	102,566
Current tax charge (note 5a)	<u>187,475</u>	<u>102,566</u>
c) Deferred tax		
At the year end there is a potential deferred tax asset of £258,829 (30.11.11 : £188,877) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior period.		
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
	30.11.12 £	30.11.11 £
Interim	1,771,162	852,659
Final	<u>2,414,932</u>	<u>1,489,602</u>
	4,186,094	2,342,261
Add: Revenue deducted on cancellation of shares	82,386	42,135
Deduct: Revenue received on issue of shares	<u>(331,008)</u>	<u>(267,069)</u>
Net distributions for the year	3,937,472	2,117,327
Interest	4,050	891
Total finance costs	<u>3,941,522</u>	<u>2,118,218</u>
Details of the distributions per share are set out in the tables on pages 395 to 397.		
	30.11.12 £	30.11.11 £
Distributions represented by:		
Net revenue after taxation	3,937,514	2,117,406
Balance brought forward	144	65
Balance carried forward	(186)	(144)
Net distributions for the year	<u>3,937,472</u>	<u>2,117,327</u>

CF 7IM AAP MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
7. DEBTORS		
Amounts receivable for issue of shares	607,273	2,417,099
Sales awaiting settlement	119,055	5,896,742
Accrued revenue:		
Non-taxable dividends	468,132	358,249
Taxable dividends	529	504
UK property income distributions	570	1,195
Unfranked interest	312,756	143,214
AMC rebates from underlying investments	58,862	3,435
Bank interest	-	1
Rebates from ETF's	-	7,100
	840,849	513,698
Prepaid expenses	189	188
Taxation recoverable:		
Income tax	71,600	65,048
Overseas withholding tax	20,197	9,280
	91,797	74,328
Total debtors	1,659,163	8,902,055
8. CASH AND BANK BALANCES		
Bank balances:		
Capital account	1,281,654	37
Revenue account	1,714,045	939,754
Margin account	1,872,388	-
Total bank balances	4,868,087	939,791
Bank overdrafts:		
Capital account	-	(4,162,597)
Margin account	(978,351)	-
Total bank overdrafts	(978,351)	(4,162,597)

	30.11.12 £	30.11.11 £
9. CREDITORS		
Amounts payable for cancellation of shares	468,483	297,587
Purchases awaiting settlement	2,978,008	803,240
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	193,201	153,164
Legal and professional fees	1,077	2,215
Printing costs	3,043	1,862
Registration fees	2,636	5,353
	199,957	162,594
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	3,619	2,936
Transaction charges	20,758	5,322
Safe custody and other bank charges	29,550	10,116
Interest payable	106	167
	54,033	18,541
Other expenses	15,782	13,800
Taxation payable:		
Stamp duty reserve tax	3,619	5,693
Total creditors	3,719,882	1,301,455

10. RELATED PARTY TRANSACTIONS

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

11. SHAREHOLDER FUNDS

Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.

12. CONTINGENT LIABILITIES AND COMMITMENTS

There are no contingent liabilities or outstanding commitments (30.11.11 : none).

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.

CF 7IM AAP MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk

The table below shows the direct interest rate risk profile:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	7,675,472	6,782,061
Hong Kong dollars	–	756
Japanese yen	5,405	448
Kuwaiti dinar	35,293	–
Nigerian naira	1,423	–
Qatari rial	89,059	–
Singapore dollars	20	–
US dollars	5,230,399	5,327,301
Pounds sterling	57,759,091	29,663,968
	70,796,162	41,774,534
Floating rate liabilities:		
US dollars	(41)	–
Pounds sterling	(978,310)	(4,162,597)
	(978,351)	(4,162,597)
Fixed rate assets:		
Euros	5,041,227	–
Pounds sterling	16,781,951	4,993,937
	21,823,178	4,993,937
Assets on which interest is not paid:		
Australian dollars	427,478	255,100
Canadian dollars	1,153,689	873,686
Euros	7,887,146	21,472,018
Hong Kong dollars	233,799	149,724
Japanese yen	13,413,724	8,540,872
Jordanian dinar	164,529	–
Kuwaiti dinar	1,559,905	–
New Zealand dollar	60,283	35,108
Nigerian naira	877,204	–
Norwegian krone	44,107	132
Qatari rial	987,690	–
Singapore dollars	169,277	28,156
Swedish krona	266,320	391,632
Swiss francs	750,367	642,767
United Arab Emirates dirham	421,817	–
US dollars	72,903,458	42,554,361
Pounds sterling	132,170,787	122,084,185
	233,491,580	197,027,741

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk (continued)

Liabilities on which interest is not paid:

	30.11.12 £	30.11.11 £
Australian dollars	(4,293,949)	–
Canadian dollars	(54,239)	(54,213)
Euros	(6,518,312)	(21,084,308)
Japanese yen	(9,081,232)	(6,470,217)
Kuwaiti dinar	(35,293)	–
Nigerian naira	(273,459)	–
Qatari rial	(89,059)	–
Swiss francs	(28,948)	(7,059)
US dollars	(28,197,872)	(7,514,075)
Pounds sterling	(3,331,127)	(762,138)
	(51,903,490)	(35,892,010)
Net assets	<u>273,229,079</u>	<u>203,741,605</u>

The floating rate financial assets and liabilities comprise bank balances and bank overdraft positions which earn or pay interest at rates linked to the Bank of England base rate or its international equivalents and index-linked securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI) and collective investment schemes that pay UK interest distributions.

Fixed Rate Financial Assets				
Currency	Weighted average interest rate		Weighted average period for which rate is fixed	
	30.11.12	30.11.11	30.11.12	30.11.11
Euros	4.42%	–	2 years	–
Pounds sterling	3.28%	3.93%	6 years	13 years

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

CF 7IM AAP MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	427,478	(4,293,949)	(3,866,471)	255,100
Canadian dollars	1,099,450	-	1,099,450	819,473
Euros	20,579,064	(6,493,531)	14,085,533	7,169,771
Hong Kong dollars	233,799	-	233,799	150,480
Japanese yen	13,419,129	(9,081,232)	4,337,897	2,071,103
Jordanian dinar	164,529	-	164,529	-
Kuwaiti dinar	1,559,905	-	1,559,905	-
New Zealand dollar	60,283	-	60,283	35,108
Nigerian naira	605,168	-	605,168	-
Norwegian krone	44,107	-	44,107	132
Qatari rial	987,690	-	987,690	-
Singapore dollars	169,297	-	169,297	28,156
Swedish krona	266,320	-	266,320	391,632
Swiss francs	721,419	-	721,419	635,708
United Arab Emirates dirham	421,817	-	421,817	-
US dollars	78,014,978	(28,079,034)	49,935,944	40,367,587
	118,774,433	(47,947,746)	70,826,687	51,924,250
Pounds sterling	154,570,094	47,832,298	202,402,392	151,817,355
Net assets	273,344,527	(115,448)	273,229,079	203,741,605

vii. Derivatives

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

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 383 includes transaction costs of £29,830 and the sales figure disclosed on page 384 is net of transaction costs of £11,836.

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.6944	-	0.6944	0.4994
Group 2	0.4714	0.2230	0.6944	0.4994

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.7140	-	0.7140	0.5104
Group 2	0.3383	0.3757	0.7140	0.5104

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.9560	-	0.9560	0.7716
Group 2	0.4994	0.4566	0.9560	0.7716

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	1.0008	-	1.0008	0.7937
Group 2	0.4884	0.5124	1.0008	0.7937

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.4595	-	0.4595	0.2806
Group 2	0.2296	0.2299	0.4595	0.2806

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.4960	-	0.4960	0.2849
Group 2	0.3497	0.1463	0.4960	0.2849

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.4276	-	0.4276	0.2308
Group 2	0.4276	0.0000	0.4276	0.2308

CF 7IM AAP MODERATELY ADVENTUROUS FUND

Financial Statements (continued)

Distribution Tables (continued)

Interim (continued)

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.4415	–	0.4415	0.2332
Group 2	0.2598	0.1817	0.4415	0.2332

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.8746	–	0.8746	0.7010
Group 2	0.1740	0.7006	0.8746	0.7010

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.9103	–	0.9103	0.7196
Group 2	0.3782	0.5321	0.9103	0.7196

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	1.1419	–	1.1419	0.9622
Group 2	0.6256	0.5163	1.1419	0.9622

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.2046	–	1.2046	0.9968
Group 2	0.5463	0.6583	1.2046	0.9968

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.6495	–	0.6495	0.4779
Group 2	0.6495	0.0000	0.6495	0.4779

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.6831	–	0.6831	0.5013
Group 2	0.2181	0.4650	0.6831	0.5013

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.6151	–	0.6151	0.4193
Group 2	0.6151	0.0000	0.6151	0.4193

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.6261	–	0.6261	0.4247
Group 2	0.3339	0.2922	0.6261	0.4247

EQUALISATION

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

CF 7IM AAP ADVENTUROUS FUND
ACD'S REPORT
FOR THE YEAR ENDED 30 NOVEMBER 2012

IMPORTANT INFORMATION

The following changes were made effective from 25 October 2012:

- The benchmark for the Fund was changed to the IMA Flexible Investment Sector; and
- A fundamental change to the scheme was approved at an Extraordinary General Meeting of shareholders held on 24 October 2012. The change, is to allow sub-advisory fees to be taken directly out of the scheme property of the Fund.

The following change was effective from 10 December 2012:

- The 'In-Specie' Redemption policy of the company was changed to reflect that investors may no longer request cash instead of assets.

The following change was effective from 31 December 2012:

- The minimum lump-sum investment for Class 'C' Shares decreased to £1,000.

The following change was effective from 1 January 2013:

- The prices of the 'D' Retail Share Class are no longer published in the *Financial Times*. The prices of all shares are published on the website: www.fundlistings.com and the Capita Financial Group website: www.capitafinancial.co.uk. The prices of shares may also be obtained by calling 0845 608 1488 during normal business hours.

Full details of these changes can be found in the revised Prospectus dated 14 November 2012.

INVESTMENT OBJECTIVE AND POLICY

The CF 7IM AAP (Asset Allocated Passives) Adventurous Fund ('the Fund') aims, by applying active asset allocation techniques to predominantly passive strategies, to provide capital growth. There is a risk of wide fluctuations in capital values.

The Investment Manager will invest the majority of the portfolio in fixed interest and equity instruments using predominantly passive strategies (that is, strategies designed to track the performance of particular indices, market sectors or asset classes). The Investment Manager will also make investments in other asset classes such as property, commodities and private equities. Such investments will be made indirectly through holdings in investment trusts, exchange traded funds or other intermediary vehicles with the objective of improving returns and controlling risk by increasing diversification within the portfolio. The asset allocation for the entire portfolio will be actively managed.

The Fund invests predominantly in equities or instruments that track the returns of equity indices. Assets with scope for capital growth in real terms are likely to represent a major part of the portfolio. The Fund may use different asset classes, with a substantial proportion primarily in equities or instruments that track the returns of equity indices.

Investment may also be made in fixed interest, warrants, deposits, cash and near cash, money market instruments, other transferable securities, derivatives and forward transactions and other investments to the extent that each is permitted in the stated investment and borrowing powers of the company.

The Fund may rely on third party advice on quantitative investment techniques or use third party quantitative investment software in the portfolio's construction.

The IMA Flexible Investment Sector is the benchmark comparison against which the performance of the Fund is measured.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of CF 7IM AAP Adventurous Fund
26 March 2013

INVESTMENT MANAGER'S REPORT

PERFORMANCE REPORT

In the reporting period, 1 December 2011 to 30 November 2012, the portfolio delivered a total return of 9.8%¹. Over the same period the peer group average return for the IMA Flexible Investment Sector which is the Fund benchmark was 10.7%².

The period under review was generally a good one for financial markets, despite considerable economic and political turmoil in some of the main markets. World stock markets, as measured by the FTSE World Index were up 8.7% total return over the period while the FTSE All-Share Index was up 12.1% total return³.

In the US, nearly the whole of the period was dominated by two main issues: the presidential election and concerns about the extension of the Bush tax cuts, the so called 'fiscal cliff' but stock markets were relatively buoyant with the S&P 500 Index up 11.3%. In Europe the financial crisis in the European peripheries continued to drive risk appetites leading to considerable volatility in the prices of both equities and bonds in these markets. However, as new bailout plans emerged and the outright monetary transactions programme ('OMT') was announced, there was some recovery with the German DAX Index ending up 15.2%, but in France, where President Hollande is showing little willingness to come in line with the austerity plans the European Union would like to put in place, the Index was only up 6.8%.

In Japan, the TOPIX Index ended down 1.2%, the return being driven by currency weakness, as the local currency return was 7.3%, buoyed perhaps by hopes that a new prime minister and the appointment of a new Bank of Japan president early next year would make reforms that would lead to a recovery in Japanese equity markets after many disappointing years. Emerging Markets were generally weak with particularly poor performances from the main indices in Brazil (Bovespa Index down 15.7%), Russia (IRTS Index down 8.6%) and China (Shanghai Index down 6.5%) as global growth fears dampened investors' enthusiasm for taking on risk in these markets but the Indian Sensex Index bucked the trend and was up 12.9% on expectations of the retail review opening up markets in India.

Bond markets generally provided good returns to investors with very strong performance in total return terms from the high yield and corporate bonds and riskier Government Bonds with the iBoxx Sterling Corporate Bond Index up 18.4% and the JPMorgan Emerging Markets Government Bonds Index up 17.1%, while UK Gilts as measured by the FTSE Actuaries Govt Securities UK Gilts All Stocks Index produced relatively modest returns, up only 1.3%.

Alternative assets such as gold and real estate were mixed with gold down 3.8% while the IPD UK Property Index was up 3.1%.

PORTFOLIO REVIEW

The Fund value is up from £49.8 million at 30 November 2011⁴ to £68.7 million at 30 November 2012⁵.

¹ CF 71M Adventurous 'A' Acc shares, NAV return. Source: Capita.

² Please note that the performance benchmark has changed from the FTSE All-Share Index to IMA Flexible Investment Sector. This change may have resulted in variations from previously published figures. Source: Morningstar.

³ All returns quoted GBP and capital only unless stated otherwise. Source: Bloomberg.

⁴ Based on xd valuations on 30 November 2011. Source: Capita.

⁵ Based on xd valuations on 30 November 2012. Source: Capita.

At the beginning of the year, when we were fairly cautiously positioned, the Fund was invested 77% to equities, 15% alternatives, 2% bonds and 6% cash. Over the year we reduced exposure to alternatives invested cash and bought more equities. Equities now make up 67% of the Fund, 12% to alternatives, with 5% bonds and 16% cash.

As the Fund has grown in size it has been possible to use baskets of shares rather than more expensive ETFs or tracker funds to gain exposure to a number of equity and other markets. This year we introduced a global value equity basket, which contains shares in companies which have a value bias. This replaced the holding of db x-trackers DJ STOXX Global Select Dividend equity ETF which we had been using to access the global thematic strategy before.

We have had an exposure to Asia Pacific and Emerging Markets for a little while through a number of ETFs, but had been looking for another way to diversify risk in these areas which we found with the TOBAM funds. TOBAM's Anti-Benchmark products provide diversified core equity exposure through a quantitative strategy that avoids the concentration of risk that is found in Market Cap-Weighted benchmarks. The managers argue that Anti-Benchmark strategies can provide better returns than market cap-weighted benchmarks and with typically lower risk.

Our fund advisors Ibbotson introduced frontier markets equity as a new core asset class. It has a fairly low correlation with the other asset classes and therefore diversifies risk further in the portfolio. In the same way that we had introduced equity baskets elsewhere, we bought a basket of frontier markets equities to access the asset class return.

As the eurozone crisis intensified in the first few months of this year we felt it would be prudent to reduce some of the exposure to European financials and sold the holding of Lyxor ETF STOXX Europe 600 Banks. We felt this holding could be vulnerable if the crisis led to a run on banks, the most vulnerable of which were likely to be some of the European banks in this index.

Among alternatives, we sold the holding in the iShares FTSE/EPRA European Property ETF on the view that if European economies were struggling as a result of the eurozone crisis, it was unlikely that property markets would prosper and that property company shares could move to substantial discount. We also sold the small holding of the iShares S&P Commodity Producers Gold ETF which we had bought to take advantage of the mismatch between the pricing of gold and of gold producers. However, as the gold price came back, the gold producers share price was more volatile and to further reduce risk we disposed of the holding.

While our longer term expectation of a eurozone crisis resolution remained intact, we felt there could be a period of marked volatility in equity markets. We therefore put some risk mitigation strategies in place to provide some short term tail risk protection. We bought September put warrants on the UK FTSE 100 Index at a strike of 5,000 and on the Euro STOXX 50 Index at a strike of 2,000. As it turned out, volatility was lower than we expected and these markets performed well, so in the event the puts fell in value and we sold them at a loss.

We bought an exposure to European dividends, selling the existing European funds. Our longer term view is that there will be a resolution to the eurozone financial crisis and this had prompted us to look at the best way to access the improving returns we expect to flow through when the economies begin to recover. We had therefore bought dividend futures on the Euro STOXX 50 Index in three years of dividends: 2013, 2014 and 2015. This is also a cheap way to access European returns. The performance so far has been pleasing with the overall positions showing a gain of around 14%.

CF 7IM AAP ADVENTUROUS FUND

ACD's Report (continued)

Investment Manager's Report (continued)

PORTFOLIO REVIEW (continued)

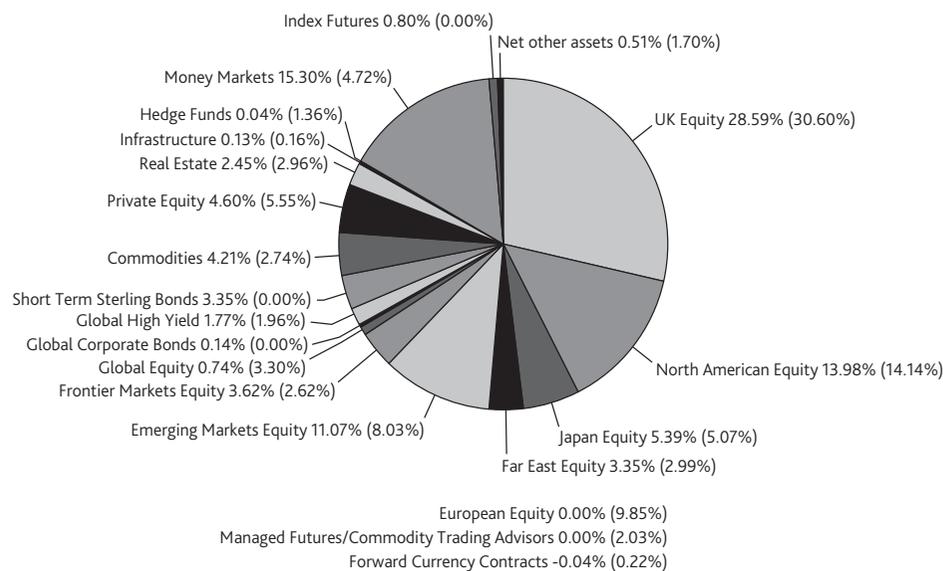
We saw attractive prospects in Emerging Europe where the growth rate was 4.8% in 2011; more than Latin America. The region is undergoing a long-term structural change, as living standards increase and economies become more mature. Unit labour costs are still likely to stay low compared to developed markets, which is helpful for developing foreign capital investment. We bought holdings in the iShares MSCI Russia Capped Swap fund and the Lyxor ETF Eastern Europe fund.

The Fund has a small allocation to high yield bonds which we see as offering good value.

We further reduced exposure to alternatives following disappointing performance, selling the holdings of hedge funds and Commodity Trading Advisors and reducing exposure to commodities, other than gold. We retained a small allocation to bonds, seeing high yield as an attractive investment.

Throughout the year we have part hedged the Fund's main currency positions to provide some protection against currency fluctuations in the US dollar, Japanese yen and euro, which since sterling was fairly strong against these currencies, was a successful strategy. This year we also put a near full hedge of the Australian dollar in place feeling that its value was overstated given the country's dependence on natural resources when global growth is slowing.

PORTFOLIO ASSET ALLOCATION



The figures in brackets show allocations at 30 November 2011.

SEVEN INVESTMENT MANAGEMENT LIMITED

Investment Manager

12 December 2012

FUND INFORMATION

PERFORMANCE RECORD

'A' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	105.23	69.62	–
2009	95.29	64.29	0.3582
2010	106.00	87.70	0.3329
2011	108.56	87.50	0.9439
2012*	103.49	92.53	1.1498
2013**	–	–	0.7200

'A' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	105.29	69.68	–
2009	96.22	64.71	0.8787
2010	107.73	88.63	0.4997
2011	110.70	89.22	0.9546
2012*	106.16	95.36	1.1676
2013**	–	–	0.7438

'C' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	105.43	70.11	–
2009	95.28	64.32	1.0862
2010	105.96	87.59	1.0422
2011	108.69	87.59	1.4422
2012*	103.54	92.45	1.6249
2013**	–	–	0.9655

CF 7IM AAP ADVENTUROUS FUND

ACD's Report (continued)
Fund Information (continued)

PERFORMANCE RECORD (continued)

'C' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008#	105.36	69.91	–
2009	97.05	65.01	0.9843
2010	109.20	89.63	1.0619
2011	112.50	90.78	1.4792
2012*	108.25	97.32	1.6962
2013**	–	–	1.0179

'O' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	77.01	71.29	–
2009	94.58	64.02	–
2010	105.41	86.86	0.1680
2011	108.15	87.08	–
2012*	103.03	92.30	0.6320
2013**	–	–	0.4400

'D' Income shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	104.30	69.50	–
2009	94.73	64.11	0.3371
2010	105.41	87.14	0.1386
2011	107.93	86.88	0.4812
2012*	102.72	91.99	0.6640
2013**	–	–	0.4551

'O' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008###	77.49	71.73	–
2009	95.25	64.42	–
2010	106.44	87.79	0.1695
2011	109.10	87.83	0.3355
2012*	104.30	93.60	0.6571
2013**	–	–	0.4817

'D' Accumulation shares

Calendar Year	Highest Price P	Lowest Price P	Distribution per share P
2008##	104.38	69.56	–
2009	95.64	64.53	0.6260
2010	106.65	87.92	0.1399
2011	109.36	88.05	0.4857
2012*	104.58	93.87	0.7454
2013**	–	–	0.5301

- # From 27 March 2008.
- ## From 2 June 2008.
- ### From 1 December 2008.
- * To 30 November 2012.
- ** Distribution payable on 31 January 2013.

CF 7IM AAP ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

NET ASSET VALUE

Date	Share Class	Net Asset Value £	Shares in Issue	Net Asset Value pence per share
30.11.10	'A' Income	941,218	953,954	98.66
	'A' Accumulation	2,229,729	2,223,447	100.28
	'C' Income	1,461,699	1,484,066	98.49
	'C' Accumulation	8,761,907	8,622,148	101.62
	'D' Income	804,234	820,353	98.04
	'D' Accumulation	19,725,683	19,861,648	99.32
	'O' Income	246	250	98.34
	'O' Accumulation	86,813	87,579	99.13
30.11.11	'A' Income	1,364,646	1,444,316	94.48
	'A' Accumulation	3,851,326	3,972,950	96.94
	'C' Income	1,695,420	1,795,912	94.40
	'C' Accumulation	16,782,015	17,002,225	98.70
	'D' Income	822,066	875,164	93.93
	'D' Accumulation	23,659,829	24,747,299	95.61
	'O' Income	235	250	94.19
	'O' Accumulation	1,555,073	1,630,733	95.36
30.11.12	'A' Income	1,860,363	1,851,443	100.48
	'A' Accumulation	5,720,597	5,477,389	104.44
	'C' Income	2,120,080	2,111,763	100.39
	'C' Accumulation	31,566,630	29,535,954	106.88
	'D' Income	738,871	739,599	99.90
	'D' Accumulation	25,339,069	24,699,962	102.59
	'O' Income	251	250	100.28
	'O' Accumulation	1,303,892	1,275,246	102.25

ONGOING CHARGES FIGURE

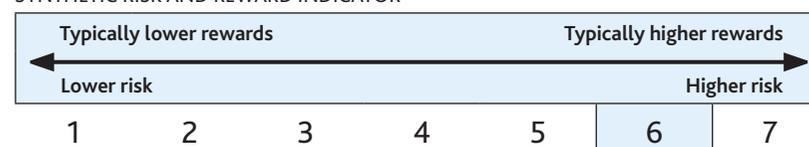
Expense Type	30.11.12 %			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.15	0.15	0.16	0.15
	<u>1.15</u>	<u>0.65</u>	<u>1.56</u>	<u>1.65</u>
Collective investment scheme costs	0.18	0.18	0.18	0.18
Ongoing charges figure	1.33	0.83	1.74	1.83

Expense Type	30.11.11 %			
	'A'	'C'	'D'	'O'
ACD's periodic charge	1.00	0.50	1.40	1.50
Other expenses	0.16	0.16	0.16	0.16
	<u>1.16</u>	<u>0.66</u>	<u>1.56</u>	<u>1.66</u>
Collective investment scheme costs	0.17	0.17	0.17	0.17
Ongoing charges figure	1.33	0.83	1.73	1.83

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

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

SYNTHETIC RISK AND REWARD INDICATOR



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

The Fund has been classed as 6 because its volatility has been measured as above average to high.

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

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

CF 7IM AAP ADVENTUROUS FUND

ACD's Report (continued)

Fund Information (continued)

FUND PERFORMANCE TO 30 NOVEMBER 2012 (%)

	1 year	3 years	Since launch*
CF 7IM AAP Adventurous Fund	9.79	13.56	4.51
IMA Flexible Investment Sector#	10.70	18.83	18.47

* Launch date 27 March 2008.

Source: Morningstar.

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

Details of the distributions per share for the year are shown in the Distribution Tables on pages 443 to 445.

PORTFOLIO STATEMENT AS AT 30 NOVEMBER 2012

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
EQUITIES				
UK EQUITY				
102,012	3i Group	215,755	0.31	
11,681	Aberdeen Asset Management	39,470	0.06	
2,246	Admiral Group	25,110	0.04	
8,346	Advance Developing Markets	34,970	0.05	
12,367	Aegis Group	29,062	0.04	
9,743	Afren	13,289	0.02	
2,724	Aggreko	60,800	0.09	
10,296	Alliance Trust (The)	38,589	0.06	
3,872	AMEC	40,385	0.06	
5,193	Amlin	20,066	0.03	
14,160	Anglo American	245,322	0.36	
3,902	Antofagasta	50,219	0.07	
14,479	Aquarius Platinum	6,443	0.01	
14,980	ARM Holdings	115,870	0.17	
4,359	Ashmore Group	15,701	0.02	
6,213	Ashtead Group	23,808	0.03	
4,187	Associated British Foods	61,800	0.09	
19,998	Assura Group	6,749	0.01	
13,942	AstraZeneca	413,520	0.60	
893	Aveva	18,226	0.03	
29,516	Aviva	103,453	0.15	
3,602	AZ Electronic Materials	13,230	0.02	
2,995	Babcock International Group	29,845	0.04	
35,915	BAE Systems	117,550	0.17	
9,314	Balfour Beatty	24,002	0.03	
134,470	Barclays	330,729	0.48	
6,734	Barratt Developments	13,131	0.02	
3,874	Beazley	6,822	0.01	
1,770	Bellway	17,629	0.03	
4,007	Berendsen	23,241	0.03	
1,181	Berkeley Group Holdings	19,368	0.03	
1,664	Betfair Group	12,230	0.02	
35,989	BG Group	384,902	0.56	
1,771	BH Global £	19,870	0.03	
1,106	BH Macro \$	12,767	0.02	
183	BH Macro £	3,541	0.01	
22,586	BHP Billiton \$	443,137	0.65	
7,238	Big Yellow Group	24,993	0.04	
25,594	BlueCrest AllBlue	42,614	0.06	
2,565	Bodycote	10,568	0.02	
13,081	Booker Group	12,957	0.02	
205,880	BP	888,475	1.29	
20,424	British American Tobacco	668,682	0.97	

CF 71M AAP ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
1,925	British Empire Securities and General	8,993	0.01	
9,936	British Land Company	54,648	0.08	
10,143	British Sky Broadcasting Group	76,985	0.11	
3,592	Britvic	14,181	0.02	
82,565	BT Group	192,707	0.28	
5,491	BTG	19,603	0.03	
994	Bumi	2,664	–	
2,897	Bunzl	29,810	0.04	
4,298	Burberry Group	55,272	0.08	
5,604	Bwin.Party Digital Entertainment	6,108	0.01	
11,427	Cable & Wireless Communications	3,965	0.01	
8,221	Cadogan Petroleum	1,171	–	
4,410	Cairn Energy	11,850	0.02	
8,418	Capita Group (The)**	64,187	0.09	
13,204	Capital & Counties Properties	31,571	0.05	
4,473	Capital Shopping Centres Group	15,454	0.02	
5,982	Carillion	17,414	0.03	
2,240	Carnival	56,448	0.08	
1,229	Carpentright	8,542	0.01	
7,456	Catlin Group	35,998	0.05	
4,572	Centamin	2,684	–	
53,463	Centrica	174,075	0.25	
2,189	Chemring Group	5,381	0.01	
3,183	Chesnara	6,111	0.01	
2,472	City of London Investment Group	6,236	0.01	
9,180	Cobham	19,462	0.03	
20,659	Compass Group	148,951	0.22	
4,272	Cookson Group	26,187	0.04	
1,406	Creston	1,083	–	
7,548	CRH	86,123	0.13	
2,263	Croda International	53,882	0.08	
2,484	CSR	8,316	0.01	
974	Daily Mail & General	5,104	0.01	
1,603	De La Rue	15,429	0.02	
20,200	Debenhams	23,816	0.03	
1,548	Derwent London	31,951	0.05	
4,282	Development Securities	6,573	0.01	
6,164	Dexion Equity***	471	–	
14,157	Dexion Equity Alternative***	1,152	–	
26,142	Diageo	485,457	0.71	
1,425	Dignity	14,008	0.02	
1,405	Diploma	6,711	0.01	
43,779	Dixons Retail	12,022	0.02	
3,685	Drax Group	19,899	0.03	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
10,949	DS Smith	23,661	0.03	
6,874	Dunedin Income Growth Investment Trust	15,844	0.02	
5,224	E2V Technologies	5,851	0.01	
1,735	easyJet	12,388	0.02	
6,750	Electric and General***	–	–	
3,335	Electrocomponents	7,020	0.01	
3,481	Elementis	7,717	0.01	
11,172	EnQuest	12,736	0.02	
10,677	Enterprise Inns	9,155	0.01	
5,780	Essar Energy	6,884	0.01	
3,044	Eurasian Natural Resources Corporation	8,222	0.01	
3,287	Evraz	7,682	0.01	
2,810	Exillon Energy	4,306	0.01	
10,522	Experian	109,113	0.16	
18,383	F&C Private Equity Trust	33,457	0.05	
3,616	Fenner	13,958	0.02	
2,948	Filtrona	17,246	0.03	
3,803	FirstGroup	7,096	0.01	
15,260	Foreign & Colonial Investment Trust	47,947	0.07	
1,802	Fresnillo	35,733	0.05	
1,340	Fuller Smith & Turner	10,117	0.01	
17,847	G4S	44,082	0.06	
854	Genus	11,700	0.02	
21,173	GKN	47,004	0.07	
54,514	GlaxoSmithKline	727,489	1.06	
37,187	Glencore International	128,444	0.19	
4,807	Great Portland Estates	22,612	0.03	
3,068	Greene King	18,776	0.03	
6,432	Halma	28,069	0.04	
11,542	Hammerson	54,363	0.08	
3,339	Hargeaves Lansdown	25,260	0.04	
46,633	Hays	36,257	0.05	
10,858	Henderson Group	12,997	0.02	
1,926	HgCapital	19,260	0.03	
2,429	Hikma Pharmaceuticals	18,266	0.03	
4,574	Hiscox	21,992	0.03	
1,420	Hochschild Mining	6,623	0.01	
9,279	Home Retail Group	10,365	0.02	
4,031	HomeServe	9,654	0.01	
6,341	Howden Joinery Group	10,640	0.02	
197,722	HSBC Holdings	1,260,675	1.84	
1,698	Hunting	13,813	0.02	

CF 71M AAP ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
4,676	ICAP	13,631	0.02	
2,755	IG Group	11,662	0.02	
2,123	Imagination Technologies Group	8,628	0.01	
12,532	IMI	131,837	0.19	
10,763	Imperial Tobacco Group	268,752	0.39	
4,994	Inchcape	21,334	0.03	
7,723	Informa	32,467	0.05	
5,422	Inmarsat	31,854	0.05	
2,565	InterContinental Hotels Group	42,759	0.06	
44,623	Intermediate Capital Group	129,987	0.19	
20,985	International Consolidated Airlines	35,402	0.05	
1,079	International Personal Finance	3,710	0.01	
27,462	International Public Partnerships	34,382	0.05	
1,819	Intertek Group	56,207	0.08	
11,611	Invensys	36,575	0.05	
5,806	Investec	22,162	0.03	
43,004	ITV	42,466	0.06	
1,785	Jardine Lloyd Thompson Group	13,709	0.02	
3,796	John Wood Group	29,495	0.04	
1,873	Johnson Matthey	44,933	0.07	
2,124	JPMorgan Claverhouse Investment Trust	9,271	0.01	
11,428	JPMorgan European Investment Trust	18,799	0.03	
3,326	JPMorgan Indian	12,406	0.02	
3,858	Jupiter Fund Management	10,664	0.02	
1,166	Kazakhmys	8,314	0.01	
16,414	Kenmare Resources	5,300	0.01	
10,378	Kesa Electricals	4,930	0.01	
24,797	Kingfisher	68,936	0.10	
11,263	Ladbrokes	21,940	0.03	
2,043	Lancashire Holdings	16,242	0.02	
8,642	Land Securities Group	69,784	0.10	
3,682	Lavendon Group	4,823	0.01	
58,397	Legal & General Group	85,026	0.12	
426,864	Lloyds Banking Group	198,470	0.29	
1,177	London Stock Exchange Group	11,493	0.02	
1,523	Lonmin	3,929	0.01	
15,113	Lookers	11,599	0.02	
18,580	Man Group	14,269	0.02	
16,866	Marks & Spencer Group	65,879	0.10	
7,024	Marshalls	7,024	0.01	
10,710	Martson's	13,409	0.02	
3,007	Mecom Group	2,045	-	
13,971	MedicX Fund	10,199	0.01	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY (continued)			
6,784	Meggitt	26,417	0.04	
14,031	Melrose Industries	29,872	0.04	
3,381	Mercantile	35,670	0.05	
6,206	Michael Page International	22,112	0.03	
847	Micro Focus International	4,853	0.01	
6,562	Mitie Group	17,599	0.03	
4,626	Mondi	29,653	0.04	
4,918	Morgan Crucible	11,970	0.02	
23,122	Morrison (Wm.) Supermarkets	62,152	0.09	
3,389	Murray International	34,703	0.05	
7,094	National Express Group	12,344	0.02	
37,790	National Grid	266,231	0.39	
1,261	New World Resources	3,334	-	
1,684	Next	61,651	0.09	
5,087	Ocado Group	3,736	0.01	
49,504	Old Mutual	84,751	0.12	
2,292	Ophir Energy	11,414	0.02	
738	Oxford Instruments	10,015	0.01	
4,655	Paragon Group Companies	11,181	0.02	
8,387	Pearson	98,799	0.14	
5,584	Pennon Group	34,537	0.05	
2,902	Persimmon	23,245	0.03	
2,784	Petrofac	45,212	0.07	
2,063	Petropavlovsk	7,053	0.01	
2,970	Phoenix Group Holdings	14,865	0.02	
2,502	Polymetal International	26,546	0.04	
3,106	Premier Farnell	5,439	0.01	
1,236	Premier Foods	1,183	-	
8,476	Premier Oil	28,505	0.04	
2,646	Provident Financial	34,028	0.05	
27,677	Prudential	250,477	0.36	
13,450	Punch Taverns	915	-	
3,900	PZ Cussons	13,978	0.02	
9,516	QinetiQ Group	18,804	0.03	
987	Randgold Resources	65,685	0.10	
6,483	Reckitt Benckiser Group	254,393	0.37	
14,611	Reed Elsevier	93,803	0.14	
9,086	Regus	8,891	0.01	
503	Renishaw	9,104	0.01	
22,005	Rentokil Initial	19,805	0.03	
14,116	Resolution	33,540	0.05	
6,744	Rexam	29,518	0.04	
1,252	Rightmove	18,755	0.03	
13,367	Rio Tinto	413,508	0.60	
1,851	RIT Capital Partners	21,546	0.03	

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ACD's Report (continued)
Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY <i>(continued)</i>			
19,174	Rolls-Royce Holdings	170,553	0.25	
762	Rotork	18,829	0.03	
25,530	Royal Bank of Scotland Group	75,339	0.11	
40,018	Royal Dutch Shell 'A'	835,976	1.22	
28,434	Royal Dutch Shell 'B'	612,611	0.89	
34,332	RSA Insurance Group	40,306	0.06	
633,798	S&W Munro UK*	620,742	0.90	
9,690	SABMiller	273,936	0.40	
15,230	Sage Group (The)	47,457	0.07	
12,110	Sainsbury (J)	41,344	0.06	
1,247	Schroders	19,865	0.03	
813	Schroders <i>non-voting</i>	10,569	0.02	
1,972	Scottish Oriental Smaller Companies (The)	14,021	0.02	
6,543	Segro	15,461	0.02	
5,376	Senior	10,628	0.02	
3,313	Serco Group	18,106	0.03	
2,427	Severn Trent	39,196	0.06	
4,368	Shaftesbury	24,177	0.03	
5,890	Shire	106,373	0.15	
10,842	Smith & Nephew	71,286	0.10	
4,970	Smiths Group	54,372	0.08	
4,791	Smiths News	7,163	0.01	
1,895	SOCO International	6,881	0.01	
1,820	Spectris	34,999	0.05	
25,980	Speedy Hire	9,093	0.01	
1,613	Spirax-Sarco Engineering	35,180	0.05	
4,876	Spirent Communications	7,343	0.01	
10,378	SSE	147,887	0.21	
10,508	St. Ives	10,823	0.02	
4,085	St. James's Place	16,258	0.02	
7,471	Stagecoach Group	21,845	0.03	
20,757	Standard Chartered	301,911	0.44	
23,460	Standard Life	75,049	0.11	
10,241	Standard Life Investment Property Income	6,068	0.01	
246	SuperGroup	1,499	-	
18,312	SVM Global Fund	42,118	0.06	
4,123	Synergy Health	40,488	0.06	
3,537	TalkTalk Telecom Group	7,753	0.01	
897	Talvivaara Mining Company	856	-	
5,051	Tate & Lyle	38,943	0.06	
34,250	Taylor Wimpey	20,893	0.03	
444	Air Products & Chemicals	22,986	0.03	
517	AK Steel Holding Corporation	1,290	-	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	UK EQUITY <i>(continued)</i>			
2,872	Telecity Group	24,584	0.04	
7,199	Templeton Emerging Markets	40,134	0.06	
81,765	Tesco	265,818	0.39	
19,561	Thomas Cook Group	5,037	0.01	
8,834	Throgmorton (The)	16,917	0.02	
4,212	TR European Growth Trust	13,499	0.02	
2,757	Travis Perkins	30,713	0.04	
3,835	Tribal Group	3,758	0.01	
4,449	TT electronics	5,962	0.01	
4,455	TUI Travel	12,086	0.02	
9,607	Tullow Oil	132,192	0.19	
2,210	UBM	16,255	0.02	
15,702	UK Coal	785	-	
1,031	Ultra Electronics holdings	16,816	0.02	
12,583	Unilever	302,369	0.44	
7,856	United Utilities Group	53,539	0.08	
1,165	Vedanta Resources	12,477	0.02	
1,666	Victrex	25,590	0.04	
903	Vitec Group (The)	5,888	0.01	
526,086	Vodafone Group	847,525	1.23	
2,160	Weir Group (The)	40,824	0.06	
3,381	WH Smith	21,977	0.03	
1,636	Whitbread	39,248	0.06	
5,796	William Hill	19,544	0.03	
3,322	Wolseley	96,139	0.14	
2,073	Workspace Group	6,093	0.01	
12,465	WPP	106,700	0.15	
1,523	WS Atkins	11,620	0.02	
5,452	Yule Catto & Company	9,759	0.01	
	TOTAL UK EQUITY	19,628,559	28.59	30.60
	NORTH AMERICAN EQUITY			
677	3M Company	38,424	0.06	
1,783	Abbott Laboratories	72,315	0.11	
654	Accenture	27,721	0.05	
928	Adobe Systems	20,041	0.03	
362	ADT Corporation (The)	10,352	0.02	
2,459	AES Corporation (The)	16,341	0.02	
172	Aetna	4,635	0.01	
656	Aflac	21,682	0.03	
622	Agilent Technologies	14,861	0.02	
603	AGL Resources	14,655	0.02	
124	Akamai Technologies	2,833	-	
246	Allegheny Technologies	4,015	0.01	

CF 71M AAP ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
489	Allergan	28,303	0.04	
967	Allstate Corporation (The)	24,419	0.04	
226	Alpha Natural Resources	1,053	-	
677	Altera Corporation	13,674	0.02	
2,003	Altria Group	42,256	0.06	
424	Amazon.com	66,649	0.10	
956	American Electric Power	25,429	0.04	
1,160	American Express Company	40,461	0.06	
723	American International Group	14,946	0.02	
341	American Tower Corporation	15,941	0.02	
541	Ameriprise Financial	20,487	0.03	
911	Amgen	50,477	0.07	
659	Anadarko Petroleum Corporation	30,104	0.04	
693	Analog Devices	17,547	0.03	
564	Apache Corporation	27,108	0.04	
1,028	Apple	375,230	0.55	
1,825	Applied Materials	12,219	0.02	
911	Archer-Daniels-Midland Company	15,172	0.02	
6,935	AT&T	147,775	0.22	
270	Automatic Data Processing	9,554	0.01	
41	AutoZone	9,811	0.01	
1,242	Avon Products	10,803	0.02	
277	Baker Hughes	7,461	0.01	
16,134	Bank of America Corporation	99,161	0.14	
485	Baxter International	20,058	0.03	
719	BB&T Corporation	12,634	0.02	
451	Beam	15,790	0.02	
416	Becton, Dickinson and Company	19,901	0.03	
134	Bed Bath & Beyond	4,909	0.01	
1,681	Berkshire Hathaway	92,313	0.13	
243	Best Buy Company	1,986	-	
302	Biogen Idec	28,094	0.04	
160	BlackRock	19,651	0.03	
1,349	BNY Mellon Corporation (The)	20,151	0.03	
899	Boeing Company (The)	41,656	0.06	
2,379	Bristol-Myers Squibb Company	48,422	0.07	
673	Broadcom Corporation	13,597	0.02	
178	Cabot Oil & Gas Corporation	5,228	0.01	
507	Cameron International Corporation	17,055	0.02	
758	Capital One Financial Corporation	27,234	0.04	
500	Cardinal Health	12,620	0.02	
692	Carnival Corporation	16,689	0.02	
604	Caterpillar	32,129	0.05	
1,077	CBS Corporation	24,186	0.04	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
714	Celgene Corporation	35,017	0.05	
1,510	CenturyLink	36,576	0.05	
216	Cerner Corporation	10,405	0.02	
56	CF Industries Holdings	7,475	0.01	
2,164	Charles Schwab Corporation (The)	17,689	0.03	
531	Chesapeake Energy Corporation	5,643	0.01	
2,801	Chevron Corporation	184,596	0.27	
14	Chipotle Mexican Grill	2,300	-	
638	Cigna Corporation	20,812	0.03	
442	Cincinnati Financial Corporation	11,175	0.02	
6,118	Cisco Systems	72,150	0.11	
3,939	Citigroup	84,918	0.12	
295	Citrix Systems	11,254	0.02	
176	Cliffs Natural Resources	3,156	-	
485	CME Group	16,723	0.02	
524	Coach	18,905	0.03	
5,304	Coca-Cola Company (The)	125,398	0.18	
186	Cognizant Technology Solutions Corporation	7,804	0.01	
181	Colfax Corporation	4,401	0.01	
601	Colgate-Palmolive Company	40,696	0.06	
3,624	Comcast Corporation	84,029	0.12	
273	Computer Sciences Corporation	6,473	0.01	
1,686	ConocoPhillips	59,881	0.09	
437	CONSOL Energy	8,543	0.01	
1,005	Consolidated Edison	34,967	0.05	
1,404	Corning	10,714	0.02	
539	Costco Wholesale Corporation	34,987	0.05	
498	Coventry Health Care	13,567	0.02	
780	Covidien	28,277	0.04	
332	Crown Castle International Corporation	13,985	0.02	
2,031	CSX Corporation	25,042	0.04	
611	Cummins	37,438	0.05	
1,811	CVS Caremark Corporation	52,579	0.08	
902	Danaher Corporation	30,375	0.04	
131	DaVita	8,816	0.01	
237	Dean Foods Company	2,536	-	
439	Deere & Company	23,029	0.03	
2,209	Dell	13,287	0.02	
790	Devon Energy Corporation	25,465	0.04	
1,159	DIRECTV	35,942	0.05	
879	Discover Financial Services	22,827	0.03	
228	Discovery Communications	8,589	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
572	Dollar Tree	14,897	0.02	
619	Dominion Resources	19,698	0.03	
405	Dover Corporation	16,080	0.02	
1,676	Dow Chemical Company (The)	31,561	0.05	
771	Dr Pepper Snapple Group	21,562	0.03	
2,248	Duke Energy Corporation	89,491	0.13	
2,163	E.I. du Pont de Nemours and Company	58,224	0.08	
1,566	eBay	51,612	0.08	
273	Ecolab	12,278	0.02	
102	Edwards Lifesciences Corporation	5,521	0.01	
454	Electronic Arts	4,193	0.01	
1,767	Eli Lilly and Company	54,058	0.08	
2,596	EMC Corporation	40,204	0.06	
1,183	Emerson Electric Company	37,078	0.05	
72	Energy Transfer Partners	1,972	–	
49	Engility Holdings	562	–	
750	Entergy Corporation	29,726	0.04	
569	EOG Resources	41,756	0.06	
546	Equity Residential	18,908	0.03	
252	Estee Lauder Companies (The)	9,151	0.01	
790	Exelis	5,555	0.01	
1,322	Exelon Corporation	24,903	0.04	
229	Expedia	8,833	0.01	
828	Express Scripts Holding Company	27,811	0.04	
5,521	Exxon Mobil Corporation	303,361	0.44	
184	F5 Networks	10,758	0.02	
104	Family Dollar Stores	4,620	0.01	
226	FedEx Corporation	12,621	0.02	
1,953	Fifth Third Bancorp	17,816	0.03	
635	FirstEnergy Corporation	16,816	0.02	
451	Fluor Corporation	14,934	0.02	
445	FMC Technologies	11,343	0.02	
3,698	Ford Motor Company	26,397	0.04	
451	Fortune Brands Home & Security	8,440	0.01	
310	Franklin Resources	25,539	0.04	
1,090	Freeport – McMoRan Copper & Gold	26,511	0.04	
2,740	Frontier Communications Corporation	8,207	0.01	
580	Gannett Company	6,474	0.01	
451	General Dynamics Corporation	18,705	0.03	
18,424	General Electric Company	242,911	0.35	
2,728	General Mills	69,688	0.10	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
598	Genworth Financial 'A'	2,209	–	
1,022	Gilead Sciences	47,827	0.07	
555	Goldman Sachs Group (The)	40,805	0.06	
587	Goodyear Tire & Rubber Company (The)	4,608	0.01	
307	Google	133,639	0.20	
903	Halliburton Company	18,785	0.03	
1,645	Hartford Financial Services Group	21,750	0.03	
494	HCP	13,880	0.02	
98	Hershey Company (The)	4,476	0.01	
689	Hess Corporation	21,320	0.03	
2,915	Hewlett-Packard Company	23,591	0.03	
2,137	Hillshire Brands Company	37,083	0.05	
86	HJ Heinz Company	3,137	–	
1,786	Home Depot (The)	72,526	0.11	
1,016	Honeywell International	38,874	0.06	
430	Host Hotels & Resorts	3,941	0.01	
104	Humana	4,245	0.01	
842	Illinois Tool Works	32,353	0.05	
7,305	Intel Corporation	89,157	0.13	
142	IntercontinentalExchange International Business Machines Corporation	11,698	0.02	
1,338	International Paper Company	158,667	0.23	
514	International Paper Company	11,908	0.02	
633	Intuit	23,651	0.03	
47	Intuitive Surgical	15,514	0.02	
395	ITT Corporation	5,506	0.01	
1,592	Janus Capital Group	8,126	0.01	
209	JDS Uniphase Corporation	1,582	–	
152	JM Smucker Company (The)	8,377	0.01	
2,547	Johnson & Johnson	110,803	0.16	
780	Johnson Controls	13,408	0.02	
5,542	JPMorgan Chase & Company	141,814	0.21	
259	Juniper Networks	2,902	–	
1,078	Kimberly–Clark Corporation	57,652	0.08	
526	Kinder Morgan warrants	1,205	–	
671	Kohl's Corporation	18,699	0.03	
322	Kraft Foods Group	9,080	0.01	
503	Kroger Company (The)	8,242	0.01	
297	L–3 Communications Holdings	14,236	0.02	
1,156	Lennar Corporation	27,446	0.04	
245	Limited Brands	7,972	0.01	
2,987	Lincoln National Corporation	46,036	0.07	
149	Lorillard	11,265	0.02	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
NORTH AMERICAN EQUITY (continued)				
1,480	Lowe's Companies	33,347	0.05	
668	Macy's	16,131	0.02	
818	Marathon Oil Corporation	15,746	0.02	
255	Marathon Petroleum Corporation	9,472	0.01	
1,137	Masco Corporation	12,025	0.02	
118	MasterCard	35,981	0.05	
1,619	Mattel	37,893	0.06	
1,390	McDonald's Corporation	75,491	0.11	
266	McKesson Corporation	15,680	0.02	
149	Mead Johnson Nutrition Company	6,339	0.01	
1,354	Medtronic	35,577	0.05	
3,569	Merck & Company	98,587	0.14	
564	Meredith Corporation	10,973	0.02	
1,430	MetLife	29,615	0.04	
1	Microchip Technology	19	-	
2,401	Micron Technology	8,929	0.01	
9,962	Microsoft Corporation	165,283	0.24	
942	Molex	15,506	0.02	
968	Mondelez International	15,626	0.02	
969	Monsanto Company	55,372	0.08	
360	Monster Worldwide	1,220	-	
1,968	Morgan Stanley	20,691	0.03	
211	Mosaic Company (The)	7,117	0.01	
565	Motorola Solutions	19,192	0.03	
708	Nabors Industries	6,490	0.01	
473	NetApp	9,350	0.01	
34	Netflix	1,733	-	
1,006	Newell Rubbermaid	13,684	0.02	
520	Newmont Mining Corporation	15,266	0.02	
2,844	News Corporation	43,725	0.06	
437	NextEra Energy	18,730	0.03	
674	NIKE	41,004	0.06	
445	Noble Energy	27,125	0.04	
630	Norfolk Southern Corporation	23,735	0.04	
246	Northeast Utilities	5,943	0.01	
893	Nucor Corporation	22,935	0.03	
543	NVIDIA Corporation	4,056	0.01	
1,058	Occidental Petroleum Corporation	49,638	0.07	
4,137	Office Depot	8,648	0.01	
790	Omnicom Group	24,514	0.04	
216	ONEOK	6,042	0.01	
5,972	Oracle Corporation	119,579	0.18	
69	O'Reilly Automotive	4,051	0.01	
694	PACCAR	19,023	0.03	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
NORTH AMERICAN EQUITY (continued)				
385	Parker Hannifin Corporation	19,730	0.03	
174	Peabody Energy Corporation	2,725	-	
173	Pentair	5,231	0.01	
1,549	PepsiCo	67,850	0.10	
165	Perrigo Company	10,653	0.02	
9,904	Pfizer	154,495	0.23	
351	PG&E Corporation	8,960	0.01	
1,957	Philip Morris International	109,790	0.16	
564	Pinnacle West Capital Corporation	18,096	0.03	
790	Plum Creek Timber Company	21,088	0.03	
762	PNC Financial Services Group	26,674	0.04	
304	PPG Industries	23,578	0.04	
330	PPL Corporation	6,041	0.01	
652	Praxair	43,632	0.06	
135	Precision Castparts Corporation	15,446	0.02	
54	Priceline.com	22,336	0.03	
3,258	Procter & Gamble Company (The)	141,733	0.21	
1,247	ProLogis	26,408	0.04	
728	Prudential Financial	23,671	0.04	
279	Public Service Enterprise Group	5,235	0.01	
2,109	Qualcomm	83,721	0.12	
407	Quanta Services	6,552	0.01	
230	Quest Diagnostics	8,285	0.01	
45	Ralph Lauren Corporation	4,411	0.01	
169	Range Resources Corporation	6,748	0.01	
448	Raytheon Company	15,959	0.02	
367	Red Hat	11,301	0.02	
2,088	Regions Financial Corporation	8,677	0.01	
1,129	Republic Services	20,028	0.03	
526	Reynolds American	14,349	0.02	
398	Robert Half International	7,016	0.01	
282	Rockwell Automation	13,940	0.02	
226	Rockwell Collins	8,059	0.01	
447	Ross Stores	15,876	0.02	
98	Salesforce.com	9,639	0.01	
252	SanDisk Corporation	6,143	0.01	
612	SCANA Corporation	17,669	0.03	
1,785	Schlumberger	79,769	0.12	
384	Sempra Energy	16,384	0.02	
83	Sherwin-Williams Company (The)	7,961	0.01	
401	Simon Property Group	38,072	0.06	
548	Snap-on	27,133	0.04	
1,333	Southern Company	36,190	0.05	
1,166	Southwest Airlines Company	6,926	0.01	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
291	Southwestern Energy Company	6,299	0.01	
531	Spectra Energy Corporation	9,254	0.01	
1,951	Sprint Nextel Corporation	6,963	0.01	
599	St. Jude Medical	12,805	0.02	
1,116	Starbucks Corporation	36,099	0.05	
358	State Street Corporation	9,929	0.01	
451	Stryker Corporation	15,241	0.02	
77	SunCoke Energy	779	-	
1,026	SunTrust Banks	17,369	0.03	
452	Sysco Corporation	8,926	0.01	
790	T. Rowe Price Group	31,868	0.05	
688	Target Corporation	27,084	0.04	
271	Teradata Corporation	10,058	0.01	
2,032	Texas Instruments	37,365	0.05	
669	Thermo Fisher Scientific	26,528	0.04	
103	Tiffany & Company	3,790	0.01	
1,242	Time Warner	36,656	0.05	
688	Time Warner Cable	40,748	0.06	
1,070	TJX Companies (The)	29,604	0.04	
639	Travelers Companies (The)	28,237	0.04	
724	Tyco International	12,816	0.02	
2,017	U.S. Bancorp	40,588	0.06	
878	Union Pacific Corporation	67,248	0.10	
802	United Technologies Corporation	40,089	0.06	
1,551	Unum Group	19,723	0.03	
231	Valero Energy Corporation	4,650	0.01	
677	Ventas	26,888	0.04	
3,449	Verizon Communications	94,799	0.14	
152	VF Corporation	15,222	0.02	
699	Viacom	22,510	0.03	
658	Visa	61,405	0.09	
862	Walgreen Company	18,244	0.03	
2,035	Wal-Mart Stores	91,373	0.13	
2,101	Walt Disney Company (The)	65,102	0.09	
691	Waste Management	14,034	0.02	
252	Watson Pharmaceuticals	13,828	0.02	
556	WellPoint	19,386	0.03	
6,854	Wells Fargo & Company	141,131	0.21	
1,179	Weyerhaeuser Company	20,260	0.03	
311	Whole Foods Market	18,103	0.03	
167	WPX Energy	1,643	-	
129	WW Grainger	15,578	0.02	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	NORTH AMERICAN EQUITY (continued)			
38	Wynn Resorts	2,665	-	
131	XL Group	1,987	-	
340	Xylem	5,527	0.01	
39	Yum! Brands	1,632	-	
	TOTAL NORTH AMERICAN EQUITY	9,595,001	13.98	14.14
	EUROPEAN EQUITY	-	-	9.85
	JAPAN EQUITY			
9,005	Amundi ETF MSCI Japan*	733,998	1.07	
200	Astellas Pharma	6,302	0.01	
3	Inpex Corporation	10,010	0.01	
900	Tohoku Electric Power Company	5,073	0.01	
800	Toyota Motor Corporation	21,336	0.03	
28,017	Vanguard Japan Stock Index*	2,923,413	4.26	
	TOTAL JAPAN EQUITY	3,700,132	5.39	5.07
	FAR EAST EQUITY			
96	TOBAM Anti-Benchmark Pacific Ex-Japan*	706,666	1.03	
2,300,000	RBS MSCI Asia Pacific ex Japan^	1,596,009	2.32	
	TOTAL FAR EAST EQUITY	2,302,675	3.35	2.99
	EMERGING MARKETS EQUITY			
52,686	iShares MSCI Russia Capped Swap*	799,773	1.16	
27,573	Lyxor ETF Eastern Europe*	409,711	0.60	
3,400,000	RBS Emerging Markets Index^	2,042,578	2.97	
713	TOBAM Anti-Benchmark Emerging Markets*	4,349,589	6.34	
	TOTAL EMERGING MARKETS EQUITY	7,601,651	11.07	8.03
	FRONTIER MARKETS EQUITY			
90,000	Abu Dhabi Commercial Bank	45,868	0.07	
235,706	Access Bank	8,375	0.01	
19,582	Agility Public Warehousing Company	22,121	0.03	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FRONTIER MARKETS EQUITY (continued)			
15,601	Ahli United Bank	29,027	0.04	
222	Amundi ETF MSCI Eastern Europe Ex Russia*	45,206	0.07	
4,455	Arab Bank	27,492	0.04	
1,330	Banco Macro ADRs	12,598	0.02	
6,232	Barwa Real Estate Company	29,906	0.04	
30,567	Boubyan Bank	43,332	0.06	
25,376	Boubyan Petrochemicals Company	31,477	0.05	
30,597	Burgan Bank	35,920	0.05	
52,453	Dana Gas	3,564	0.01	
18,552	Dangote Cement	8,902	0.01	
6,615	db x-trackers – FTSE Vietnam*	79,182	0.12	
14,010	db x-trackers MSCI Bangladesh IM TRN Index ETF*	7,562	0.01	
97,764	db x-trackers MSCI Pakistan IM TRN Index ETF*	76,496	0.11	
9,003	DP World	69,097	0.10	
139,765	Dubai Islamic Bank	46,537	0.07	
22,975	Emaar Properties	14,597	0.02	
601,086	First Bank of Nigeria	35,468	0.05	
19,047	First Gulf Bank	33,813	0.05	
567,022	Guaranty Trust Bank	43,509	0.06	
20,801	Guinness Nigeria	19,714	0.03	
57,867	Gulf Bank	55,116	0.08	
1,535	Halyk Savings Bank of Kazakhstan	7,576	0.01	
1,669	Industries Qatar	43,478	0.06	
826	Jordan Phosphate Mines	9,670	0.01	
1,996	Jordan Telecommunications Company	9,291	0.01	
6,047	KazMunaiGas Exploration Production	70,181	0.10	
55,754	Kuwait Finance House	100,032	0.15	
50,358	Kuwait Projects Company (Holding)	44,060	0.06	
5,840	Lyxor Pan Africa*	45,355	0.07	
9,632	Mabane Company	26,455	0.04	
17,781	Masraf Al Rayan	80,146	0.12	
109,899	Mobile Telecommunications Company	204,479	0.30	
17,900	Nakilat	46,569	0.07	
55,187	National Bank of Abu Dhabi	98,439	0.14	
94,234	National Bank of Kuwait	204,555	0.30	
50,299	National Industries Group (Holding)	23,620	0.03	

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	FRONTIER MARKETS EQUITY (continued)			
11,768	Nestle Nigeria	30,338	0.05	
141,537	Nigerian Breweries	78,734	0.11	
5,944	Petrobras Argentina	16,393	0.02	
3,300	Qatar Electricity & Water Company	73,807	0.11	
5,109	Qatar Islamic Bank	65,670	0.10	
5,500	Qatar National Bank	123,106	0.18	
4,714	Qtel	84,184	0.12	
3,100	Telecom Argentina	19,537	0.03	
56,698	Unilever Nigeria	10,342	0.02	
435,826	United Bank for Africa	7,518	0.01	
55,382	Vodafone Qatar	79,255	0.12	
2,153	YPF ADRs	15,248	0.02	
580,289	Zenith Bank	39,487	0.06	
	TOTAL FRONTIER MARKETS EQUITY	2,482,404	3.62	2.62
	GLOBAL EQUITY			
2,394	Aegon	8,593	0.01	
394	AGCO Corporation	11,341	0.02	
154	Allianz	12,516	0.02	
574	Annaly Capital Management	5,258	0.01	
616	Australia & New Zealand Banking Group	9,764	0.01	
1,058	AXA	10,844	0.01	
198	Baloise Holding	10,362	0.02	
2,769	Banco Bilbao Vizcaya Argentaria	14,521	0.02	
2,518	Banco Santander	12,056	0.02	
328	Bank of Montreal	12,286	0.02	
444	Belgacom	8,140	0.01	
281	BNP Paribas	9,793	0.01	
256	Canadian Imperial Bank of Commerce	12,871	0.02	
204	Carlsberg	12,394	0.02	
3,556	Commerzbank	3,985	0.01	
100	Daito Trust Construction Company	6,038	0.01	
263	Deutsche Bank	7,259	0.01	
2,520	Deutsche Telekom	17,305	0.02	
2,103	Fiat Industrial	14,029	0.02	
529	Genuine Parts Company	21,478	0.03	
456	HKT	275	–	
2,790	ING Groep	15,645	0.02	
152	Insurance Australia Group	458	–	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	GLOBAL EQUITY (continued)			
102	Legrand	2,578	–	
782	National Australia Bank	12,370	0.02	
2	Nippon Building	12,983	0.02	
6,100	Nomura Holdings	15,646	0.02	
13	NTT DoCoMo	11,685	0.02	
493	Owens Corning	10,634	0.01	
21,000	PCCW	5,512	0.01	
1,087	Peugeot	4,161	0.01	
1,168	Pitney Bowes	8,148	0.01	
695	Power Corporation of Canada	10,862	0.02	
98	RWE preference shares	2,323	–	
1,000	Singapore Airlines	5,455	0.01	
5,000	Singapore Telecommunications	8,436	0.01	
692	Société Générale	15,612	0.02	
871	Statoil	13,281	0.02	
3,526	Stockland	7,712	0.01	
2,091	Suncorp Group	13,176	0.02	
66	Swisscom	17,346	0.03	
3,085	Telefonica	25,086	0.04	
637	Terex Corporation	9,591	0.01	
379	Total	11,834	0.02	
209	TRW Automotive Holdings Corporation	6,599	0.01	
2,315	Unipol Gruppo Finanziario	2,985	–	
1,064	Unipol Gruppo Finanziario preference shares	1,081	–	
1,074	Wolters Kluwer	12,878	0.02	
159	Zurich Insurance Group	25,328	0.04	
	TOTAL GLOBAL EQUITY	510,513	0.74	3.30
	TOTAL EQUITIES	45,820,935	66.74	76.60
	BONDS			
	GLOBAL CORPORATE BONDS			
89,686	BlackRock Overseas Corporate Bond Tracker*	99,462	0.14	–
	GLOBAL HIGH YIELD			
13,897	iShares Markit iBoxx® Euro High Yield Bond*	1,213,947	1.77	1.96

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	SHORT TERM STERLING BONDS			
£500,000	Caisse d'Amortissement de la Dette Sociale 3.75% 2014	524,322	0.76	
£500,000	Council Of Europe Development Bank 1.625% 2015	507,690	0.74	
£500,000	European Bank for Reconstruction & Development 0.875% 2014	502,140	0.73	
£250,000	General Electric Capital Corporation 5.25% 2013	260,684	0.38	
£500,000	Municipality Finance 1.5% 2014	505,207	0.74	
	TOTAL SHORT TERM STERLING BONDS	2,300,043	3.35	–
	TOTAL BONDS	3,613,452	5.26	1.96
	COMMODITIES			
1,050,000	RBS Commodities Research Bureau Tracker^	669,451	0.98	
20,933	Source Physical Gold*	2,217,723	3.23	
	TOTAL COMMODITIES	2,887,174	4.21	2.74
	PRIVATE EQUITY			
33,419	American Capital	249,604	0.36	
22,581	Apollo Investment Corporation	114,269	0.17	
21,857	Ares Capital Corporation	241,804	0.35	
39,261	Blackstone Group (The)	359,381	0.52	
6,599	Electra Private Equity	122,939	0.18	
6,953	Eurazeo	207,082	0.30	
7,228	Fifth Street Finance Corporation	48,573	0.07	
2,343	GIMV	70,790	0.10	
5,550	Hercules Technology Growth Capital	37,158	0.05	
4,531	Jafco Company	70,277	0.10	
23,577	KKR & Company	202,134	0.30	
66,539	Marfin Investment Group	17,063	0.02	
6,467	MCG Capital Corporation	17,957	0.03	
1,937	MVC Capital	14,359	0.02	
10,568	Onex Corporation	270,111	0.39	
2,745	Partners Group Holdings	369,775	0.54	
6,437	PennantPark Investment Corporation	43,177	0.07	

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ACD's Report (continued)

Portfolio Statement (continued)

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	PRIVATE EQUITY (continued)			
14,229	Prospect Capital Corporation	93,402	0.14	
27,666	Ratos	171,624	0.25	
3,886	Solar Capital	55,551	0.08	
27,973	SVG Capital	75,807	0.11	
2,573	TICC Capital Corporation	16,071	0.02	
4,999	Wendel	292,093	0.43	
	TOTAL PRIVATE EQUITY	3,161,001	4.60	5.55
	REAL ESTATE			
1,423,831	BlackRock Global Property Securities Equity Tracker*	1,684,392	2.45	2.96
	INFRASTRUCTURE			
7,794	BBA Aviation	16,640	0.02	
1,121	E.ON	12,613	0.02	
5,416	Enel	12,808	0.02	
26,957	HICL Infrastructure Company	33,616	0.05	
700	Kansai Electric Power Company (The)	4,136	0.01	
503	Williams Companies (The)	10,304	0.01	
	TOTAL INFRASTRUCTURE	90,117	0.13	0.16
	HEDGE FUNDS			
347,484	Goldman Sachs Dynamic Opportunities***	26,146	0.04	1.36
	MANAGED FUTURES/ COMMODITY TRADING ADVISORS	-	-	2.03

Holding	Portfolio of Investments	Value £	Total Net Assets	
			30.11.12 %	30.11.11 %
	MONEY MARKETS			
4,034	BlackRock Institutional Cash Sterling Ultra Short Bond*	500,461	0.73	
2,800,000	Goldman Sachs Sterling Liquid Reserves*	2,800,000	4.08	
6,050,000	JPMorgan Sterling Liquidity*	6,050,000	8.81	
4,970	PIMCO Sterling Short Maturity Source ETF*	499,684	0.73	
640,394	Royal London Cash Plus*	650,640	0.95	
	TOTAL MONEY MARKETS	10,500,785	15.30	4.72
	INDEX FUTURES			
67	Euro STOXX 50 Index Dividend Futures December 2013	18,030	0.03	
270	Euro STOXX 50 Index Dividend Futures December 2014	235,719	0.34	
136	Euro STOXX 50 Index Dividend Futures December 2015	157,581	0.23	
339	Euro STOXX 50 Index Futures December 2012	123,762	0.18	
17	FTSE 100 Index Future December 2012	8,936	0.01	
16	S&P 500 Index Future December 2012	6,981	0.01	
	TOTAL INDEX FUTURES	551,009	0.80	-
	FORWARD CURRENCY CONTRACTS			
AUD(1,900,000)	Vs £1,219,082 (expiry 11.12.2012)	(17,055)	(0.02)	
¥(280,000,000)	Vs £2,195,820 (expiry 20.12.2012)	76,866	0.11	
US\$(11,000,000)	Vs £6,779,807 (expiry 20.12.2012)	(83,957)	(0.12)	
€(1,700,000)	Vs £1,370,914 (expiry 20.12.2012)	(8,961)	(0.01)	
	TOTAL FORWARD CURRENCY CONTRACTS	(33,107)	(0.04)	0.22

CF 7IM AAP ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Portfolio of Investments	Value £	Total Net Assets	
		30.11.12 %	30.11.11 %
Portfolio of investments#	68,301,904	99.49	98.30
Net other assets	347,849	0.51	1.70
Net assets	<u>68,649,753</u>	<u>100.00</u>	<u>100.00</u>

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

All debt securities are investment grade.

[^] Structured product.

* Collective investment scheme.

** Related party holding (see note 10).

*** Delisted security.

Includes derivative liabilities.

Definition:

ADRs – American Depositary Receipts.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE YEAR ENDED 30 NOVEMBER 2012

Total purchases for the year (note 14) £38,347,531

Major purchases	Cost £
TOBAM Anti-Benchmark Emerging Markets	4,265,902
Goldman Sachs Alternative Beta Trend	1,980,000
Source Physical Gold	1,825,165
db x-trackers DJ Euro STOXX 50	1,360,506
Vanguard Japan Stock Index	1,345,000
iShares MSCI Russia Capped Swap	840,021
BlackRock Global Property Securities Equity Tracker	800,000
Torrus Merrill Lynch Factor Index	750,000
TOBAM Anti-Benchmark Pacific Ex-Japan	697,508
iShares Markit iBoxx [®] Euro High Yield Bond	671,815
Lyxor ETF STOXX Europe 600 Banks	654,737
Royal London Cash Plus	650,000
Caisse d'Amortissement de la Dette Sociale 3.75% 2014	526,700
Council Of Europe Development Bank 1.625% 2015	510,250
Municipality Finance 1.5% 2014	507,600
European Bank for Reconstruction & Development 0.875% 2014	503,850
PIMCO Sterling Short Maturity Source ETF	499,883
db x-trackers MSCI Emerging Markets	475,063
iShares Markit iBoxx \$ High Yield	469,286
Italy Treasury 3% 2015	457,000

In addition to the above, purchases totalling £14,200,000 were made in short term investment funds during the year.

CF 71M AAP ADVENTUROUS FUND

ACD's Report (continued)

Portfolio Statement (continued)

Total sales for the year (note 14) **£29,150,664**

Major sales	Proceeds £
Source DJ Euro STOXX 50	3,742,753
db x-trackers MSCI Emerging Markets	2,545,548
db x-trackers DJ Euro STOXX 50	2,188,668
Goldman Sachs Alternative Beta Trend	1,887,311
db x-trackers DJ STOXX Global Select Dividend 100	1,786,349
db x-trackers S&P Select Frontier	1,498,398
DB Platinum IV DBX Systematic Alpha Index	1,008,128
iShares FTSE/EPRA European Property	789,428
Torrus Merrill Lynch Factor Index	768,490
iShares Markit iBoxx® Euro High Yield Bond	549,753
DB Platinum Tosca Mid Cap Equity	528,137
Lyxor ETF STOXX Europe 600 Banks	523,886
Italy Treasury 3% 2015	477,431
iShares Markit iBoxx® \$ High Yield Capped Bond	462,890
Alceda Risk Parity 12	366,818
iShares S&P Commodity Producers Gold	317,862
iShares MSCI Japan	306,911
BlackRock Emerging Markets Equity Tracker	286,713
Italy Treasury 2.1% 2016	277,477
Amundi ETF MSCI Pacific ex Japan	265,200

In addition to the above, sales totalling £7,200,000 were made in short term investment funds during the year.

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

FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

FOR THE YEAR ENDED 30 NOVEMBER 2012

	Notes	£	30.11.12 £	£	30.11.11 £
Income:					
Net capital gains/(losses)	2		3,627,806		(2,692,815)
Revenue	3	1,497,787		924,682	
Expenses	4	(644,790)		(509,676)	
Finance costs: Interest	6	(772)		(219)	
Net revenue before taxation		852,225		414,787	
Taxation	5	(58,053)		(28,940)	
Net revenue after taxation			794,172		385,847
Total return before distributions			4,421,978		(2,306,968)
Finance costs: Distributions	6	(794,138)		(385,841)	
Change in net assets attributable to shareholders from investment activities			3,627,840		(2,692,809)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS FOR THE YEAR ENDED 30 NOVEMBER 2012

	Note	£	30.11.12 £	£	30.11.11 £
Opening net assets attributable to shareholders			49,730,610		34,011,529
Amounts receivable on issue of shares		21,916,727		23,775,332	
Amounts payable on cancellation of shares		(7,403,193)		(5,716,263)	
			14,513,534		18,059,069
Stamp duty reserve tax	1(g)	(17,223)			(24,659)
Change in net assets attributable to shareholders from investment activities			3,627,840		(2,692,809)
Retained distribution on Accumulation shares			794,992		377,480
Closing net assets attributable to shareholders			68,649,753		49,730,610

CF 71M AAP ADVENTUROUS FUND

Financial Statements (continued)

BALANCE SHEET

AS AT 30 NOVEMBER 2012

	Notes	30.11.12		30.11.11	
		£	£	£	£
ASSETS					
Investment assets		68,411,877		48,917,501	
Other assets					
Debtors	7	331,987		429,905	
Cash and bank balances	8	1,292,964		670,888	
Total other assets		1,624,951		1,100,793	
Total assets		<u>70,036,828</u>		<u>50,018,294</u>	
LIABILITIES					
Investment liabilities		(109,973)		(33,057)	
Other liabilities					
Creditors	9	(967,261)		(227,929)	
Bank overdrafts	8	(272,755)		-	
Distribution payable on Income shares		(37,086)		(26,698)	
Total other liabilities		(1,277,102)		(254,627)	
Total liabilities		<u>(1,387,075)</u>		<u>(287,684)</u>	
Net assets attributable to shareholders		<u>68,649,753</u>		<u>49,730,610</u>	

NOTES TO THE FINANCIAL STATEMENTS

AS AT 30 NOVEMBER 2012

1. ACCOUNTING POLICIES

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

	30.11.12	30.11.11
	£	£
2. NET CAPITAL GAINS/(LOSSES)		
The net capital gains/(losses) during the year comprise:		
Non-derivative securities	2,112,336	(2,194,548)
Derivative contracts	900,276	(147,089)
Forward currency contracts	650,266	(445,175)
Transaction charges	(19,987)	(14,286)
Currency (losses)/gains	(15,085)	108,283
Net capital gains/(losses)	<u>3,627,806</u>	<u>(2,692,815)</u>
3. REVENUE		
Non-taxable dividends	1,257,213	865,057
Taxable dividends	46,132	17,986
UK property income distributions	5,210	4,199
Unfranked interest	144,259	7,756
AMC rebates from underlying investments	24,073	1,933
Bank interest	372	5
Other interest	1	-
Rebates from ETF's	20,527	27,746
Total revenue	<u>1,497,787</u>	<u>924,682</u>
4. EXPENSES		
Payable to the ACD, associates of the ACD and agents of either of them:		
ACD's periodic charge	570,738	454,833
Legal and professional fees	6,500	5,353
Printing costs	6,036	4,859
Registration fees	10,085	5,660
	593,359	470,705
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	13,634	10,241
Safe custody and other bank charges	23,117	12,910
	36,751	23,151

CF 7IM AAP ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £
4. EXPENSES (continued)		
Other expenses:		
Advisory fees	436	–
Fees paid to auditor – audit	7,800	7,800
– tax services	3,000	3,063
FSA fee	60	55
Legal and professional fees	585	–
Postage and distribution costs	810	–
Publication costs	1,989	2,772
	14,680	13,690
Rebate of expenses from Investment Manager	–	2,130
Total expenses	<u>644,790</u>	<u>509,676</u>
5. TAXATION		
a) Analysis of charge for the year		
Corporation tax at 20%	–	–
Overseas tax	58,052	29,005
Irrecoverable income tax	–	(65)
Adjustments in respect of prior periods	1	–
Current tax charge (note 5b)	<u>58,053</u>	<u>28,940</u>
Deferred tax – origination and reversal of timing differences (note 5c)	–	–
Total taxation	<u>58,053</u>	<u>28,940</u>
b) Factors affecting current tax charge for the year		
The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (30.11.11 : 20%). The difference is explained below.		
	30.11.12 £	30.11.11 £
Net revenue before taxation	<u>852,225</u>	<u>414,787</u>
Corporation tax at 20%	170,445	82,957

	30.11.12 £	30.11.11 £
5. TAXATION (continued)		
Effects of:		
Non-taxable dividends	(251,443)	(173,011)
Movement in revenue accruals	–	(120)
Foreign tax expensed	(781)	(220)
Unutilised excess management expenses	<u>81,779</u>	<u>90,394</u>
Corporation tax charge	–	–
Overseas tax	58,052	29,005
Irrecoverable income tax	–	(65)
Adjustments in respect of prior periods	1	–
Current tax charge (note 5a)	<u>58,053</u>	<u>28,940</u>
c) Deferred tax		
At the year end there is a potential deferred tax asset of £225,963 (31.11.11 : £144,184) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.		
6. FINANCE COSTS		
Distributions		
The distributions take account of revenue received on the issue of shares and revenue deducted on cancellations of shares, and comprise:		
	30.11.12 £	30.11.11 £
Interim	345,113	120,695
Final	<u>515,551</u>	<u>299,688</u>
	860,664	420,383
Add: Revenue deducted on cancellation of shares	18,875	13,495
Deduct: Revenue received on issue of shares	<u>(85,401)</u>	<u>(48,037)</u>
Net distributions for the year	794,138	385,841
Interest	772	219
Total finance costs	<u>794,910</u>	<u>386,060</u>

Details of the distributions per share are set out in the tables on pages 443 to 445.

CF 7IM AAP ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

	30.11.12 £	30.11.11 £		30.11.12 £	30.11.11 £
6. FINANCE COSTS (continued)			9. CREDITORS		
Distributions represented by:			Amounts payable for cancellation of shares	104,725	54,507
Net revenue after taxation	794,172	385,847	Purchases awaiting settlement	775,766	99,996
Balance brought forward	23	17	Accrued expenses:		
Balance carried forward	(57)	(23)	Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Net distributions for the year	<u>794,138</u>	<u>385,841</u>	ACD's periodic charge	50,791	40,747
			Legal and professional fees	1,077	5,353
7. DEBTORS			Printing costs	2,812	2,149
Amounts receivable for issue of shares	151,773	317,696	Registration fees	961	900
Accrued revenue:				55,641	49,149
Non-taxable dividends	120,194	105,132	Amounts payable to the Depository, associates of the Depository and agents of either of them:		
UK property income distributions	38	598	Depository's fees	1,242	953
Unfranked interest	34,890	–	Transaction charges	5,172	3,249
AMC rebates from underlying investments	15,465	1,063	Safe custody and other bank charges	9,009	3,928
Bank interest	55	–		15,423	8,130
Rebates from ETF's	–	2,171	Other expenses	14,385	13,855
	170,642	108,964	Taxation payable:		
Prepaid expenses	189	188	Stamp duty reserve tax	1,321	2,292
Taxation recoverable:			Total creditors	<u>967,261</u>	<u>227,929</u>
Income tax	3,407	383			
Overseas withholding tax	5,976	2,674	10. RELATED PARTY TRANSACTIONS		
	9,383	3,057	Disclosure is made in note 10 of the Notes to the Aggregated Financial Statements.		
Total debtors	<u>331,987</u>	<u>429,905</u>	11. SHAREHOLDER FUNDS		
			Disclosure is made in note 11 of the Notes to the Aggregated Financial Statements.		
8. CASH AND BANK BALANCES			12. CONTINGENT LIABILITIES AND COMMITMENTS		
Bank balances:			There are no contingent liabilities or outstanding commitments (31.11.11 : none).		
Capital account	250,509	461,981	13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS		
Revenue account	440,071	208,907	The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 13 of the Notes to the Aggregated Financial Statements.		
Margin account	602,384	–			
Total bank balances	<u>1,292,964</u>	<u>670,888</u>			
Bank overdrafts:					
Margin account	<u>(272,755)</u>	<u>–</u>			

CF 7IM AAP ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk

The table below shows the direct interest rate risk profile as at the balance sheet date:

	30.11.12 £	30.11.11 £
Floating rate assets:		
Euros	1,993,032	975,041
Nigerian naira	593	–
US dollars	64,655	25,587
Pounds sterling	11,048,878	2,995,301
	13,107,158	3,995,929
Floating rate liabilities:		
US dollars	(21)	–
Pounds sterling	(272,734)	–
	(272,755)	–
Fixed rate assets:		
Pounds sterling	2,300,043	–
Assets on which interest is not paid:		
Australian dollars	44,139	–
Canadian dollars	306,129	280,567
Danish krone	12,394	–
Euros	1,827,398	5,442,219
Hong Kong dollars	5,787	–
Japanese yen	163,738	54,563
Jordanian dinar	46,452	–
Kuwaiti dinar	820,194	–
Nigerian naira	282,388	–
Norwegian krone	13,375	–
Qatari riyal	626,123	–
Singapore dollars	13,891	–
Swedish krona	171,624	198,219
Swiss francs	426,168	314,489
United Arab Emirates dirham	242,819	–
US dollars	23,146,600	14,210,026
Pounds sterling	37,969,165	33,750,858
	66,118,384	54,250,941
Liabilities on which interest is not paid:		
Australian dollars	(1,236,137)	–
Canadian dollars	–	(22,064)
Euros	(1,600,054)	(4,794,707)
Japanese yen	(2,118,954)	(1,622,775)
US dollars	(6,912,130)	(1,910,098)
Pounds sterling	(735,802)	(166,616)
	(12,603,077)	(8,516,260)
Net assets	68,649,753	49,730,610

13. DERIVATIVES AND OTHER FINANCIAL INSTRUMENTS (continued)

ii. Interest rate risk (continued)

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

Fixed rate financial assets have a weighted average yield of 2.33% (30.11.11 : nil) and a weighted average period for which income is fixed of 2 years (30.11.11 : nil).

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

iii. Foreign currency risk

The table below shows the direct foreign currency risk profile as at the balance sheet date:

	30.11.12 Gross £	30.11.12 Hedged £	30.11.12 Net £	30.11.11 Net £
Currency:				
Australian dollars	44,139	(1,236,137)	(1,191,998)	–
Canadian dollars	306,129	–	306,129	258,503
Danish krone	12,394	–	12,394	–
Euros	3,600,251	(1,379,875)	2,220,376	1,622,553
Hong Kong dollars	5,787	–	5,787	–
Japanese yen	163,738	(2,118,954)	(1,955,216)	(1,568,212)
Jordanian dinar	46,452	–	46,452	–
Kuwaiti dinar	820,194	–	820,194	–
Nigerian naira	282,981	–	282,981	–
Norwegian krone	13,375	–	13,375	–
Qatari riyal	626,123	–	626,123	–
Singapore dollars	13,891	–	13,891	–
Swedish krona	171,624	–	171,624	198,219
Swiss francs	426,168	–	426,168	314,489
United Arab Emirates dirham	242,819	–	242,819	–
US dollars	23,162,868	(6,863,764)	16,299,104	12,325,515
	29,938,933	(11,598,730)	18,340,203	13,151,067
Pounds sterling	38,743,927	11,565,623	50,309,550	36,579,543
Net assets	68,682,860	(33,107)	68,649,753	49,730,610

vii. Derivatives

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

CF 7IM AAP ADVENTUROUS FUND

Financial Statements (continued)

Notes to the Financial Statements (continued)

14. PORTFOLIO TRANSACTION COSTS

Securities have been bought and sold at prices that include transaction costs. Transaction costs have been included as part of the cost and proceeds of individual purchases and sales respectively. The purchases figure disclosed on page 431 includes transaction costs of £10,433 and the sales figure disclosed on page 432 is net of transaction costs of £3,559.

DISTRIBUTION TABLES

FOR THE YEAR ENDED 30 NOVEMBER 2012 – IN PENCE PER SHARE

Interim

Group 1 – Shares purchased prior to 1 December 2011

Group 2 – Shares purchased on or after 1 December 2011 and on or before 31 May 2012

'A' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.5604	–	0.5604	0.3485
Group 2	0.3558	0.2046	0.5604	0.3485

'A' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.5648	–	0.5648	0.3547
Group 2	0.2183	0.3465	0.5648	0.3547

'C' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.7964	–	0.7964	0.6113
Group 2	0.3404	0.4560	0.7964	0.6113

'C' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.8375	–	0.8375	0.6300
Group 2	0.4179	0.4196	0.8375	0.6300

'D' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.2863	–	0.2863	0.1376
Group 2	0.1753	0.1110	0.2863	0.1376

'D' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.3530	–	0.3530	0.1392
Group 2	0.2430	0.1100	0.3530	0.1392

'O' Income Shares	Net Revenue	Equalisation	Paid 31.07.12	Paid 31.07.11
Group 1	0.2840	–	0.2840	–
Group 2	0.2840	0.0000	0.2840	–

CF 71M AAP ADVENTUROUS FUND

Financial Statements (continued)

Distribution Tables (continued)

Interim (continued)

'O' Accumulation Shares	Net Revenue	Equalisation	Allocated 31.07.12	Allocated 31.07.11
Group 1	0.2932	–	0.2932	0.1225
Group 2	0.2213	0.0719	0.2932	0.1225

Final

Group 1 – Shares purchased prior to 1 June 2012

Group 2 – Shares purchased on or after 1 June 2012 and on or before 30 November 2012

'A' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.7200	–	0.7200	0.5894
Group 2	0.5140	0.2060	0.7200	0.5894

'A' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.7438	–	0.7438	0.6028
Group 2	0.3921	0.3517	0.7438	0.6028

'C' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.9655	–	0.9655	0.8285
Group 2	0.4670	0.4985	0.9655	0.8285

'C' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	1.0179	–	1.0179	0.8587
Group 2	0.4664	0.5515	1.0179	0.8587

'D' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.4551	–	0.4551	0.3777
Group 2	0.0757	0.3794	0.4551	0.3777

'D' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.5301	–	0.5301	0.3924
Group 2	0.2262	0.3039	0.5301	0.3924

'O' Income Shares	Net Revenue	Equalisation	Payable 31.01.13	Paid 31.01.12
Group 1	0.4400	–	0.4400	0.3480
Group 2	0.4400	0.0000	0.4400	0.3480

'O' Accumulation Shares	Net Revenue	Equalisation	Allocation 31.01.13	Allocated 31.01.12
Group 1	0.4817	–	0.4817	0.3639
Group 2	0.2062	0.2755	0.4817	0.3639

EQUALISATION

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

GENERAL INFORMATION

Head Office: Ibex House, 42 – 47 Minories, London EC3N 1DX.

Address for Service: The Head Office is the address in the United Kingdom for service on the Company of notices or other documents required or authorised to be served on it.

Base Currency: The base currency of the Company is pounds sterling. Each sub-fund and class is designated in pounds sterling.

Share Capital: The minimum share capital of the Company is £1 and the maximum is £100,000,000,000.

Shares in the Company have no par value. The share capital of the Company at all times equals the sum of the net asset values of each of the sub-funds.

STRUCTURE OF THE COMPANY

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

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

CF 7IM Income Fund
CF 7IM Moderately Cautious Fund
CF 7IM Balanced Fund
CF 7IM Moderately Adventurous Fund
CF 7IM Adventurous Fund
CF 7IM Sustainable Balance Fund
CF 7IM AAP Moderately Cautious Fund
CF 7IM AAP Balanced Fund
CF 7IM AAP Moderately Adventurous Fund
CF 7IM AAP Adventurous Fund

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

CLASSES OF SHARES

The Company can issue 'A' Income, 'A' Accumulation, 'B' Income, 'B' Accumulation, 'C' Income, 'C' Accumulation, 'D' Income, 'D' Accumulation, 'O' Income and 'O' Accumulation classes of share.

Holders of Income shares are entitled to be paid the income attributable to such shares in respect of each annual or interim accounting period, as applicable to the relevant sub-fund.

Holders of Accumulation shares are not entitled to be paid the income attributable to such shares, but that income is retained and accumulated for the benefit of shareholders and is reflected in the price of shares.

VALUATION POINT

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

BUYING AND SELLING SHARES

The ACD will accept orders to deal in the shares on normal business days between 8.30am and 5.30pm and transactions will be effected at prices determined by the following valuation. Instructions to buy or sell shares may be either in writing to: 2 The Boulevard, City West One Office Park, Gelderd Road, Leeds LS12 6NT or by telephone on 0845 922 0044. A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

PRICES

The prices of the 'D' Retail class shares are published twice a week in the *Financial Times*, all other shares, including 'D' Retail class shares, are available on the Investment Management Association's website at www.fundlistings.com under the heading of CF 7IM Investment Funds, and on the Capita Financial Group's website at www.capitafinancial.co.uk. The price of shares may also be obtained by calling 0845 608 1488 during normal business hours.

OTHER INFORMATION

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

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

DATA PROTECTION ACT

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products.

Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

RISK WARNING

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

