

IFSL Avellemy Multi-Manager OEIC

Annual Report and Audited Financial Statements
for the year ended 28 February 2023

IFSL AVELLEMY MULTI-MANAGER OEIC

CONTACT INFORMATION

Registered Office

Marlborough House
59 Chorley New Road
Bolton
BL1 4QP

Authorised Corporate Director (ACD) and Registrar

Investment Fund Services Limited (IFSL)
Marlborough House
59 Chorley New Road
Bolton
BL1 4QP

Investor Support: (0808) 178 9321 (FREEPHONE)

Authorised and regulated by the Financial Conduct Authority.

Directors of IFSL

Andrew Staley (Non-Executive)
Allan Hamer
Dom Clarke - appointed 30 January 2023
Wayne D Green - resigned 24 March 2022
Helen Derbyshire
Helen Redmond
Sally Helston - appointed 12 August 2022
Guy Sears (Independent Non-Executive)
Sarah Peaston (Independent Non-Executive)

Investment Manager

Avellemy Limited
Ground Floor
Reading Bridge House
George Street
Reading
Berkshire
RG1 8LS

Authorised and regulated by the Financial Conduct Authority.

Depositary

HSBC Bank plc
8 Canada Square
London
E14 5HQ

Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority.

Auditor

Ernst & Young LLP
Atria One
144 Morrison Street
Edinburgh
EH3 8EX

IFSL AVELLEMY MULTI-MANAGER OEIC

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The statements for each of the above sub-funds are set out in the following order:

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IFSL AVELLEMY MULTI-MANAGER OEIC

AUTHORISED STATUS

IFSL Avellemy Multi-Manager OEIC (the Company) is an open-ended investment company with variable capital incorporated under the OEIC Regulations. The Company is a Non-UCITS Retail Scheme as defined in COLL and is also an umbrella company for the purposes of the OEIC Regulations. The Company is an alternative investment fund and a UK AIF for the purposes of the UK AIFM Regime. The Company is incorporated in England and Wales with registered number IC041406. The head office of the Company is at Marlborough House, 59 Chorley New Road, Bolton, BL1 4QP. This is also the address for the service on the Company of notices or other documents required or authorised to be served on it. The Company was authorised by an order made by the FCA with effect from 19 April 2021 with the Product Reference Number (PRN) 949235. The operation of the Company is governed by the Regulations, the Instrument of Incorporation and the Prospectus. The Company has unlimited duration.

The Company currently has four sub-funds: IFSL Avellemy UK Equity Fund; IFSL Avellemy UK Equity Income Fund; IFSL Avellemy US Equity Fund; and IFSL Avellemy European Equity Fund.

Shareholders of the sub-funds do not have any proprietary interest in the underlying assets of the Company and will not be liable for the debts of the Company. A sub-fund is not a legal entity. If the assets attributable to a sub-fund were insufficient to meet its liabilities the shortfall will not be met out of the assets attributable to one or more other sub-funds of the Company. The sub-funds are segregated by law under the Protected Cell Regime.

GENERAL INFORMATION

IFSL Avellemy UK Equity Fund

Investment objective

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of capital growth, which is profit on investments held, and income, which is money paid out of investments such as dividends from shares.

Investment policy

The sub-fund is actively managed which means the Investment Manager decides which investments to buy or sell and when. Investment decisions are taken based on individual company research in addition to the Investment Manager's view on global economic and market conditions.

At least 80% of the sub-fund will be invested in UK shares of companies, also known as equities, which are those listed in, incorporated in, or that have significant economic exposure to, the UK. This may include exposure through holdings in investment trusts, funds and ETFs.

The sub-fund may invest in shares of companies of varying sizes, for example from large cap to small cap. The exposure to small cap companies (often higher risk) may, at times, be significant.

The sub-fund may also invest up to 20% of the sub-fund in non-UK shares of companies, along with other asset types, such as bonds, warrants, and money market instruments.

Up to 10% of the sub-fund may be invested in units/shares in other funds (which could include other funds managed by the Authorised Corporate Director, the Investment Manager or one of their associates).

The sub-fund may hold up to 20% in cash to enable the ready settlement of liabilities, for the efficient management of the portfolio or in pursuit of the sub-fund's investment objective.

The sub-fund can use derivatives or forward transactions, instruments whose returns are linked to another asset, market or other variable factor, in order to meet the sub-fund's objective (also known as investment purposes), or for efficient portfolio management purposes including the reduction of risk (hedging).

Assessing performance

The Investment Association (IA), the trade body for UK investment managers, has created a number of 'sectors', as a way of dividing funds into broad groups with similar characteristics.

The sub-fund's investment policy puts it in the IA UK All Companies sector. You may want to assess the sub-fund's performance compared to the performance of this sector.

IFSL AVELLEMY MULTI-MANAGER OEIC

GENERAL INFORMATION

IFSL Avellemy UK Equity Income Fund

Investment objective

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of income, which is money paid out of investments such as dividends from shares, and capital growth, which is profit on investments held.

The sub-fund aims to deliver a greater income, net of fees, than average of the FTSE All-Share Index, over any 3 year period, however there is no certainty this will be achieved.

Investment policy

The sub-fund is actively managed which means the Investment Manager decides which investments to buy or sell and when. Investment decisions are taken based on individual company research in addition to the Investment Manager's view on global economic and market conditions.

At least 80% of the sub-fund will be invested in UK shares of companies, also known as equities, which are those listed in, incorporated in, or that have significant economic exposure to, the UK. This may include exposure through holdings in investment trusts, funds and ETFs.

The sub-fund may invest in shares of companies of varying sizes, for example from large cap to small cap. The exposure to small cap companies (often higher risk) may, at times, be significant.

The sub-fund may also invest up to 20% of the sub-fund in non-UK shares of companies, along with other asset types, such as bonds, warrants, and money market instruments.

Up to 10% of the sub-fund may be invested in units/shares in other funds (which could include other funds managed by the Authorised Corporate Director, the Investment Manager or one of their associates).

The sub-fund may hold up to 20% in cash to enable the ready settlement of liabilities, for the efficient management of the portfolio or in pursuit of the sub-fund's investment objective.

The sub-fund can use derivatives or forward transactions, instruments whose returns are linked to another asset, market or other variable factor, in order to meet the sub-fund's objective (also known as investment purposes), or for efficient portfolio management purposes including the reduction of risk (hedging).

Performance target

The performance target is the level of performance the sub-fund aims to deliver however there is no certainty this will be achieved.

The sub-fund aims to pay out income each year, net of fees, greater than the average income paid out by the constituents of the FTSE All-Share Index. The FTSE All-Share Index represents all UK companies traded on the London Stock Exchange.

Assessing performance

The Investment Association (IA), the trade body for UK investment managers, has created a number of 'sectors', as a way of dividing funds into broad groups with similar characteristics.

The sub-fund's investment policy puts it in the IA UK Equity Income sector. You may want to assess the sub-fund's performance compared to the performance of this sector.

IFSL Avellemy US Equity Fund

Investment objective

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of capital growth, which is profit on investments held, and income, which is money paid out of investments such as dividends from shares.

Investment policy

The sub-fund is actively managed which means the Investment Manager decides which investments to buy or sell and when. Investment decisions are taken based on individual company research in addition to the Investment Manager's view on global economic and market conditions.

IFSL AVELLEMY MULTI-MANAGER OEIC

GENERAL INFORMATION

IFSL Avellemy US Equity Fund (continued)

Investment policy (continued)

At least 80% of the sub-fund will be invested in US shares of companies, also known as equities, which are those listed in, incorporated in, or that have significant economic exposure to, the USA. This may include exposure through holdings in investment trusts, funds and ETFs.

The sub-fund may invest in shares of companies of varying sizes, for example from large cap to small cap. The exposure to small cap companies (often higher risk) may, at times, be significant.

The sub-fund may also invest up to 20% of the sub-fund in non-US shares of companies, along with other asset types, such as bonds, warrants, and money market instruments.

Up to 10% of the sub-fund may be invested in units/shares in other funds (which could include other funds managed by the Authorised Corporate Director, the Investment Manager or one of their associates).

The sub-fund may hold up to 20% in cash to enable the ready settlement of liabilities, for the efficient management of the portfolio or in pursuit of the sub-fund's investment objective.

The sub-fund can use derivatives or forward transactions, instruments whose returns are linked to another asset, market or other variable factor, in order to meet the sub-fund's objective (also known as investment purposes), or for efficient portfolio management purposes including the reduction of risk (hedging).

Assessing performance

The Investment Association (IA), the trade body for UK investment managers, has created a number of 'sectors', as a way of dividing funds into broad groups with similar characteristics.

The sub-fund's investment policy puts it in the IA North America sector. You may want to assess the sub-fund's performance compared to the performance of this sector.

IFSL Avellemy European Equity Fund

Investment objective

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of capital growth, which is profit on investments held, and income, which is money paid out of investments such as dividends from shares.

Investment policy

The sub-fund is actively managed which means the Investment Manager decides which investments to buy or sell and when. Investment decisions are taken based on individual company research in addition to the Investment Manager's view on global economic and market conditions.

At least 80% of the sub-fund will be invested in European shares of companies, also known as equities, which are those listed in, incorporated in, or that have significant economic exposure to, Europe, excluding the UK. This may include exposure through holdings in investment trusts, funds and ETFs.

The sub-fund may invest in shares of companies of varying sizes, for example from large cap to small cap. The exposure to small cap companies (often higher risk) may, at times, be significant.

The sub-fund may also invest up to 20% of the sub-fund in non-European shares of companies, along with other asset types, such as bonds, warrants, and money market instruments.

Up to 10% of the sub-fund may be invested in units/shares in other funds (which could include other funds managed by the Authorised Corporate Director, the Investment Manager or one of their associates).

The sub-fund may hold up to 20% in cash to enable the ready settlement of liabilities, for the efficient management of the portfolio or in pursuit of the sub-fund's investment objective.

The sub-fund can use derivatives or forward transactions, instruments whose returns are linked to another asset, market or other variable factor, in order to meet the sub-fund's objective (also known as investment purposes), or for efficient portfolio management purposes including the reduction of risk (hedging).

IFSL AVELLEMY MULTI-MANAGER OEIC

GENERAL INFORMATION

IFSL Avellemy European Equity Fund (continued)

Assessing performance

The Investment Association (IA), the trade body for UK investment managers, has created a number of 'sectors', as a way of dividing funds into broad groups with similar characteristics.

The sub-fund's investment policy puts it in the IA Europe excluding UK sector. You may want to assess the sub-fund's performance compared to the performance of this sector.

Rights and terms attached to each share class

A share of each class represents a proportional entitlement to the assets of the sub-fund. The allocation of income and taxation and the rights of each share in the event that a sub-fund is wound up are on the same proportional basis.

Assessment of value

The ACD is required to carry out an assessment of value at least annually and publish its findings in a report to investors. The sub-funds of the Company are assessed and reported on, in a report which the ACD publishes on the website www.ifslfunds.com. The next report is expected to be published by 30 June 2023.

Changes in prospectus

No significant changes have been made since the last annual report.

Up to date Key Investor Information Documents, Prospectus and Long Reports and Financial Statements for any fund within the ACD's range, can be requested by the investor at any time.

Cross holdings

The sub-funds of the Company do not hold shares in other sub-funds of the Company.

Leverage

In accordance with the Alternative Investment Fund Manager Directive (AIFMD) the ACD are required to disclose the 'leverage' of the sub-funds. Leverage is defined as any method by which a sub-fund increases its exposure through borrowing or the use of derivatives. 'Exposure' is defined in two ways: 'gross method'; and 'commitment method'. The sub-funds must not exceed maximum exposures under both methods. 'Gross method' exposure is calculated as the sum of all positions of the sub-funds (both positive and negative), that is, all eligible assets, liabilities and derivatives, including derivatives held for risk reduction purposes. 'Commitment method' is also calculated as the sum of all positions of the sub-funds (both positive and negative), but after netting off any derivative and security positions as specified by AIFMD rules.

The total amount of leverage calculated for each sub-fund as at 28 February 2023 is as follows:

	Gross Method	Commitment Method
IFSL Avellemy UK Equity Fund	96.79%	96.79%
IFSL Avellemy UK Equity Income Fund	108.54%	102.03%
IFSL Avellemy US Equity Fund	107.44%	106.44%
IFSL Avellemy European Equity Fund	99.55%	99.55%

The total amount of leverage calculated for each sub-fund as at 28 February 2022 is as follows:

	Gross Method	Commitment Method
IFSL Avellemy UK Equity Fund	99.56%	99.56%
IFSL Avellemy UK Equity Income Fund	106.64%	101.31%
IFSL Avellemy US Equity Fund	113.89%	110.93%
IFSL Avellemy European Equity Fund	99.02%	99.02%

The sub-funds are subject to a maximum level of incremental leverage of 100 per cent under the commitment method and 200 per cent under the gross method.

For clarification, under the UK AIFM Regime this means the maximum level of leverage is 200 per cent (or 2:1) under the commitment approach and 300 per cent (or 3:1) under the gross method.

IFSL AVELLEMY MULTI-MANAGER OEIC

GENERAL INFORMATION

Remuneration policy

In line with the requirements of the AIFMD, Investment Fund Services Limited, the Alternative Investment Fund Manager (AIFM), is subject to a remuneration policy which is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under the AIFMD. The remuneration policies are designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of its senior staff is in line with the risk policies and objectives of the Alternative Investment Funds (AIFs) it manages.

The quantitative remuneration disclosures as at 30 September 2022 (the AIFM's year-end) are set out below:

	Number of identified staff	Total remuneration paid	Fixed remuneration paid	Variable remuneration paid
		£	£	£
Remuneration paid to staff of the AIFM who have a material impact on the risk profile of the Company				
Senior management	7	757,911	667,666	90,245
Risk takers and other identified staff	2	245,763	203,403	42,360
Allocation of total remuneration of the employees of the AIFM to the Company				
Senior management	0.69	74,950	66,026	8,924
Risk takers and other identified staff	0.20	24,304	20,115	4,189

The total number of staff employed by the AIFM's group was 236 as at 30 September 2022. The total remuneration paid to those staff was £14,048,823, of which £5,197,123 is attributable to the AIFM. The information is provided for the purpose of Regulation 107(1)(a) of the AIFM regulations but not for the purposes of Regulations 107(1)(b) and (c) of the AIFM regulations.

The allocation of remuneration to the AIF is based on Assets Under Management (AUM) and the figures disclosed only include remuneration paid to individuals directly employed by the AIFM's group. The way these disclosures are calculated may change in the future.

IFSL AVELLEMY MULTI-MANAGER OEIC

AUTHORISED INVESTMENT MANAGER'S REPORT - SUMMARY OF THE MARKETS

for the year ended 28 February 2023

Investment markets were dominated by high inflation and sharply rising bond yields over the period. Economic growth was improving as countries reopened following the Covid pandemic and most companies did not see their cost of credit rise immediately alongside rising bond yields. Conversely, governments, who borrowed heavily to support their economies through the Covid pandemic, saw their cost of borrowing rise markedly. This put downwards pressure on the price of almost every broad asset class over 2022, although a market rebound in early 2023 helped returns over the period. With inflation rising, central banks were forced to raise interest rates, in an attempt to slow the rate of the increase. This, combined with the falling oil price, saw inflation stabilising somewhat over the year. However, with UK consumer price inflation printing at over 10% towards the end of 2022, the Bank of England raised interest rates aggressively in the period, from 0.5% in March 2022 to 4% at the end of February 2023.

Avellemy Limited
4 April 2023

AUTHORISED CORPORATE 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 Conduct Authority.



Allan Hamer
Director



Helen Redmond
Director

Investment Fund Services Limited
15 June 2023

STATEMENT OF AUTHORISED CORPORATE DIRECTOR'S RESPONSIBILITIES

The Financial Conduct Authority's Collective Investment Schemes Sourcebook (COLL) and the Investment Funds Sourcebook (FUND) requires the Authorised Corporate Director (ACD) to prepare financial statements for each accounting year which give a true and fair view of the financial position of the Company comprising of its sub-funds and of its net revenue/(expense) and the net capital gains/(losses) for the year.

In preparing those financial statements the ACD is required to:

- comply with the disclosure requirements of the Statement of Recommended Practice relating to UK Authorised Funds issued in May 2014 and amended in June 2017;
- follow United Kingdom Generally Accepted Accounting Practice and applicable accounting standards;
- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The ACD is required to keep proper accounting records and to manage the Company in accordance with the COLL rules, the Instrument of Incorporation and the Prospectus. The ACD is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

The ACD is responsible for ensuring that, to the best of its knowledge and belief, there is no relevant audit information of which the auditor is unaware. It is the responsibility of the ACD to take all necessary steps as a director to familiarise itself with any relevant audit information and to establish that the auditor is aware of that information.

IFSL AVELLEMY MULTI-MANAGER OEIC

STATEMENT OF THE DEPOSITARY'S RESPONSIBILITIES AND REPORT OF THE DEPOSITARY

Statement of the Depositary's Responsibilities in Respect of the Scheme and Report of the Depositary to the Shareholders of the IFSL Avellemly Multi-Manager OEIC ("the Company") for the Period Ended 28 February 2023

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Investment Funds Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together "the Regulations"), the Company's Instrument of Incorporation and Prospectus (together "the Scheme documents") as detailed below.

The Depositary must in the context of its role act honestly, fairly, professionally, independently and in the interests of the Company and its investors.

The Depositary is responsible for the safekeeping of all custodial assets and maintaining a record of all other assets of the Company in accordance with the Regulations.

The Depositary must ensure that:

- the Company's cash flows are properly monitored and that cash of the Company is booked into the cash accounts in accordance with the Regulations;
- the sale, issue, repurchase, redemption and cancellation of shares are carried out in accordance with the Regulations;
- the value of shares of the Company are calculated in accordance with the Regulations;
- any consideration relating to transactions in the Company's assets is remitted to the Company within the usual time limits;
- the Company's income is applied in accordance with the Regulations; and
- the instructions of the Alternative Investment Fund Manager ("the AIFM") are carried out (unless they conflict with the Regulations).

The Depositary also has a duty to take reasonable care to ensure that the Company is managed in accordance with the Scheme documents and the Regulations in relation to the investment and borrowing powers applicable to the Company.

Having carried out such procedures as we consider 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 AIFM:

(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 income in accordance with the Regulations and the Scheme documents of the Company; and

(ii) has observed the investment and borrowing powers and restrictions applicable to the Company in accordance with the Regulations and Scheme documents of the Company.

HSBC Bank plc

15 June 2023

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF IFSL AVELLEMY MULTI-MANAGER OEIC

Opinion

We have audited the financial statements of IFSL Avellemy Multi-Manager OEIC, ("the Company") comprising each of its sub-funds, for the year ended 28 February 2023, which comprise the Statement of Total Return, the Statement of Change in Net Assets Attributable to Shareholders, the Balance Sheet, the related notes and the Distribution Tables, and the accounting policies of the Company, which include a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' (United Kingdom Generally Accepted Accounting Practice).

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company, comprising each of its sub-funds, as at 28 February 2023 and of the net revenue/(expense) and the net capital gains/(losses) on the scheme property of the Company for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report below. We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's ('FRC') Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Authorised Corporate Director's ("the ACD") use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's ability to continue as a going concern for a period of 12 months from when the financial statements are authorised for issue.

Our responsibilities and the responsibilities of the ACD with respect to going concern are described in the relevant sections of this report. However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the Company's ability to continue as a going concern.

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. The ACD is responsible for the other information contained within the Annual Report.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF IFSL AVELLEMY MULTI-MANAGER OEIC

Opinions on other matters prescribed by the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the "FCA")

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 FCA and the Instrument of Incorporation;
- there is nothing to indicate that adequate accounting records have not been kept or that the financial statements are not in agreement with those records; and
- 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.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matter in relation to which the Collective Investment Schemes Sourcebook of the FCA requires us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

Responsibilities of the ACD

As explained more fully in the ACDs responsibilities statement set out on page 6, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the ACD is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the ACD either intends to wind up or terminate the Company or to cease operations, or has no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF IFSL AVELLEMY MULTI-MANAGER OEIC

Explanation as to what extent the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect irregularities, including fraud. The risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below. However, the primary responsibility for the prevention and detection of fraud rests with both those charged with governance of the entity and management.

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP) including FRS 102, Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the OEIC Regulations, the Company's Instrument of Incorporation and the Prospectus.
- We understood how the Company is complying with those frameworks through discussions with the ACD and the Company's administrators and a review of the Company's documented policies and procedures.
- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override, specifically management's propensity to influence revenue and amounts available for distribution. We identified a fraud risk in relation to incomplete or inaccurate revenue recognition through incorrect classification of special dividends and the resulting impact to amounts available for distribution. In response to our fraud risk, we tested the appropriateness of management's classification of material special dividends as either a capital or revenue return.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the ACD with respect to the application of the documented policies and procedures and review of the financial statements to test compliance with the reporting requirements of the Company.
- Due to the regulated nature of the Company, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities to identify non-compliance with the applicable laws and regulations.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at <https://www.frc.org.uk/auditorsresponsibilities>. This description forms part of our auditor's report.

Use of our report

This report is made solely to the Company's Shareholders, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the FCA. Our audit work has been undertaken so that we might state to the Company's Shareholders 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 Shareholders as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP
Statutory Auditor
Edinburgh

15 June 2023

Notes:

1. The maintenance and integrity of the Investment Fund Services Limited website is the responsibility of the ACD; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the website.
2. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

IFSL AVELLEMY MULTI-MANAGER OEIC

NOTES TO THE FINANCIAL STATEMENTS - ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES

for the year ended 28 February 2023

1.1 ACCOUNTING POLICIES

During the year under review, IFSL Avellemy Multi-Manager OEIC consisted of four sub-funds: IFSL Avellemy UK Equity Fund; IFSL Avellemy UK Equity Income Fund; IFSL Avellemy US Equity Fund; and IFSL Avellemy European Equity Fund.

These accounting policies apply to all the sub-funds of the Company.

Basis of accounting

The financial statements have been prepared in compliance with UK Financial Reporting Standard 102 ("FRS 102") and in accordance with the Statement of Recommended Practice ("SORP") for Authorised Funds issued by the Investment Association in May 2014 and amended in June 2017.

The financial statements are prepared in sterling, which is the functional currency of the sub-funds. Monetary amounts in these financial statements are rounded to the nearest pound.

The financial statements have been prepared on the historical cost convention, modified to include the revaluation of investments and certain financial instruments at fair value.

There are no material events that have been identified that may cast significant doubt about the Company's ability to continue as a going concern for the next twelve months from the date these financial statements are authorised for issue. The ACD believes that the Company has adequate resources to continue in operational existence for the foreseeable future and they continue to adopt the going concern basis in preparing the financial statements.

Revenue

Dividends from quoted ordinary securities, and distributions receivable from onshore Collective Investment Schemes are recognised when the security is quoted ex-dividend.

Interest on debt securities is recognised on an accruals basis. Accrued interest purchased and sold on debt securities is excluded from the capital cost of these securities and is treated as revenue. Interest earned from debt securities is accounted for on an effective yield basis. Effective yield is where the interest arising on the security that is purchased at a discount or premium to the maturity value is amortised and recognised at a consistent rate over the life of the security.

The dividend equivalent values on equity swaps are recognised when the underlying security is quoted ex-dividend. For long equity swaps a compensatory payment is credited to revenue whereas for short equity swaps a compensatory payment is debited from revenue. Only IFSL Avellemy US Equity Fund has held equity swaps during the period.

Bank interest is accounted for on an accruals basis.

Allocation of revenue

Revenue, attributable after expenses to multiple share classes, with the exception of the ACD's fee, which is directly attributable to individual share classes, is allocated to share classes pro-rata to the value of net assets of the relevant share class on the day that the revenue is incurred.

Expenses

All expenses, other than those relating to the purchase and sale of investments, are charged initially against revenue on an accruals basis.

Valuation

The valuation point for IFSL Avellemy UK Equity Fund, IFSL Avellemy UK Equity Income Fund and IFSL Avellemy European Equity Fund was 12:00 midday on 28 February 2023 being the last valuation point of the accounting year. The valuation point for IFSL Avellemy US Equity was 23:59 midnight on 28 February 2023.

Listed investments are valued at fair value which is the bid price.

Unlisted, unapproved, illiquid or suspended securities are valued at the ACD's best estimate of the amount that would be received from the immediate transfer at arm's length in a manner designed to show fair value. This modelling takes into account, where appropriate, latest dealing prices, valuations from reliable sources, financial performance, maturity of the company and other relevant factors.

Where applicable, investment valuations exclude any element of accrued revenue.

Investments in collective investment schemes have been valued at cancellation price for dual-priced funds or the single price for single priced funds, using the latest available published prices at the year end.

NOTES TO THE FINANCIAL STATEMENTS - ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES

for the year ended 28 February 2023

ACCOUNTING POLICIES

Valuation (continued)

Exchange traded derivatives are priced at fair value, which is deemed to be the bid price. Over-the-counter derivatives are priced at fair values using data sourced from market data providers. These types of derivative were only held by IFSL Avellemly US Equity Fund during the period.

Open forward foreign exchange contracts are shown in the portfolio statement at market value and the net gains/(losses) are reflected within forward currency contracts under net capital gains/(losses) in the notes to the financial statements.

Equity swaps held in the portfolio are valued at bid when held long and offer when short. Interest on margin accounts held with brokers is included in the revenue return. All other gains/(losses) and cash flows from derivatives are included in the capital return. The equity swaps held in the portfolio are valued based on the price of the underlying security or index which they are purchased to reflect. The nature and intended use of the derivatives is to synthetically allow the sub-fund to go long and short on an underlying assets without the need to trade the physical securities. There are revenue and capital returns to be derived from the instruments. Dividends on equity swaps are recognised when the securities are quoted ex-dividend. Cash held at equity swap brokers as margin is reflected separately within cash and bank balances. Equity swaps were only held by IFSL Avellemly US Equity Fund during the year.

Taxation

Corporation tax has been provided for at 20% on taxable income less expenses. Deferred taxation is provided on a full provision basis on timing differences arising from the different treatment of items for accounting and tax purposes. Potential future liabilities and assets are recognised where the transactions, or events giving rise to them, occurred before the balance sheet date.

Exchange rates

Assets and liabilities denominated in foreign currencies are translated into sterling at the exchange rates prevailing at 12:00 midday on 28 February 2023 for IFSL Avellemly UK Equity Fund, IFSL Avellemly UK Equity Income and IFSL Avellemly European Equity Fund, and at 23:59 midnight on 28 February 2023 for the IFSL Avellemly US Equity Fund, being the last valuation point of the accounting year. Revenue and expenditure transactions are translated at the rates of exchange ruling on the dates of the transactions. Exchange differences on such transactions follow the same treatment at the principal amounts.

Dilution adjustment

The sub-funds are priced on a single price basis and may suffer a reduction in value as a result of the transaction costs incurred in the purchase and sale of its underlying investments and the spread between the buying and selling prices of such investments caused by subscriptions and redemptions in and out of the sub-funds. This is known as "dilution". Under certain circumstances dilution may have a material adverse effect on the existing/continuing shareholders' interest in the sub-funds. In order to counter this and to protect shareholders' interests, the ACD will apply "swing pricing" as part of its daily valuation policy. This will mean that in certain circumstances the sub-fund will make adjustments to counter the impact of dealing and other costs on occasions when these are deemed to be significant. Any dilution adjustment will be applied consistently and, in the usual course of business, automatically.

1.2 DISTRIBUTION POLICIES

The distribution policy for each sub-fund is to distribute or accumulate all available revenue, after deduction of expenses properly chargeable against revenue. Gains and losses on non-derivative instruments and currencies, whether realised or unrealised, are taken to capital and are not available for distribution.

As the investment objective if IFSL Avellemly UK Equity Income Fund is to concentrate on the generation of revenue as a higher priority than capital growth, both ACD and the depositary have agreed that the 100% of the ACD's and Investment Management's periodic charge is to be taken from capital for the purpose of calculating the distribution, as permitted by the regulations.

Equalisation

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

Stock and special dividends

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 and this forms part of the distributable revenue of the sub-fund.

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 of the sub-fund. Amounts recognised as capital are deducted from the cost of the investment.

NOTES TO THE FINANCIAL STATEMENTS - ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES

for the year ended 28 February 2023

1.3 RISK MANAGEMENT POLICIES

In pursuing the investment objectives, the sub-funds hold a number of financial instruments. The sub-funds' financial instruments comprise equities, bonds, derivatives, cash balances and liquid resources, debtors and creditors that arise directly from its operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for issues and payable for redemptions and debtors for accrued income.

The main risks arising from the sub-funds' financial instruments and the ACD's policies for managing these risks are summarised below. The ACD reviews (and agrees with the Depositary) the policies for managing each of these risks. The policies have remained unchanged since the beginning of the period to which these financial statements relate.

The sub-funds are managed according to the COLL 5, 'Investment and Borrowing Powers' which helps achieve the statutory objective of protecting consumers by laying down the minimum standards for the investments that may be held by an authorised fund. In particular: (a) the proportion of transferable securities and derivatives that may be held by the authorised fund is restricted if those transferable securities and derivatives are not listed on an eligible market. The intention of this is to restrict the transferable securities and derivatives that cannot be accurately valued and readily disposed of; and (b) authorised funds are required to comply with a number of investment rules that require the spreading of risk.

Market price risk

Market price risk is the risk that the value of a sub-fund's investment holdings 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 mainly from uncertainty about future prices of financial instruments the sub-fund holds. It represents the potential loss a sub-fund might suffer through holding market positions in the face of price movements. The sub-fund's investment portfolio is exposed to market price fluctuations which are monitored by the ACD in pursuance of the investment objective and policy as set out in the Prospectus.

Foreign currency risk

The income and capital value of the sub-funds' investments can be affected by foreign currency translation movements as some of a sub-fund's assets and income may be denominated in currencies other than sterling which is the sub-fund's functional currency.

The ACD has identified three areas where foreign currency risk could impact the sub-funds. These are, movements in exchange rates affecting the value of investments, short term timing differences such as exposure to exchange rate movements in the year between when an investment purchase or sale is entered into and the date when settlement of the investment occurs, and finally, movement in exchange rates affecting income received by a sub-fund. The sub-funds convert all receipts of income, received in currency, into sterling of the day of receipt.

To manage foreign currency risk the sub-funds are permitted to invest in forward foreign currency contracts for the purpose of reducing the exposure of the sub-funds to a foreign currency.

The foreign currency exposure within the sub-funds is monitored to ensure that this is manageable and sensible.

Interest rate risk

Interest rate risk is the risk that the value of the sub-funds' investment holdings will fluctuate as a result of changes in interest rates. The sub-funds' cash holdings are held in deposit accounts, whose rates are determined by the banks concerned on a daily basis.

Liquidity risk

The sub-funds' assets comprise mainly of readily realisable securities. The main liability of the sub-funds is the redemption of any shares that investors wish to sell. Assets of the sub-funds may need to be sold if insufficient cash is available to finance such redemptions. The liquidity of the sub-funds' assets is regularly reviewed by the ACD.

Derivatives and other financial instruments

The ACD is permitted to use derivatives for investment purposes and efficient portfolio management. Forward currency transactions may also be entered to hedge the portfolio against currency movement. Investment performance of derivatives can be volatile and may present greater risks than traditional investments.

The ACD is obliged through FCA rules to put in place a risk management policy which sets out how the ACD measures and monitors these risks. The sub-fund only executes derivative contracts where both the derivative instrument and the counterparty have been approved by the ACD.

NOTES TO THE FINANCIAL STATEMENTS - ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES
for the year ended 28 February 2023

RISK MANAGEMENT POLICIES

Credit and counterparty risk

Credit and counterparty risk is the risk that a counterparty to a financial instrument will fail to discharge an obligation or commitment it has entered into with the sub-fund, resulting in financial loss. From time to time, the sub-fund may be subject to short term credit risk with counterparties pending settlement of investment transactions. The ACD has a pre-approved list of counterparties it uses for investment transactions, which is reviewed on a regular basis. The latest counterparty risk is with HSBC Bank, the sub-fund's custodian and banker, who holds the sub-fund's investments and maintains the bank accounts. Bankruptcy or insolvency of HSBC may cause the sub-fund's rights with respect to securities and cash held by the custodian to be delayed or limited. The depositary received and reviews a semi-annual report on the internal controls in place at HSBC. The sub-fund is also exposed to counterparty risk through holding specific financial instruments.

The ACD is permitted to use one or more separate counterparties for derivative transactions. The sub-fund may enter into transactions in over-the-counter ('OTC') markets that expose it to the credit of its counterparties and their ability to satisfy the terms of such contracts. Where the sub-fund enters into derivative contracts, it will be exposed to the risk that the counterparty may default on its obligations to perform under the relevant contract. In the event of bankruptcy or insolvency of a counterparty, the sub-fund could experience delays in liquidating the position and may incur significant losses. There may be a risk that a counterparty will be unable to meet its obligations with regard to the return of the collateral and may not meet other payments due to the sub-fund. To minimise such risk the ACD will assess the credit worthiness of any counterparty that it engages. On a daily basis the ACD assesses the level of assets with each counterparty to ensure that the exposure is within the defined limits in accordance with the requirement stipulated in COLL and the Prospectus. In order to diversify counterparty risk the sub-fund holds cash with a number of other counterparties other than HSBC. The other counterparties were Goldman Sachs, JP Morgan and Morgan Stanley. The derivatives are disclosed in the portfolio statement and Goldman Sachs, JP Morgan and Morgan Stanley are the counterparties for the equity swaps, HSBC is the counterparty for the forward currency contracts, Morgan Stanley is counterparty for the futures and options. Aside from the custodian, the derivative counterparties and brokers where trades are pending settlement. There are no other significant concentrations of credit and counterparty risk as at 28 February 2022.

During the year, only IFSL Avellemly US Equity Fund was subject to credit and counterparty risk from derivative contract positions.

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND**

AUTHORISED INVESTMENT MANAGER'S REPORT

for the year ended 28 February 2023

Performance to 28 February 2023

	<u>Six months</u>	<u>1 year</u>	<u>15.06.2021^A</u>
IFSL Avellemy UK Equity Fund	6.15%	0.44%	(6.29)%
IA UK All Companies sector	8.08%	3.06%	(0.07)%

^A Launch period ended 15 June 2021.

External Source of Economic Data: Morningstar (A Income - quoted price to quoted price, net income reinvested).

The performance figures above are based on quoted prices and will, therefore, differ from the performance in the Comparative Table.

Capital at risk. Past performance is not a reliable indicator of future performance; the value of your investment and any income from it can go down as well as up. Performance returns are based on the net asset value with distributable income reinvested and take account of all ongoing charges, but not entry charges (if applicable). The past performance of this share class is calculated in sterling.

Investment commentary

Rising yields were a headwind for both bond and equity performance throughout the period, particularly those with long-term cashflows, as future growth was worth less in today's money. The UK equity market was one of the strongest regional equity markets at the start of the year, as it features large allocations to both commodity and banking sectors, which tend to do well in inflationary environments. However, the market's performance was also impacted by the monetary policy of the US Federal Reserve, the US central bank, which tightened monetary policy particularly aggressively in the period to October 2022. This strengthened the US Dollar and made US Dollar-denominated assets, including the US stock market, more attractive on a relative basis to those priced in other currencies. In October, this dynamic weakened and non-dollar assets, including UK equities, began to outperform.

This is reflected in the performance of Avellemy's peer group within the Investment Association UK All Companies sector, which was up 3.06% over the year after a significant recovery in price terms from the beginning of October 2022 to February 2023. IFSL Avellemy UK Equity Fund (A Income) returned 0.44% over the same period.

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of capital growth, which is profit on investments held, and income, which is money paid out of investments such as dividends from shares.

Avellemy Limited

4 April 2023

Distributions

	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>A Income (pence per share)</u>			
Net income paid 30 April	0.5062	0.3823	N/A
Net income paid 31 October		1.1454	0.3833
<u>A Accumulation (pence per share)</u>			
Net accumulation paid 30 April	0.5233	0.7200	N/A
Net accumulation paid 31 October		1.2151	0.4200

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

AUTHORISED INVESTMENT MANAGER'S REPORT
for the year ended 28 February 2023

Portfolio changes

<u>Largest purchases</u>	<u>Cost (£)</u>
Unilever	8,550,963
Hargreaves Lansdown	6,963,830
Reckitt Benckiser Group	5,153,600
Next	5,079,525
Ascential	5,076,401
ConvaTec Group	5,013,527
Lloyds Banking Group	4,795,886
GSK	4,669,149
GB Group	4,580,837
Fever-Tree Drinks	4,538,821
Other purchases	181,281,879
Total purchases for the year	235,704,418
<u>Largest sales</u>	<u>Proceeds (£)</u>
Unilever	10,925,913
British American Tobacco	9,677,910
Reckitt Benckiser Group	9,169,138
BP	8,100,421
Hargreaves Lansdown	7,997,853
Next	7,569,860
Lloyds Banking Group	7,101,977
GSK	7,006,597
Shell	6,292,904
ConvaTec Group	6,286,397
Other sales	178,084,211
Total sales for the year	258,213,181

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND**

COMPARATIVE TABLE

A Income shares

Change in net assets per share

	Year to 28.02.2023 pence	Period to 28.02.2022^B pence
Opening net asset value per share	92.16	100.00
Return before operating charges*	1.06	(6.52)
Operating charges	(0.69)	(0.55)
Return after operating charges*	0.37	(7.07)
Distributions on income shares	(1.65)	(0.77)
Closing net asset value per share	90.88	92.16

* after direct transaction costs of:

0.27 0.19

Performance

Return after charges^A 0.40% (7.07)%

Other information

Closing net asset value (£)	238,528,636	266,457,002
Closing number of shares	262,457,530	289,114,206
Operating charges	0.78%	0.78% ^D
Direct transaction costs	0.30%	0.27% ^D

Prices (pence per share)

Highest share price	95.16	103.70
Lowest share price	80.13	91.87

A Accumulation shares

Change in net assets per share

	Year to 28.02.2023 pence	Period to 28.02.2022^C pence
Opening net asset value per share	93.11	100.00
Return before operating charges*	1.17	(6.34)
Operating charges	(0.70)	(0.55)
Return after operating charges*	0.47	(6.89)
Distributions on accumulation shares	(1.74)	(1.14)
Retained distributions on accumulation shares	1.74	1.14
Closing net asset value per share	93.58	93.11

* after direct transaction costs of:

0.27 0.19

Performance

Return after charges^A 0.50% (6.89)%

Other information

Closing net asset value (£)	4,745	47
Closing number of shares	5,071	50
Operating charges	0.78%	0.78% ^D
Direct transaction costs	0.30%	0.27% ^D

Prices (pence per share)

Highest share price	96.21	104.20
Lowest share price	82.04	92.42

^A The return after charges is calculated using the underlying investments bid prices.

^B This share class launched on 14 June 2021 at 100 pence and commenced pricing on 16 June 2021.

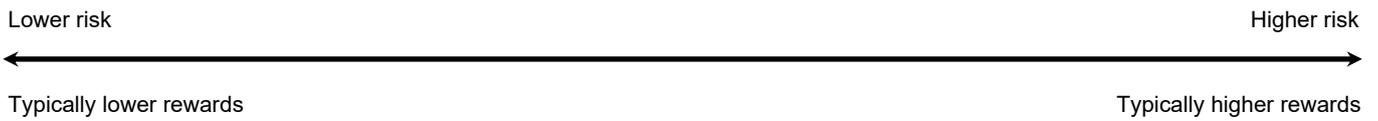
^C This share class launched on 14 June 2021 at 100 pence and commenced pricing on 7 July 2021.

^D These figures have been annualised.

Operating charges are the same as the ongoing charges and are the total expenses paid by each share class in the year. Direct transaction costs are the total charges for the year, included in the purchase and sale of investments in the portfolio of the sub-fund. These amounts are expressed as a percentage of the average net asset value over the year and the average shares in issue for the pence per share figures.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

SYNTHETIC RISK AND REWARD INDICATOR (for all share classes)



1	2	3	4	5	6	7
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This indicator aims to give you a measure of the price movement of the sub-fund based on past data. It uses historic returns over the last five years. If five years' data is not available, simulated data based on a representative portfolio is used.

This sub-fund has been measured as 5 because its investments have experienced moderate to high volatility in the past. During the year the synthetic risk and reward indicator has remained unchanged.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
LOAN STOCKS (28 February 2022 - 0.45%)		
1,300,469 Hawkwing 8% 12.08.24 ^A	1,017,877	0.43
313,050 Silver Bullet Data Services Group Convertible Loan Notes ^B	313,050	0.13
Total Loan Stocks	<u>1,330,927</u>	<u>0.56</u>
EQUITIES (28 February 2022 - 97.29%)		
AEROSPACE AND DEFENSIVE (28 February 2022 - Nil)		
558,713 Chemring Group	1,614,681	0.68
Total Aerospace and Defensive	<u>1,614,681</u>	<u>0.68</u>
ALTERNATIVE ENERGY (28 February 2022 - 0.72%)		
12,617,138 Inspired Energy	1,223,862	0.51
Total Alternative Energy	<u>1,223,862</u>	<u>0.51</u>
AUTOMOBILES AND PARTS (28 February 2022 - Nil)		
23,973 TI Fluid Systems	29,247	0.01
Total Automobiles and Parts	<u>29,247</u>	<u>0.01</u>
BANKS (28 February 2022 - 3.68%)		
610,552 HSBC Holdings	3,882,500	1.63
8,153,896 Lloyds Banking Group	4,297,919	1.80
853,700 NatWest Group	2,506,463	1.05
711,379 Standard Chartered	5,662,577	2.37
Total Banks	<u>16,349,459</u>	<u>6.85</u>
BEVERAGES (28 February 2022 - 1.50%)		
35,000 Fever-Tree Drinks	374,500	0.16
Total Beverages	<u>374,500</u>	<u>0.16</u>
CHEMICALS (28 February 2022 - 2.68%)		
58,105 Croda International	3,852,361	1.62
40,609 Johnson Matthey	874,718	0.37
98,266 Victrex	1,724,568	0.72
Total Chemicals	<u>6,451,647</u>	<u>2.71</u>
CLOSED END INVESTMENTS (28 February 2022 - 0.48%)		
400,242 Strategic Equity Capital	1,200,726	0.50
Total Closed End Investments	<u>1,200,726</u>	<u>0.50</u>
CONSTRUCTION AND MATERIALS (28 February 2022 - 2.52%)		
1,303,466 Breedon Group	930,675	0.39
240,045 Marshalls	805,591	0.34
332,690 Ricardo	1,899,660	0.80
Total Construction and Materials	<u>3,635,926</u>	<u>1.53</u>
CONSUMER SERVICES (28 February 2022 - 1.49%)		
298,305 Compass Group	5,763,253	2.42
Total Consumer Services	<u>5,763,253</u>	<u>2.42</u>
ELECTRICITY (28 February 2022 - 1.68%)		
333,342 SSE	5,866,819	2.46
Total Electricity	<u>5,866,819</u>	<u>2.46</u>
ELECTRONIC AND ELECTRICAL EQUIPMENT (28 February 2022 - 0.98%)		
83,971 discoverIE Group	690,242	0.29
76,700 IMI	1,201,122	0.50
470,878 Morgan Advanced Materials	1,480,911	0.62
301,485 Rotork	984,650	0.41
63,905 Spectris	2,252,651	0.94
Total Electronic and Electrical Equipment	<u>6,609,576</u>	<u>2.76</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
FINANCE AND CREDIT SERVICES (28 February 2022 - 2.90%)		
70,515 London Stock Exchange Group	5,249,137	2.20
221,911 OSB Group	1,246,030	0.52
1,948,421 TruFin	1,285,958	0.54
Total Finance and Credit Services	7,781,125	3.26
FOOD PRODUCERS (28 February 2022 - 0.46%)		
55,269 Cranswick	1,724,393	0.72
Total Food Producers	1,724,393	0.72
GAS, WATER AND MULTI-UTILITIES (28 February 2022 - 0.71%)		
177,323 National Grid	1,875,191	0.79
42,152 Severn Trent	1,161,288	0.49
Total Gas, Water and Multi-Utilities	3,036,479	1.28
GENERAL INDUSTRIALS (28 February 2022 - 2.69%)		
102,919 Bunzl	3,108,154	1.30
1,028,562 Coats Group	759,079	0.32
761,173 Smith (DS)	2,562,108	1.07
Total General Industrials	6,429,341	2.69
HEALTH CARE PROVIDERS (28 February 2022 - 0.47%)		
1,185,861 Diaceutics	1,340,023	0.56
1,313,465 Medica Group	2,075,275	0.87
Total Health Care Providers	3,415,298	1.43
HOUSEHOLD GOODS AND HOME CONSTRUCTION (28 February 2022 - 0.81%)		
56,860 Bellway	1,254,900	0.53
256,581 Vistry Group	2,078,306	0.87
Total Household Goods and Home Construction	3,333,206	1.40
INDUSTRIAL ENGINEERING (28 February 2022 - 0.24%)		
19,498 Spirax-Sarco Engineering	2,273,467	0.95
80,750 Weir Group	1,523,349	0.64
Total Industrial Engineering	3,796,816	1.59
INDUSTRIAL METALS AND MINING (28 February 2022 - 1.22%)		
109,086 Bodycote	715,604	0.30
134,369 Hill & Smith Holdings	1,824,731	0.76
Total Industrial Metals and Mining	2,540,335	1.06
INDUSTRIAL SUPPORT SERVICES (28 February 2022 - 13.97%)		
185,189 Alpha Financial Markets Consulting	805,572	0.34
739,610 Anexo Group	806,175	0.34
2,661,266 Costain Group	1,145,675	0.48
948,391 Driver Group	284,517	0.12
279,615 Elixirr International	1,370,113	0.57
502,000 Essentra	1,139,540	0.48
158,862 Experian	4,449,725	1.87
137,284 FDM Group (Holdings)	1,122,983	0.47
41,448 Ferguson	4,941,686	2.07
154,848 Grafton Group	1,473,998	0.62
25,425 Intertek Group	1,065,307	0.45
1,074,739 Rentokil Initial	5,545,653	2.32
75,467 RS Group	744,105	0.31
1,059,744 Serco Group	1,656,380	0.69
94,681 Smart Metering Systems	810,469	0.34
2,810,816 Staffline Group	1,042,813	0.44
801,560 The SimplyBiz Group	1,667,245	0.70
1,341,613 Windward	670,807	0.28
Total Industrial Support Services	30,742,763	12.89

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
INDUSTRIAL TRANSPORTATION (28 February 2022 - Nil)		
17,190 Ashtead Group	948,544	0.40
Total Industrial Transportation	948,544	0.40
INVESTMENT BANKING AND BROKERAGE SERVICES (28 February 2022 - 5.50%)		
329,454 AJ Bell	1,061,501	0.45
1,185,051 Argentex Group	1,510,940	0.63
577,815 Begbies Traynor Group	791,607	0.33
1,500,074 Frenkel Topping Group	1,035,051	0.43
92,500 Intermediate Capital Group	1,292,225	0.54
88,576 JTC	664,320	0.28
219,071 Mattioli Woods	1,248,705	0.52
80,618 Rathbone Brothers	1,656,700	0.69
260,774 Tatton Asset Management	1,178,698	0.49
1,324,997 XPS Pensions Group	2,126,620	0.89
Total Investment Banking and Brokerage Services	12,566,367	5.25
LIFE INSURANCE (28 February 2022 - 2.46%)		
1,432,751 Just Group	1,256,523	0.53
465,484 Legal & General Group	1,202,345	0.50
421,685 Prudential	5,374,375	2.25
Total Life Insurance	7,833,243	3.28
MEDIA (28 February 2022 - 2.16%)		
38,929 4imprint Group	1,712,876	0.72
261,852 Everyman Media Group	206,863	0.09
119,558 Future	1,639,140	0.69
141,469 RELX	3,546,628	1.49
Total Media	7,105,507	2.99
MEDICAL EQUIPMENT AND SERVICES (28 February 2022 - 2.48%)		
1,289,779 ConvaTec Group	2,902,003	1.22
110,000 Creo Medical Group	30,800	0.01
3,110,284 EKF Diagnostics Holdings	855,328	0.36
Total Medical Equipment and Services	3,788,131	1.59
NON-LIFE INSURANCE (28 February 2022 - 1.66%)		
160,328 Beazley	1,099,850	0.46
1,163,390 Randall & Quilter Investment Holdings	967,940	0.41
Total Non-life Insurance	2,067,790	0.87
OIL, GAS AND COAL (28 February 2022 - 4.08%)		
719,112 Diversified Energy Company	751,472	0.32
100,279 Energean	1,201,342	0.50
320,911 Serica Energy	824,741	0.35
Total Oil, Gas and Coal	2,777,555	1.17
OPEN END AND MISCELLANEOUS INVESTMENT VEHICLES (28 February 2022 - 0.49%)		
1,163,067 AdvancedAdvT	953,715	0.40
580,733 TMT Acquisition	98,725	0.04
Total Open End and Miscellaneous Investment Vehicles	1,052,440	0.44
PERSONAL CARE, DRUG AND GROCERY STORES (28 February 2022 - 4.98%)		
123,659 Greggs	3,346,212	1.40
114,141 Unilever	4,718,018	1.98
Total Personal Care, Drug and Grocery Stores	8,064,230	3.38
PERSONAL GOODS (28 February 2022 - 0.94%)		
653,937 Seraphine Group	191,604	0.08
137,535 Watches of Switzerland Group	1,140,165	0.48
Total Personal Goods	1,331,769	0.56

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
PHARMACEUTICALS AND BIOTECHNOLOGY (28 February 2022 - 4.68%)		
58,787 AstraZeneca	6,426,595	2.69
68,500 Dechra Pharmaceuticals	1,865,940	0.78
19,501 Genus	567,479	0.24
146,864 GSK	2,084,881	0.87
390,920 Haleon	1,249,185	0.52
40,125 Indivior	610,702	0.26
Total Pharmaceuticals and Biotechnology	12,804,782	5.36
REAL ESTATE INVESTMENT AND SERVICES (28 February 2022 - Nil)		
626,563 CLS Holdings	934,832	0.39
547,005 Grainger	1,385,017	0.58
Total Real Estate Investment and Services	2,319,849	0.97
REAL ESTATE INVESTMENT TRUSTS (28 February 2022 - 2.83%)		
40,620 Derwent London	1,055,308	0.44
152,371 Safestore Holdings	1,541,995	0.65
295,704 SEGRO	2,429,504	1.02
211,552 Shaftesbury	883,864	0.37
230,595 Unite Group	2,289,808	0.96
Total Real Estate Investment Trusts	8,200,479	3.44
RETAILERS (28 February 2022 - 2.68%)		
2,913,890 Angling Direct	786,750	0.33
159,497 Dunelm Group	1,990,523	0.83
354,117 Pets at Home Group	1,374,682	0.58
519,202 Virgin Wines UK	264,793	0.11
95,996 WHSmith	1,517,217	0.64
Total Retailers	5,933,965	2.49
SOFTWARE AND COMPUTER SERVICES (28 February 2022 - 7.48%)		
1,057,764 Access Intelligence	856,789	0.36
615,712 ActiveOps	578,769	0.24
656,985 Ascential	1,768,604	0.74
130,747 Auction Technology Group	895,617	0.38
152,786 Auto Trader Group	907,243	0.38
245,252 Bytes Technology Group	976,103	0.41
282,166 Darktrace	741,250	0.31
297,614 GB Group	994,626	0.42
128,813 Instem	837,285	0.35
42,500 Kainos Group	589,050	0.25
496,372 Kooth	893,470	0.37
725,794 Learning Technologies Group	1,016,837	0.43
2,143,677 Netcall	2,015,056	0.84
670,427 Oxford Metrics	697,244	0.29
7,398,971 Rosslyn Data Technologies	40,694	0.02
556,860 Sage Group	4,146,380	1.74
400,522 Silver Bullet Data Services Group	208,271	0.09
1,616,738 SysGroup	420,352	0.18
Total Software and Computer Services	18,583,640	7.80
TELECOMMUNICATIONS EQUIPMENT (28 February 2022 - Nil)		
662,917 Spirent Communications	1,408,036	0.59
Total Telecommunications Equipment	1,408,036	0.59
TELECOMMUNICATIONS SERVICE PROVIDERS (28 February 2022 - 1.44%)		
899,798 Bigblu Broadband	467,895	0.20
Total Telecommunications Service Providers	467,895	0.20
TOBACCO (28 February 2022 - 1.89%)		

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
TRAVEL AND LEISURE (28 February 2022 - 3.69%)		
556,613 Hostelworld Group	768,126	0.32
528,454 Loungers	1,109,753	0.47
394,500 SSP Group	1,019,388	0.43
2,134,256 Tasty	64,028	0.03
489,786 Ten Entertainment Group	1,302,831	0.55
1,211,973 The City Pub Group	1,005,938	0.42
886,482 The Gym Group	1,113,421	0.47
367,521 Tortilla Mexican Grill	441,025	0.18
Total Travel and Leisure	6,824,510	2.87
WASTE AND DISPOSAL SERVICES (28 February 2022 - 0.54%)		
978,305 Franchise Brands	1,995,742	0.84
Total Waste and Disposal Services	1,995,742	0.84
OVERSEAS SECURITIES (28 February 2022 - 8.11%)		
9,400 Agilent Technologies	1,104,872	0.46
5,340 Microsoft	1,104,599	0.46
10,051 Novo Nordisk 'B'	1,185,189	0.50
21,984 Schneider Electric	2,936,702	1.23
15,978 Texas Instruments	2,255,189	0.95
4,976 Thermo Fisher Scientific	2,227,115	0.93
12,698 Visa 'A'	2,313,261	0.97
Total Overseas Securities	13,126,927	5.50
Total Equities	231,120,853	96.90
Portfolio of investments	232,451,780	97.45
Net other assets	6,081,601	2.55
Total net assets	238,533,381	100.00

^A These convertible loan notes are unlisted and are valued using the latest information received.

^B These convertible loan notes are delisted and are valued using the latest information received.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

STATEMENT OF TOTAL RETURN
for the year ended 28 February 2023

	Notes	28 February 2023		28 February 2022	
		£	£	£	£
Income:					
Net capital losses	2		(5,333,720)		(21,421,990)
Revenue	4	6,531,831		3,495,008	
Expenses	5	<u>(1,890,524)</u>		<u>(1,416,509)</u>	
Net revenue before taxation		4,641,307		2,078,499	
Taxation	6	<u>(13,905)</u>		<u>(35,961)</u>	
Net revenue after taxation			<u>4,627,402</u>		<u>2,042,538</u>
Total return before distributions			(706,318)		(19,379,452)
Distributions	7		(4,627,402)		(2,042,538)
Change in net assets attributable to shareholders from investment activities			<u><u>(5,333,720)</u></u>		<u><u>(21,421,990)</u></u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 28 February 2023

	28 February 2023		28 February 2022	
	£	£	£	£
Opening net assets attributable to shareholders		266,457,049		-
Amounts receivable on issue of shares	17,081,704		289,115,801	
Amounts payable on cancellation of shares	<u>(39,671,726)</u>		<u>(1,236,763)</u>	
		(22,590,022)		287,879,038
Change in net assets attributable to shareholders from investment activities		(5,333,720)		(21,421,990)
Retained distribution on accumulation shares		74		1
Closing net assets attributable to shareholders		<u><u>238,533,381</u></u>		<u><u>266,457,049</u></u>

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND**

BALANCE SHEET
as at 28 February 2023

	Notes	28 February 2023 £	28 February 2022 £
Assets:			
Fixed Assets:			
Investments	15	232,451,780	260,422,611
Current Assets:			
Debtors	8	2,259,975	702,877
Cash and cash equivalents		5,647,317	6,602,429
Total assets		<u>240,359,072</u>	<u>267,727,917</u>
Liabilities:			
Creditors:			
Distribution payable		1,328,808	1,105,365
Other creditors	9	496,883	165,503
Total liabilities		<u>1,825,691</u>	<u>1,270,868</u>
Net assets attributable to shareholders		<u><u>238,533,381</u></u>	<u><u>266,457,049</u></u>

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND**

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

1 ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES

Please refer to the notes applicable to the Company on pages 11 to 14.

2 NET CAPITAL LOSSES

The net losses on investments during the year comprise:

	28 February 2023	28 February 2022
	£	£
Realised (losses)/gains on non-derivative securities	(16,172,446)	598,854
Unrealised gains/(losses) on non-derivative securities	10,845,543	(22,052,931)
Gains on forward currency contract	154	-
Currency gains	9,239	47,569
Transaction charges	(16,210)	(15,482)
Net capital losses	(5,333,720)	(21,421,990)

3 PURCHASES, SALES AND TRANSACTION COSTS

Purchases excluding transaction costs:

	28 February 2023	28 February 2022
	£	£
Debt securities	313,050	1,204,138
Equities	142,969,065	301,035,972
Corporate actions	91,762,882	8,693,501
	<u>235,044,997</u>	<u>310,933,611</u>
Equities: Commissions	62,021	211,817
Taxes and other charges	597,400	146,086
Total purchases transaction costs	<u>659,421</u>	<u>357,903</u>
Purchases including transaction costs	<u>235,704,418</u>	<u>311,291,514</u>

Purchases transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.04%	0.07%
Taxes and other charges	0.42%	0.05%

Sales excluding transaction costs:

Equities	166,538,472	28,575,069
Corporate actions	91,752,022	974,187
	<u>258,290,494</u>	<u>29,549,256</u>
Equities: Commissions	(76,358)	(134,283)
Taxes and other charges	(955)	(147)
Total sales transaction costs	<u>(77,313)</u>	<u>(134,430)</u>
Sales net of transaction costs	<u>258,213,181</u>	<u>29,414,826</u>

Sales transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.05%	0.47%
Taxes and other charges	0.00%	0.00%

Total purchases and sales transaction costs expressed as a percentage of the average net asset value over the year:

Commissions	0.05%	0.13%
Taxes and other charges	0.23%	0.06%
	<u>0.28%</u>	<u>0.19%</u>

Transaction handling charges

These are charges payable to the depositary in respect of each transaction.

<u>£16,210</u>	<u>£15,482</u>
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Average portfolio dealing spread

This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

Average portfolio dealing spread at the balance sheet date	<u>0.78%</u>	<u>0.90%</u>
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IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 28 February 2023

4 REVENUE	28 February 2023	28 February 2022
	£	£
UK dividends	5,603,288	3,083,791
UK dividends (unfranked)	151,874	14,836
Overseas dividends	598,101	345,300
Bond interest	126,925	52,179
Bank interest	51,643	(1,098)
Total revenue	6,531,831	3,495,008
	<hr/>	<hr/>
5 EXPENSES	28 February 2023	28 February 2022
	£	£
Payable to the Authorised Corporate Director (ACD) or associate:		
ACD's periodic charge	615,992	463,434
Registration fees	376	178
KIID Fee	(4)	701
	<hr/>	<hr/>
	616,364	464,313
Other expenses:		
Investment management fee	1,199,803	913,806
Investment management fee rebate	(30,145)	(37,082)
Depositary's fees	80,350	58,504
Safe custody fees	13,275	9,440
Audit fee	9,765	7,407
Financial Conduct Authority fee	46	121
Bank interest	1,066	-
	<hr/>	<hr/>
	1,274,160	952,196
	<hr/>	<hr/>
Total expenses	1,890,524	1,416,509
	<hr/>	<hr/>
6 TAXATION	28 February 2023	28 February 2022
	£	£
a Analysis of the tax charge for the year		
Overseas tax	13,905	35,961
Total tax charge (see note 6(b))	13,905	35,961
	<hr/>	<hr/>
b Factors affecting the tax charge for the year		
The taxation assessed for the year is lower than the standard rate of corporation tax in the UK for an OEIC (20%). The differences are explained below.		
Net revenue before taxation	4,641,307	2,078,499
Corporation tax at 20%	928,261	415,700
Effects of:		
Revenue not subject to taxation	(1,240,277)	(685,818)
Unrelieved excess management expenses	312,016	270,118
Overseas tax	13,905	35,961
Total tax charge (see note 6(a))	13,905	35,961
	<hr/>	<hr/>
c At 28 February 2023 the sub-fund has deferred tax assets of £582,134 (2022: £270,118) arising from surplus management expenses, which have not been recognised due to uncertainty over the availability of future taxable profits.		
7 DISTRIBUTIONS	28 February 2023	28 February 2022
	£	£
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim	3,014,565	1,002,062
Final	1,328,835	1,105,365
Add: Revenue deducted on cancellation of shares	323,251	2,522
Deduct: Revenue received on issue of shares	(39,168)	(67,411)
Revenue brought forward	(81)	-
Distributions	4,627,402	2,042,538
	<hr/>	<hr/>

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND**

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 28 February 2023

8 DEBTORS	28 February 2023	28 February 2022
	£	£
Amounts receivable for issue of shares	21,900	62,859
Sales awaiting settlement	1,686,307	-
Accrued income	513,978	638,736
Currency receivables	154	-
Taxation recoverable	37,636	1,282
Total debtors	2,259,975	702,877

9 OTHER CREDITORS	28 February 2023	28 February 2022
	£	£
Amounts payable for cancellation of shares	15,892	15,400
Purchases awaiting settlement	307,445	-
ACD's periodic charge and registration fees	46,470	53,460
Accrued expenses	127,076	96,643
Total other creditors	496,883	165,503

10 CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets or liabilities as at 28 February 2023 (2022: nil).

11 RELATED PARTIES

The ACD is involved in all transactions in the shares of the sub-fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders and note 7. Amounts due to/from the ACD in respect of share transactions at the year end are disclosed in notes 8 and 9. Amounts paid to the ACD in respect of the ACD's periodic charge and registration fees are disclosed in note 5. Amounts due to the ACD at the year end are £40,462 (2022: £6,001).

12 SHARE CLASSES

The share classes in issue for the sub-fund and the annual management charge for each share class is as follows:

A Income	0.25%
A Accumulation	0.25%

13 SHAREHOLDERS' FUND RECONCILIATION

During the year the ACD has issued and cancelled shares as set out below:

	A Income	A Accumulation
Opening shares in issue at 1 March 2022	289,114,206	50
Share issues	19,120,994	6,102
Share cancellations	(45,777,670)	(1,081)
Closing shares in issue at 28 February 2023	262,457,530	5,071

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

14 RISK DISCLOSURES

Market price risk sensitivity

A five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £11,622,589 (2022: £13,021,131). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk

At the year end date a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements.

Foreign currency exposure at 28 February 2023

	Investments £	Net other assets £	Total £
Danish Krone	1,185,189	62,969	1,248,157
Euro	2,936,702	6,708	2,943,410
US Dollar	13,946,722	92,668	14,039,390
	<u>18,068,613</u>	<u>162,345</u>	<u>18,230,958</u>

Foreign currency exposure at 28 February 2022

	Investments £	Net other assets £	Total £
Australian Dollar	2,714,185	103,511	2,817,696
Danish Krone	1,238,073	1,367	1,239,440
Euro	3,045,894	867	3,046,761
US Dollar	14,619,506	163,655	14,783,161
	<u>21,617,658</u>	<u>269,399</u>	<u>21,887,057</u>

Foreign currency risk sensitivity

A five per cent decrease in the value of Sterling relative to the foreign currencies above would have the effect of increasing the return and net assets by £911,534 (2022: £1,094,353). A five per cent increase would have an equal and opposite effect.

Interest rate risk

28 February 2023
£

28 February 2022
£

The interest rate risk profile of financial assets and liabilities consists of the following:

Financial assets floating rate	5,647,317	6,602,429
Financial asset interest bearing instruments	1,330,927	1,204,138
Financial assets non-interest bearing instruments	233,380,828	259,921,350
Financial liabilities non-interest bearing instruments	(1,825,691)	(1,270,868)
	<u>238,533,381</u>	<u>266,457,049</u>

As most of the sub-fund's financial assets are non-interest bearing, an interest rate sensitivity analysis has not been included.

Liquidity risk

28 February 2023
£

28 February 2022
£

The following table provides a maturity analysis of the sub-fund's financial liabilities:

Within one year:	Distribution payable	1,328,808	1,105,365
	Other creditors	496,883	165,503
		<u>1,825,691</u>	<u>1,270,868</u>

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND**

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

15 FAIR VALUE HIERARCHY FOR INVESTMENTS

Basis of valuation	28 February 2023		28 February 2022	
	Assets (£)	Liabilities (£)	Assets (£)	Liabilities (£)
Level 1 - Quoted prices	231,120,853	-	258,059,133	-
Level 2 - Observable market data	1,330,927	-	1,204,138	-
Level 3 - Unobservable data	-	-	1,159,340	-
	<u>232,451,780</u>	<u>-</u>	<u>260,422,611</u>	<u>-</u>

The intention of a fair value measurement is to estimate the price at which an asset or liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS102 the sub-fund classifies fair value measurement under the following levels:

Level 1 - Unadjusted quoted price in an active market for an identical instrument;

Level 2 - Valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 - Valuation techniques using unobservable inputs.

16 POST BALANCE SHEET EVENTS

Since 28 February 2023, the Net Asset Value per share has changed as follows:

	Net Asset Value per share (pence)		
	28 February 2023 ^A	12 June 2023	Movement (%)
A Income	91.74	90.48	(1.37)%
A Accumulation	93.94	93.14	(0.85)%

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY FUND**

DISTRIBUTION TABLE

Interim distribution for the period from 1 March 2022 to 31 August 2022

Group 1: shares purchased prior to 1 March 2022

Group 2: shares purchased on or after 1 March 2022

		Net revenue 31 August 2022 pence per share	Equalisation 31 August 2022 pence per share	Distribution paid 31 October 2022 pence per share	Distribution paid 31 October 2021 pence per share
A Income	Group 1	1.1454	-	1.1454	0.3833
	Group 2	0.8409	0.3045	1.1454	0.3833
				-	
A Accumulation	Group 1	1.2151	-	1.2151	0.4200
	Group 2	0.7294	0.4857	1.2151	0.4200

Final distribution for the period from 1 September 2022 to 28 February 2023

Group 1: shares purchased prior to 1 September 2022

Group 2: shares purchased on or after 1 September 2022

		Net revenue 28 February 2023 pence per share	Equalisation 28 February 2023 pence per share	Distribution paid 30 April 2023 pence per share	Distribution paid 30 April 2022 pence per share
A Income	Group 1	0.5062	-	0.5062	0.3823
	Group 2	0.3170	0.1892	0.5062	0.3823
				-	
A Accumulation	Group 1	0.5233	-	0.5233	0.7200
	Group 2	0.2742	0.2491	0.5233	0.7200

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND**

AUTHORISED INVESTMENT MANAGER'S REPORT

for the year ended 28 February 2023

Performance to 28 February 2023

	<u>Six months</u>	<u>1 year</u>	<u>29.06.2021^A</u>
IFSL Avellemy UK Equity Income Fund	10.23%	9.39%	12.05%
IA UK Equity Income Sector	8.97%	6.55%	8.87%
FTSE All-Share Index	8.74%	7.30%	12.80%

^A Launch period ended 29 June 2021.

External Source of Economic Data: Morningstar (A Income - quoted price to quoted price, net income reinvested).

The performance figures above are based on quoted prices and will, therefore, differ from the performance in the Comparative Table.

Capital at risk. Past performance is not a reliable indicator of future performance; the value of your investment and any income from it can go down as well as up. Performance returns are based on the net asset value with distributable income reinvested and take account of all ongoing charges, but not entry charges (if applicable). The past performance of this share class is calculated in sterling.

Investment commentary

Rising yields were a headwind for both bond and equity performance throughout the period, particularly those with long-term cashflows, as future growth was worth less in today's money. The UK equity market was one of the strongest regional equity markets at the start of the year, as it features large allocations to both commodity and banking sectors, which tend to do well in inflationary environments. However, the market's performance was also impacted by the monetary policy of the US Federal Reserve, the US central bank, which tightened monetary policy particularly aggressively in the period to October 2022. This strengthened the US Dollar and made US Dollar-denominated assets, including the US stock market, more attractive on a relative basis to those priced in other currencies. In October, this dynamic weakened and non-dollar assets, including UK equities, began to outperform.

This is reflected in the performance of Avellemy's peer group within the Investment Association UK Equity Income sector, which was up 6.55% over the year after a significant recovery in price terms from the beginning of October 2022 to February 2023. IFSL Avellemy UK Equity Income Fund (A Income) returned 9.39% over the same period.

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of income, which is money paid out of investments such as dividends from shares, and capital growth, which is profit on investments held.

Avellemy Limited
4 April 2023

Distributions

	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>A Income (pence per share)</u>			
Net income paid 30 April	1.1992	1.1676	N/A
Net income paid 31 October		2.7257	1.0186
<u>A Accumulation (pence per share)</u>			
Net accumulation paid 30 April	1.2600	1.2200	N/A
Net accumulation paid 31 October		2.8400	0.9600

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND**

AUTHORISED INVESTMENT MANAGER'S REPORT
for the year ended 28 February 2023

Portfolio changes

<u>Largest purchases</u>	<u>Cost (£)</u>
BlackRock ICS Sterling Liquid Environmentally Aware 'Agency' GBP	25,567,481
NatWest Group	5,114,725
AstraZeneca	3,734,779
Roche Holding	3,023,714
HSBC Holdings	2,643,755
Phoenix Group Holdings	2,638,230
RELX	2,589,185
RS Group	2,444,839
Next	2,437,352
Shell	2,436,906
Other purchases	78,446,305
Total purchases for the year	131,077,271
<u>Largest sales</u>	<u>Proceeds (£)</u>
BlackRock ICS Sterling Liquid Environmentally Aware 'Agency' GBP	28,450,081
Legal & General Group	4,169,236
Direct Line Insurance Group	4,084,720
3i Group	3,373,270
Whitbread	3,147,740
Ferguson	2,653,142
Anglo American	2,505,275
Sanofi	2,456,491
AstraZeneca	2,414,819
Drax Group	2,254,050
Other sales	52,448,444
Total sales for the year	107,957,268

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND**

COMPARATIVE TABLE

<u>A Income shares</u>	Year to 28.02.2023	Period to 28.02.2022^B
Change in net assets per share	pence	pence
Opening net asset value per share	100.16	100.00
Return before operating charges*	9.98	2.87
Operating charges	(0.81)	(0.52)
Return after operating charges*	9.17	2.35
Distributions on income shares	(3.93)	(2.19)
Closing net asset value per share	105.40	100.16
* after direct transaction costs of:	0.24	0.55
Performance		
Return after charges ^A	9.16%	2.35%
Other information		
Closing net asset value (£)	227,299,991	190,122,017
Closing number of shares	215,652,048	189,816,376
Operating charges	0.81%	0.78% ^D
Direct transaction costs	0.24%	0.83% ^D
Prices (pence per share)		
Highest share price	107.80	105.00
Lowest share price	89.92	96.35
<u>A Accumulation shares</u>	Year to 28.02.2023	Period to 28.02.2022^C
Change in net assets per share	pence	pence
Opening net asset value per share	102.19	100.00
Return before operating charges*	11.29	2.71
Operating charges	(0.89)	(0.53)
Return after operating charges*	10.40	2.19
Distributions on accumulation shares	(4.10)	(2.18)
Retained distributions on accumulation shares	4.10	2.18
Closing net asset value per share	112.59	102.19
* after direct transaction costs of:	0.26	0.55
Performance		
Return after charges ^A	10.18%	2.19%
Other information		
Closing net asset value (£)	4,200	51
Closing number of shares	3,731	50
Operating charges	0.81%	0.78% ^D
Direct transaction costs	0.24%	0.83% ^D
Prices (pence per share)		
Highest share price	113.90	105.70
Lowest share price	94.48	95.90

^A The return after charges is calculated using the underlying investments bid prices.

^B This share class launched on 28 June 2021 at 100 pence and commenced pricing on 30 June 2021.

^C This share class launched on 28 June 2021 at 100 pence and commenced pricing on 7 July 2021.

^D These figures have been annualised.

Operating charges are the same as the ongoing charges and are the total expenses paid by each share class in the year. Direct transaction costs are the total charges for the year, included in the purchase and sale of investments in the portfolio of the sub-fund. These amounts are expressed as a percentage of the average net asset value over the year and the average shares in issue for the pence per share figures.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

SYNTHETIC RISK AND REWARD INDICATOR (for all share classes)



This indicator aims to give you a measure of the price movement of the sub-fund based on past data. It uses historic returns over the last five years. If five years' data is not available, simulated data based on a representative portfolio is used.

This sub-fund has been measured as 5 because its investments have experienced moderate to high volatility in the past. During the year the synthetic risk and reward indicator has remained unchanged.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
UNIT TRUSTS / OEICS (28 February 2022 - 1.70%)		
6,386 BlackRock ICS Sterling Liquid Environmentally Aware 'Agency' GBP	638,563	0.28
Total Unit Trusts / OEICS	<u>638,563</u>	<u>0.28</u>
EQUITIES (28 February 2022 - 98.10%)		
BANKS (28 February 2022 - 4.08%)		
1,323,851 Barclays	2,314,356	1.02
469,082 HSBC Holdings	2,982,892	1.31
4,328,154 Lloyds Banking Group	2,281,370	1.00
1,744,635 NatWest Group	5,122,248	2.25
551,303 Standard Chartered	4,388,372	1.93
Total Banks	<u>17,089,238</u>	<u>7.51</u>
BEVERAGES (28 February 2022 - 0.70%)		
765,017 C&C Group	1,135,285	0.50
Total Beverages	<u>1,135,285</u>	<u>0.50</u>
CLOSED END INVESTMENTS (28 February 2022 - 0.46%)		
970,407 NextEnergy Solar Fund	1,044,158	0.46
Total Closed End Investments	<u>1,044,158</u>	<u>0.46</u>
ELECTRICITY (28 February 2022 - 1.70%)		
33,263 SSE	585,429	0.26
Total Electricity	<u>585,429</u>	<u>0.26</u>
ELETRONIC AND ELECTRICAL EQUIPMENT (28 February 2022- 0.39%)		
59,738 Oxford Instruments	1,463,581	0.64
37,786 Spectris	1,331,957	0.59
Total Electronic and Electrical Equipment	<u>2,795,538</u>	<u>1.23</u>
FINANCE AND CREDIT SERVICES (28 February 2022 - 1.68%)		
68,099 London Stock Exchange Group	5,069,290	2.23
Total Finance and Credit Services	<u>5,069,290</u>	<u>2.23</u>
FOOD PRODUCERS (28 February 2022 - 1.19%)		
418,921 Tate & Lyle	3,363,936	1.48
Total Food Producers	<u>3,363,936</u>	<u>1.48</u>
GAS, WATER AND MULTI-UTILITIES (28 February 2022 - Nil)		
1,662,277 Centrica	1,765,338	0.78
Total Gas, Water and Multi-utilities	<u>1,765,338</u>	<u>0.78</u>
GENERAL INDUSTRIALS (28 February 2022 - 2.07%)		
215,940 Smiths Group	3,801,624	1.67
Total General Industrials	<u>3,801,624</u>	<u>1.67</u>
HOUSEHOLD GOODS AND HOME CONSTRUCTION (28 February 2022 -1.67%)		
719,615 Taylor Wimpey	886,206	0.39
48,196 The Berkeley Group Holdings	2,015,075	0.89
Total Household Goods and Home Construction	<u>2,901,281</u>	<u>1.28</u>
INDUSTRIAL METALS AND MINING (28 February 2022 - 5.29%)		
74,176 Anglo American	2,101,777	0.92
95,750 Rio Tinto	5,417,535	2.38
Total Industrial Metals and Mining	<u>7,519,312</u>	<u>3.30</u>
INDUSTRIAL SUPPORT SERVICES (28 February 2022 - 7.07%)		
70,141 Grafton Group	667,672	0.29
2,419,968 Hays	2,894,282	1.27
529,830 Rentokil Initial	2,733,923	1.20

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
INDUSTRIAL SUPPORT SERVICES (continued)		
321,651 RS Group	3,171,479	1.40
188,764 Travis Perkins	1,911,235	0.84
Total Industrial Support Services	<u>11,378,591</u>	<u>5.00</u>
INDUSTRIAL TRANSPORTATION (28 February 2022 - Nil)		
35,598 Ashtead Group	1,964,298	0.86
Total Industrial Transportation	<u>1,964,298</u>	<u>0.86</u>
INVESTMENT BANKING AND BROKERAGE SERVICES (28 February 2022 - 6.84%)		
610,788 3i Group	10,019,977	4.41
713,622 Ashmore Group	1,911,080	0.84
315,915 IG Group Holdings	2,535,218	1.12
1,281,854 M&G	2,736,758	1.20
Total Investment Banking and Brokerage Services	<u>17,203,033</u>	<u>7.57</u>
LEISURE GOODS (28 February 2022 - Nil)		
13,024 Games Workshop Group	1,196,254	0.53
Total Leisure Goods	<u>1,196,254</u>	<u>0.53</u>
LIFE INSURANCE (28 February 2022 - 7.51%)		
748,028 Aviva	3,351,913	1.47
1,212,107 Legal & General Group	3,130,872	1.38
1,084,763 Phoenix Group Holdings	6,890,415	3.03
Total Life Insurance	<u>13,373,200</u>	<u>5.88</u>
MEDIA (28 February 2022 - 9.23%)		
554,359 Informa	3,715,314	1.63
2,837,410 ITV	2,489,544	1.10
776,215 Pearson	7,133,416	3.14
417,122 RELX	10,457,249	4.60
Total Media	<u>23,795,523</u>	<u>10.47</u>
MEDICAL EQUIPMENT AND SERVICES (28 February 2022 - 1.15%)		
327,128 Smith & Nephew	3,847,025	1.69
Total Medical Equipment and Services	<u>3,847,025</u>	<u>1.69</u>
NON-LIFE INSURANCE (28 February 2022 - 3.55%)		
528,516 Direct Line Insurance Group	950,536	0.42
199,757 Hiscox	2,280,226	1.00
Total Non-life Insurance	<u>3,230,762</u>	<u>1.42</u>
OIL, GAS AND COAL (28 February 2022 - 5.21%)		
1,590,024 BP	8,835,763	3.89
362,319 Shell ^A	-	-
362,319 Shell	9,175,729	4.04
Total Oil, Gas and Coal	<u>18,011,492</u>	<u>7.93</u>
PERSONAL CARE, DRUG AND GROCERY STORES (28 February 2022 - 5.73%)		
85,194 Reckitt Benckiser Group	4,913,990	2.16
1,338,987 Tesco	3,407,722	1.50
79,401 Unilever	3,282,040	1.44
Total Personal Care, Drug and Grocery Stores	<u>11,603,752</u>	<u>5.10</u>
PERSONAL GOODS (28 February 2022 - 1.05%)		
57,265 Burberry Group	1,401,847	0.62
567,169 Dr. Martens	899,530	0.40
170,149 Watches of Switzerland Group	1,410,535	0.62
Total Personal Goods	<u>3,711,912</u>	<u>1.64</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
PHARMACEUTICALS AND BIOTECHNOLOGY (28 February 2022 - 7.04%)		
117,741 AstraZeneca	12,871,446	5.66
191,759 GSK	2,722,211	1.20
166,417 Haleon	531,785	0.23
53,841 Indivior	819,460	0.36
Total Pharmaceuticals and Biotechnology	<u>16,944,902</u>	<u>7.45</u>
REAL ESTATE INVESTMENT TRUSTS (28 February 2022 - 2.67%)		
594,407 Assura	304,931	0.13
1,566,292 LXi REIT	1,773,043	0.78
231,745 SEGRO	1,904,017	0.84
Total Real Estate Investment Trusts	<u>3,981,991</u>	<u>1.75</u>
RETAILERS (28 February 2022 - 2.40%)		
309,358 Card Factory	311,214	0.14
1,119,338 Currys	914,499	0.40
164,804 Howden Joinery Group	1,190,544	0.52
407,192 Moonpig Group	473,564	0.21
69,005 Next	4,748,924	2.09
103,952 WHSmith	1,642,961	0.72
Total Retailers	<u>9,281,706</u>	<u>4.08</u>
SOFTWARE AND COMPUTER SERVICES (28 February 2022 - 0.74%)		
215,905 Sage Group	1,607,629	0.71
Total Software and Computer Services	<u>1,607,629</u>	<u>0.71</u>
TELECOMMUNICATIONS SERVICE PROVIDERS (28 February 2022 -1.56%)		
1,167,836 BT Group	1,636,138	0.72
Total Telecommunications Service Providers	<u>1,636,138</u>	<u>0.72</u>
TOBACCO (28 February 2022 - 4.18%)		
170,299 British American Tobacco	5,402,736	2.38
178,107 Imperial Brands	3,633,383	1.60
Total Tobacco	<u>9,036,119</u>	<u>3.98</u>
TRAVEL AND LEISURE (28 February 2022 - 2.13%)		
246,835 easyJet	1,204,802	0.53
728,171 SSP Group	1,881,594	0.83
Total Travel and Leisure	<u>3,086,396</u>	<u>1.36</u>
OVERSEAS SECURITIES (28 February 2022 - 10.81%)		
110,746 BHP Group	2,792,460	1.23
48,592 Boliden	1,636,340	0.72
54,168 Corbion	1,679,996	0.74
77,349 Ebro Foods	1,096,350	0.48
81,350 Euroapi	1,102,043	0.48
9,033 Mastercard 'A'	2,655,196	1.17
49,300 Nintendo CO	1,526,654	0.67
233,969 Nordea Bank	2,475,758	1.09
187,816 Origin Enterprises	704,242	0.31
11,168 Roche Holding	2,698,403	1.19
11,239 Schneider Electric	1,501,346	0.66
35,303 Wolters Kluwer	3,409,198	1.50
42,027 Woodside Energy Group	839,490	0.37
Total Overseas Securities	<u>24,117,476</u>	<u>10.61</u>
Total Equities	<u>226,078,628</u>	<u>99.46</u>
Portfolio of stock investments	<u>226,717,191</u>	<u>99.74</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

PORTFOLIO STATEMENT

as at 28 February 2023

		Bid value £	Percentage of total net assets %
Counterparty	Forward Currency Exchange Contracts		
HSBC	Sell EUR 6,773,000 for GBP 5,882,227 - 08 March 2023	(59,941)	(0.03)
HSBC	Sell GBP 654,901 for USD 794,000 - 08 March 2023	1,456	-
HSBC	Sell GBP 365,320 for JPY 58,199,888 - 08 March 2023	(13,254)	(0.01)
HSBC	Sell GBP 585,453 for SEK 7,429,993 - 08 March 2023	2,966	-
HSBC	Sell JPY 274,268,000 for GBP 1,664,521 - 08 March 2023	5,403	-
HSBC	Sell SEK 53,559,987 for GBP 4,270,851 - 08 March 2023	29,157	0.01
HSBC	Sell USD 1,835,600 for GBP 1,513,098 - 08 March 2023	(4,294)	-
	Net value of all derivative positions	(38,507)	(0.03)
	Portfolio of investments and derivative positions ^B	226,678,684	99.71
	Net other liabilities (excluding derivative positions)	625,507	0.29
	Total net assets	227,304,191	100.00

^A These shares are unlisted entitlement shares received on a 1 for 1 basis in lieu of a dividend payment (cash or stock) and are priced at nil.

^B Net of investment liabilities

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

STATEMENT OF TOTAL RETURN
for the year ended 28 February 2023

	Notes	28 February 2023		28 February 2022	
		£	£	£	£
Income:					
Net capital gains	2		15,352,192		2,467,439
Revenue	4	8,482,652		4,014,394	
Expenses	5	<u>(1,600,016)</u>		<u>(909,569)</u>	
Net revenue before taxation		6,882,636		3,104,825	
Taxation	6	<u>(42,777)</u>		<u>(33,885)</u>	
Net revenue after taxation			<u>6,839,859</u>		<u>3,070,940</u>
Total return before distributions			22,192,051		5,538,379
Distributions	7		(8,324,640)		(3,916,207)
Change in net assets attributable to shareholders from investment activities			<u>13,867,411</u>		<u>1,622,172</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 28 February 2023

	28 February 2023		28 February 2022	
	£	£	£	£
Opening net assets attributable to shareholders		190,122,068		-
Amounts receivable on issue of shares	49,597,912		189,096,520	
Amounts payable on cancellation of shares	(26,292,510)		(596,625)	
Compensation to fund	<u>9,262</u>		<u>-</u>	
		23,314,664		188,499,895
Change in net assets attributable to shareholders from investment activities		13,867,411		1,622,172
Retained distribution on accumulation shares		48		1
Closing net assets attributable to shareholders		<u>227,304,191</u>		<u>190,122,068</u>

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND**

BALANCE SHEET
as at 28 February 2023

	Notes	28 February 2023 £	28 February 2022 £
Assets:			
Fixed Assets:			
Investments	15	226,759,244	190,086,084
Current Assets:			
Debtors	8	1,332,705	656,981
Cash and cash equivalents		2,519,409	1,743,892
Total assets		<u>230,611,358</u>	<u>192,486,957</u>
Liabilities:			
Investment liabilities		80,560	-
Creditors:			
Distribution payable		2,586,300	2,216,383
Other creditors	9	640,307	148,506
Total liabilities		<u>3,307,167</u>	<u>2,364,889</u>
Net assets attributable to shareholders		<u><u>227,304,191</u></u>	<u><u>190,122,068</u></u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

1 ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES

Please refer to the notes applicable to the Company on pages 11 to 14.

2 NET CAPITAL GAINS

The net gains on investments during the year comprise:

	28 February 2023 £	28 February 2022 £
Realised gains/(losses) on non-derivative securities	1,544,090	(667,769)
Unrealised gains on non-derivative securities	14,018,522	2,876,845
Forward currency contract (losses)/gains	(362,293)	619,073
Other currency gains/(losses)	167,565	(339,891)
Transaction charges	(15,692)	(20,819)
Net capital gains	<u>15,352,192</u>	<u>2,467,439</u>

3 PURCHASES, SALES AND TRANSACTION COSTS

Purchases excluding transaction costs:

	28 February 2023 £	28 February 2022 £
Collective investment schemes	25,567,481	21,078,711
Equities	105,021,513	213,945,988
Corporate actions	-	231,996
	<u>130,588,994</u>	<u>235,256,695</u>
Equities: Commissions	34,406	35,775
Taxes and other charges	453,871	933,661
Total purchases transaction costs	<u>488,277</u>	<u>969,436</u>
Purchases including transaction costs	<u>131,077,271</u>	<u>236,226,131</u>

Purchases transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.03%	0.02%
Taxes and other charges	0.43%	0.44%

Sales excluding transaction costs:

Collective investment schemes	28,450,081	17,847,820
Equities	77,817,676	29,063,473
Equities (corporate actions)	1,717,390	1,789,957
	<u>107,985,147</u>	<u>48,701,250</u>
Equities: Commissions	(27,122)	(13,643)
Taxes and other charges	(757)	(204)
Total sales transaction costs	<u>(27,879)</u>	<u>(13,847)</u>
Sales net of transaction costs	<u>107,957,268</u>	<u>48,687,403</u>

Sales transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.03%	0.05%
Taxes and other charges	0.00%	0.00%

Total purchases and sales transaction costs expressed as a percentage of the average net asset value over the year:

Commissions	0.03%	0.03%
Taxes and other charges	0.21%	0.52%
	<u>0.24%</u>	<u>0.55%</u>

Transaction handling charges

These are charges payable to the depositary in respect of each transaction.

<u>£15,692</u>	<u>£20,819</u>
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Average portfolio dealing spread

This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

Average portfolio dealing spread at the balance sheet date	<u>0.08%</u>	<u>0.09%</u>
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IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

4 REVENUE	28 February 2023	28 February 2022
	£	£
UK dividends	7,531,141	3,556,673
UK dividends (unfranked)	149,507	84,203
Overseas dividends	767,534	373,518
Interest distributions	22,871	-
Bank interest	11,599	-
Total revenue	<u><u>8,482,652</u></u>	<u><u>4,014,394</u></u>
5 EXPENSES	28 February 2023	28 February 2022
	£	£
Payable to the Authorised Corporate Director (ACD) or associate:		
ACD's periodic charge	537,797	299,528
Registration fees	495	177
KIID fees	592	700
	<u>538,884</u>	<u>300,405</u>
Other expenses:		
Investment management fee	995,425	550,714
Investment management fee rebate	(31,255)	-
Depositary's fees	73,764	43,132
Safe custody fees	12,114	6,995
Audit fee	9,762	7,410
Financial Conduct Authority fee	120	116
Bank interest	1,202	797
	<u>1,061,132</u>	<u>609,164</u>
Total expenses	<u><u>1,600,016</u></u>	<u><u>909,569</u></u>
6 TAXATION	28 February 2023	28 February 2022
	£	£
a Analysis of the tax charge for the year		
Overseas tax	42,777	33,885
Total tax charge (see note 6(b))	<u><u>42,777</u></u>	<u><u>33,885</u></u>
b Factors affecting the tax charge for the year		
The taxation assessed for the year is lower than the standard rate of corporation tax in the UK for an OEIC (20%). The differences are explained below.		
Net revenue before taxation	6,882,636	3,104,825
Corporation tax at 20%	<u>1,376,527</u>	<u>620,965</u>
Effects of:		
Revenue not subject to taxation	(1,659,735)	(786,038)
Unrelieved excess management expenses	283,208	165,073
Overseas tax	42,777	33,885
Total tax charge (see note 6(a))	<u><u>42,777</u></u>	<u><u>33,885</u></u>
c At 28 February 2023 the sub-fund has deferred tax assets of £448,281 (2022: £165,073) arising from surplus management expenses, which have not been recognised due to uncertainty over the availability of future taxable profits.		

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

7 DISTRIBUTIONS

	28 February 2023	28 February 2022
	£	£
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim	6,448,283	1,805,700
Final	2,586,347	2,216,384
Add: Revenue deducted on cancellation of shares	198,996	3,089
Deduct: Revenue received on issue of shares	(908,899)	(108,966)
Revenue brought forward	(87)	-
Distributions	8,324,640	3,916,207
Movement between net revenue and distributions:		
Net revenue after taxation	6,839,859	3,070,940
ACD's periodic charge and IM fee borne by capital	1,533,221	850,242
Tax effect of ACD and IM fee borne by capital	(48,440)	(4,975)
	8,324,640	3,916,207

8 DEBTORS

	28 February 2023	28 February 2022
	£	£
Amounts receivable for issue of shares	24,708	39,835
Sales awaiting settlement	466,741	-
Accrued income	754,013	614,513
Taxation recoverable	87,243	2,633
Total debtors	1,332,705	656,981

9 OTHER CREDITORS

	28 February 2023	28 February 2022
	£	£
Amounts payable for cancellation of shares	15,296	14,160
Purchases awaiting settlement	466,849	-
ACD's periodic charge and registration fees	39,954	37,461
Accrued expenses	118,119	96,885
Currency payable	89	-
Total other creditors	640,307	148,506

10 CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets or liabilities as at 28 February 2023 (2022: nil).

11 RELATED PARTIES

The ACD is involved in all transactions in the shares of the sub-fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders and note 7. Amounts due to/from the ACD in respect of share transactions at the year end are disclosed in notes 8 and 9. Amounts paid to the ACD in respect of the ACD's periodic charge and registration fees are disclosed in note 5. Amounts due to the ACD at the year end are £30,542 (2022: £11,786).

12 SHARE CLASSES

The share classes in issue for the sub-fund and the annual management charge for each share class is as follows:

A Income	0.25%
A Accumulation	0.25%

13 SHAREHOLDERS' FUND RECONCILIATION

During the year the ACD has issued and cancelled shares as set out below:

	A Income	A Accumulation
Opening shares in issue at 1 March 2022	189,816,376	50
Share issues	51,517,768	3,681
Share cancellations	(25,682,096)	-
Closing shares in issue at 28 February 2023	215,652,048	3,731

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

14 RISK DISCLOSURES

Market price risk sensitivity

A five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £11,335,860 (2022: £9,487,390). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk

At the year end date a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements.

<u>Foreign currency exposure at 28 February 2023</u>	Investments £	Net other assets £	Total £
Australian Dollar	839,490	-	839,490
Euro	3,551,556	77,579	3,629,135
Japanese Yen	225,896	(6,293)	219,602
Swedish Kroner	458,822	-	458,822
Swiss Franc	2,698,403	-	2,698,403
US Dollar	1,794,161	236,823	2,030,985
	<u>9,568,328</u>	<u>308,109</u>	<u>9,876,437</u>

<u>Foreign currency exposure at 28 February 2022</u>	Investments £	Net other assets £	Total £
Australian Dollar	1,980,943	75,547	2,056,490
Euro	3,871,233	589	3,871,823
Japanese Yen	179,857	-	179,857
Swedish Kroner	421,387	-	421,387
US Dollar	4,143,061	135,426	4,278,488
	<u>10,596,482</u>	<u>211,563</u>	<u>10,808,045</u>

Foreign currency risk sensitivity

A five per cent decrease in the value of Sterling relative to the foreign currencies above would have the effect of increasing the return and net assets by £493,822 (2022: £540,402). A five per cent increase would have an equal and opposite effect.

Interest rate risk

	28 February 2023	28 February 2022
	£	£

The interest rate risk profile of financial assets and liabilities consists of the following:

Financial assets floating rate	2,519,409	1,743,892
Financial assets interest bearing instruments	638,563	3,229,927
Financial assets non-interest bearing instruments	227,453,386	187,513,138
Financial liabilities non-interest bearing instruments	(3,307,167)	(2,364,889)
	<u>227,304,191</u>	<u>190,122,068</u>

As most of the sub-fund's financial assets are non-interest bearing, an interest rate sensitivity analysis has not been included.

Liquidity risk

	28 February 2023	28 February 2022
	£	£

The following table provides a maturity analysis of the sub-fund's financial liabilities:

Within one year:		
Distribution payable	2,586,300	2,216,383
Other creditors	640,307	148,506
	<u>3,226,607</u>	<u>2,364,889</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

15 FAIR VALUE HIERARCHY FOR INVESTMENTS

Basis of valuation	28 February 2023		28 February 2022	
	Assets (£)	Liabilities (£)	Assets (£)	Liabilities (£)
Level 1 - Quoted prices	226,078,628	-	186,856,158	-
Level 2 - Observable market data	680,616	-	3,229,926	-
Level 3 - Unobservable data	-	-	-	-
	<u>226,759,244</u>	<u>-</u>	<u>190,086,084</u>	<u>-</u>

The intention of a fair value measurement is to estimate the price at which an asset or liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS102 the sub-fund classifies fair value measurement under the following levels:

Level 1 - Unadjusted quoted price in an active market for an identical instrument;

Level 2 - Valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 - Valuation techniques using unobservable inputs.

16 POST BALANCE SHEET EVENTS

Since 28 February 2023, the Net Asset Value per share has changed as follows:

	Net Asset Value per share (pence)		
	28 February 2023 ^A	12 June 2023	Movement (%)
A Income	106.60	103.00	(3.38)%
A Accumulation	112.60	110.10	(2.22)%

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY UK EQUITY INCOME FUND**

DISTRIBUTION TABLE

Interim distribution for the period from 1 March 2022 to 31 August 2022

Group 1: shares purchased prior to 1 March 2022

Group 2: shares purchased on or after 1 March 2022

		Net revenue 31 August 2022 pence per share	Equalisation 31 August 2022 pence per share	Distribution paid 31 October 2022 pence per share	Distribution paid 31 October 2021 pence per share
A Income	Group 1	2.7257	-	2.7257	1.0186
	Group 2	0.9362	1.7895	2.7257	1.0186
				-	
A Accumulation	Group 1	2.8400	-	2.8400	0.9600
	Group 2	2.8400	-	2.8400	0.9600

Final distribution for the period from 1 September 2022 to 28 February 2023

Group 1: shares purchased prior to 1 September 2022

Group 2: shares purchased on or after 1 September 2022

		Net revenue 28 February 2023 pence per share	Equalisation 28 February 2023 pence per share	Distribution paid 30 April 2023 pence per share	Distribution paid 30 April 2022 pence per share
A Income	Group 1	1.1992	-	1.1992	1.1676
	Group 2	0.7184	0.4808	1.1992	1.1676
				-	
A Accumulation	Group 1	1.2600	-	1.2600	1.2200
	Group 2	0.1942	1.0658	1.2600	1.2200

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND**

AUTHORISED INVESTMENT MANAGER'S REPORT

for the year ended 28 February 2023

Performance to 28 February 2023

	<u>Six months</u>	<u>1 year</u>	<u>28.06.2021^A</u>
IFSL Avellemy US Equity Fund	(2.71)%	(1.18)%	0.50%
IA North America sector	(2.50)%	1.05%	3.32%

^A Launch period ended 28 June 2021.

External Source of Economic Data: Morningstar (A Income - quoted price to quoted price, net income reinvested).

The performance figures above are based on quoted prices and will, therefore, differ from the performance in the Comparative Table.

Capital at risk. Past performance is not a reliable indicator of future performance; the value of your investment and any income from it can go down as well as up. Performance returns are based on the net asset value with distributable income reinvested and take account of all ongoing charges, but not entry charges (if applicable). The past performance of this share class is calculated in sterling.

Investment commentary

Rising yields were a headwind for both bond and equity performance through the period, in particular those with long-term cashflows, as future growth was worth less in today's money. With a large exposure to high-growth technology businesses, US equities should have been one of the more vulnerable stockmarkets to this dynamic, and indeed in US Dollar terms, the market did see some sharp falls in value in the early part of 2022. However, for international investors, the performance of the US equity market was significantly impacted by the monetary policy of the US Federal Reserve, the US central bank, which tightened monetary policy particularly aggressively in the period to October 2022. This strengthened the US Dollar and made US Dollar-denominated assets, including the US stock market, more attractive on a relative basis to those priced in other currencies. In October, this dynamic weakened and non-dollar assets, began to outperform, which was a relative headwind for the US market.

Avellemy's peer group in the Investment Association North America sector were up 1.05% over the year. IFSL Avellemy US Equity Fund (A Income) returned -1.18% over the same period.

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of capital growth, which is profit on investments held, and income, which is money paid out of investments such as dividends from shares.

Avellemy Limited

4 April 2023

Distributions

	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>A Income (pence per share)</u>			
Net income paid 30 April	-	-	N/A
Net income paid 31 October		-	-
<u>A Accumulation (pence per share)</u>			
Net accumulation paid 30 April	-	-	N/A
Net accumulation paid 31 October		0.0652	-

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND**

AUTHORISED INVESTMENT MANAGER'S REPORT
for the year ended 28 February 2023

Portfolio changes

<u>Largest purchases</u>	<u>Cost (£)</u>
Microsoft	17,118,044
Amazon.com	9,414,554
Advanced Micro Devices	9,360,446
US Treasury 0% 26.01.23	7,148,230
Cigna	6,531,311
Nvidia	6,373,526
Visa 'A'	6,259,943
Meta Platforms 'A'	5,873,570
Intercontinental Exchange	5,683,752
Intuit	5,628,091
Other purchases	326,721,650
Total purchases for the year	406,113,117
<u>Largest sales</u>	<u>Proceeds (£)</u>
Alphabet 'C'	13,239,031
Amazon.com	10,824,085
Apple	10,769,020
US Treasury 0% 26.01.23	10,087,118
Costco Wholesale	8,200,717
Nvidia	7,953,532
Microsoft	7,913,883
Advanced Micro Devices	7,353,327
Meta Platforms 'A'	7,003,143
Nike 'B'	6,218,715
Other sales	326,003,054
Total sales for the year	415,565,625

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND**

COMPARATIVE TABLE

<u>A Income shares</u>	Year to 28.02.2023	Period to 28.02.2022^B
Change in net assets per share	pence	pence
Opening net asset value per share	101.53	100.00
Return before operating charges*	(0.28)	2.05
Operating charges	(0.74)	(0.52)
Return after operating charges*	(1.02)	1.53
Distributions on income shares	-	-
Closing net asset value per share	100.51	101.53
* after direct transaction costs of:	0.03	0.04
Performance		
Return after charges ^A	(1.00)%	1.53%
Other information		
Closing net asset value (£)	402,902,613	416,765,889
Closing number of shares	400,867,090	410,463,474
Operating charges	0.73%	0.74% ^D
Direct transaction costs	0.03%	0.04% ^D
Prices (pence per share)		
Highest share price	109.20	114.20
Lowest share price	90.71	97.08
<u>A Accumulation shares</u>	Year to	Period to
Change in net assets per share	28.02.2023	28.02.2022^C
	pence	pence
Opening net asset value per share	99.65	100.00
Return before operating charges*	0.03	0.15
Operating charges	(0.74)	(0.50)
Return after operating charges*	(0.71)	(0.35)
Distributions on accumulation shares	(0.06)	-
Retained distributions on accumulation shares	0.06	-
Closing net asset value per share	98.94	99.65
* after direct transaction costs of:	0.03	0.04
Performance		
Return after charges ^A	(0.71)%	(0.35)%
Other information		
Closing net asset value (£)	3,018	95
Closing number of shares	3,051	95
Operating charges	0.73%	0.74% ^D
Direct transaction costs	0.03%	0.05% ^D
Prices (pence per share)		
Highest share price	107.40	112.00
Lowest share price	89.13	95.28

^A The return after charges is calculated using the underlying investments bid prices.

^B This share class launched on 28 June 2021 at 100 pence with shares initially issued on 29 June 2021 at 100 pence.

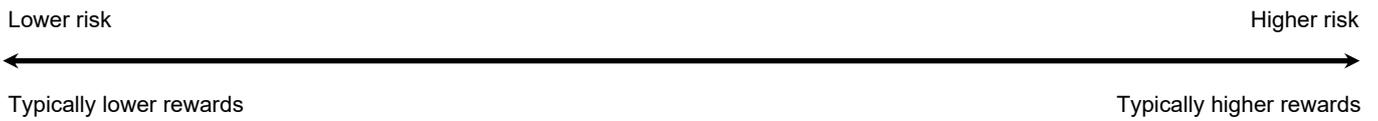
^C This share class launched on 28 June 2021 at 100 pence with shares initially issued on 6 July 2021 at 100 pence.

^D These figures have been annualised.

Operating charges are the same as the ongoing charges and are the total expenses paid by each share class in the year. Direct transaction costs are the total charges for the year, included in the purchase and sale of investments in the portfolio of the sub-fund. These amounts are expressed as a percentage of the average net asset value over the year and the average shares in issue for the pence per share figures.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

SYNTHETIC RISK AND REWARD INDICATOR (for all share classes)



1	2	3	4	5	6	7
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This indicator aims to give you a measure of the price movement of the sub-fund based on past data. It uses historic returns over the last five years. If five years' data is not available, simulated data based on a representative portfolio are

The sub-fund has been measured as 6 because its investments have experienced high volatility in the past. During the year the synthetic risk and reward indicator has remained unchanged.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
DEBT SECURITIES (28 February 2022 - 0.53%)		
EQUITIES (28 February 2022 - 96.76%)		
COMMUNICATION SERVICES (28 February 2022 - 11.61%)		
64,941 Alphabet 'A'	4,830,548	1.20
185,809 Alphabet 'C'	13,854,913	3.44
13,674 Electronic Arts	1,252,372	0.31
23,672 Meta Platforms 'A'	3,419,756	0.85
15,405 T-Mobile US	1,808,394	0.45
Total Communication Services	25,165,983	6.25
CONSUMER DISCRETIONARY (28 February 2022 - 17.76%)		
181,009 Amazon.com	14,084,541	3.50
56,237 Aramark	1,708,824	0.42
27,374 Autoliv	2,092,927	0.52
1,152 Autozone	2,362,839	0.59
1,513 Booking Holdings	3,151,676	0.78
6,092 Burlington Stores	1,077,968	0.27
16,823 Capri Holdings	689,038	0.17
1,125 Chipotle Mexican Grill	1,383,441	0.34
10,093 Etsy	1,012,009	0.25
2,515 Ferrari	540,743	0.13
12,378 Hilton Worldwide Holdings	1,477,079	0.37
9,760 Lowe's Companies	1,657,769	0.41
25,735 Nike 'B'	2,521,956	0.63
4,652 O'Reilly Automotive	3,189,065	0.79
4,677 Pool	1,377,083	0.34
11,122 Ralph Lauren	1,085,606	0.27
2,653 RH	655,148	0.16
33,974 Ross Stores	3,101,504	0.77
14,211 The Home Depot	3,477,073	0.86
51,814 The TJX Companies	3,276,810	0.81
11,173 Topbuild	1,915,675	0.48
7,254 Tractor Supply Co	1,397,477	0.35
Total Consumer Discretionary	53,236,251	13.21
CONSUMER STAPLES (28 February 2022 - 3.24%)		
10,299 Costco Wholesale	4,117,729	1.02
25,988 Darling Ingredients	1,357,837	0.34
8,360 Dollar General	1,491,646	0.37
18,163 Dollar Tree	2,179,410	0.54
53,958 Mondelez International	2,903,905	0.72
51,151 Monster Beverage	4,299,092	1.07
28,908 PepsiCo	4,142,505	1.03
67,334 Performance Food Group Co	3,144,941	0.78
Total Consumer Staples	23,637,065	5.87
ENERGY (28 February 2022 - 1.16%)		
10,789 Hess	1,199,243	0.30
87,330 Schlumberger	3,837,255	0.95
Total Energy	5,036,498	1.25
FINANCIALS (28 February 2022 - 10.80%)		
83,314 Charles Schwab	5,355,630	1.33
5,609 FactSet Research Systems	1,920,425	0.48
15,934 First Republic Bank	1,618,865	0.40
95,890 Intercontinental Exchange	8,058,482	2.00
4,875 MSCI	2,098,293	0.52
35,304 Progressive	4,186,035	1.04
79,125 Wells Fargo & Co	3,055,209	0.76

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
FINANCIALS (continued)		
17,747 Willis Towers Watson	3,434,336	0.85
Total Financials	29,727,275	7.38
HEALTH CARE (28 February 2022 - 14.21%)		
2,811 Abiomed Contingent Value Rights ^A	-	-
1,876 Align Technology	479,277	0.12
102,569 Avantor	2,064,511	0.51
47,392 Bristol Myers Squibb	2,699,279	0.67
9,593 Cigna	2,312,224	0.57
14,556 Danaher	2,974,197	0.74
86,506 Edwards Lifesciences	5,745,870	1.43
6,038 Elevance Health	2,341,492	0.58
17,286 Eli Lilly and Company	4,441,321	1.10
16,602 Genmab	514,618	0.13
7,422 Icon	1,382,886	0.34
8,119 IDEXX Laboratories	3,173,233	0.79
2,898 Illumina	476,797	0.12
27,168 Intuitive Surgical	5,145,259	1.28
3,122 IQVIA	537,399	0.13
1,126 Mettler-Toledo International	1,330,470	0.33
47,702 Pfizer	1,598,012	0.40
14,492 Thermo Fisher Scientific	6,479,657	1.61
18,495 UnitedHealth Group	7,266,782	1.80
18,355 Veeva Systems 'A'	2,511,410	0.62
18,487 Vertex Pharmaceuticals	4,430,925	1.10
1,870 Waters	479,474	0.12
26,724 Zimmer Biomet Holdings	2,733,209	0.68
33,583 Zoetis 'A'	4,627,423	1.15
Total Health Care	65,745,725	16.32
INDUSTRIALS (28 February 2022 - 7.59%)		
11,547 AMETEK	1,349,971	0.34
14,009 Booz Allen Hamilton Holding	1,096,191	0.27
19,916 Clean Harbors	2,167,854	0.54
82,336 Copart	4,789,531	1.19
12,637 Eaton	1,826,638	0.45
6,352 Equifax	1,062,068	0.26
17,002 Ferguson	2,022,827	0.50
6,367 IDEX	1,183,265	0.29
10,831 Illinois Tool Works	2,085,689	0.52
29,226 Jacobs Solutions	2,884,099	0.72
12,966 L3Harris Technologies	2,260,362	0.56
12,708 Norfolk Southern	2,356,976	0.58
5,252 Rockwell Automation	1,279,436	0.32
52,881 The AZEK Co	1,051,287	0.26
11,972 Trex Co	505,479	0.13
13,590 Verisk Analytics	1,918,370	0.48
80,908 WillScot Mobile Mini Holdings	3,433,453	0.85
Total Industrials	33,273,496	8.26
INFORMATION TECHNOLOGY (28 February 2022 - 28.24%)		
18,020 Adobe Systems	4,819,671	1.20
65,653 Advanced Micro Devices	4,259,921	1.06
89,340 Amphenol 'A'	5,717,170	1.42
47,383 Apple	5,768,144	1.43
25,115 Arista Networks	2,875,027	0.71
2,665 ASML Holding ADR	1,359,233	0.34
7,914 Autodesk	1,298,334	0.32
3,161 Broadcom	1,550,907	0.38
7,736 Cadence Design Systems	1,232,585	0.31

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
INFORMATION TECHNOLOGY (continued)		
24,007 CDW	4,011,841	1.00
13,197 Cognex	516,544	0.13
10,962 Entegris	771,211	0.19
9,368 EPAM Systems	2,380,397	0.59
76,516 Fortinet	3,754,545	0.93
10,177 Gartner	2,755,334	0.68
9,486 Intuit	3,189,004	0.79
2,378 Littelfuse	508,164	0.13
5,345 Manhattan Associates	634,248	0.16
34,554 Mastercard 'A'	10,124,329	2.51
32,462 Micron Technology	1,549,704	0.38
145,584 Microsoft	29,987,358	7.44
22,023 Motorola Solutions	4,775,485	1.19
29,945 Nvidia	5,740,437	1.43
41,951 Oracle	3,027,956	0.75
3,098 Paycom Software	739,017	0.18
57,997 PayPal Holdings	3,524,129	0.88
8,300 PTC	859,101	0.21
72,142 Qualcomm	7,357,501	1.83
7,023 Roper Technologies	2,494,231	0.62
15,849 Salesforce.Com	2,140,646	0.53
2,181 ServiceNow	778,315	0.19
24,277 Skyworks Solutions	2,235,910	0.55
4,549 Synopsys	1,366,147	0.34
4,319 Tyler Technologies	1,145,431	0.28
62,005 Visa 'A'	11,250,777	2.79
1,834 Zebra Technologies	454,808	0.11
Total Information Technology	136,953,562	33.98
MATERIALS (28 February 2022 - 1.33%)		
11,433 Franco-Nevada	1,204,507	0.30
8,924 International Flavors & Fragrances	686,943	0.17
7,862 Linde	2,259,152	0.56
6,085 The Sherwin-Williams Company	1,111,860	0.28
22,074 Vulcan Materials Co	3,296,105	0.82
Total Materials	8,558,567	2.13
REAL ESTATE (28 February 2022 - 0.28%)		
UTILITIES (28 February 2022 - 0.50%)		
36,375 Constellation Energy	2,249,647	0.56
20,031 NextEra Energy	1,174,645	0.29
363,272 PG&E	4,683,606	1.16
Total Utilities	8,107,898	2.01
Total Equities	389,442,320	96.66
Portfolio of Non-Derivative Investments		
	389,442,320	96.66
EQUITY SWAPS (28 February 2022 - (0.19)%)		
COMMUNICATION SERVICES (28 February 2022 - Nil)		
(2,724) Snap-On	(13,893)	-
(12,380) Verizon Communications	25,819	0.01
Total Communication Services	11,926	0.01

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
CONSUMER DISCRETIONARY (28 February 2022 - Nil)		
(32,331) Fisker	(9,213)	-
(5,125) Floor & Decor Holdings	7,010	-
(40,538) Ford Motor Co	5,477	-
(3,057) Genuine Parts Co	(20,554)	(0.01)
(3,975) Penske Automotive Group	(64,168)	(0.02)
(11,322) Tapestry	13,324	-
(1,264) Williams-Sonoma	4,797	-
Total Consumer Discretionary	<u>(63,327)</u>	<u>(0.03)</u>
CONSUMER STAPLES (28 February 2022 - (0.01)%)		
(4,017) Kimberly-Clark	13,188	-
(8,529) Sysco	22,966	0.01
(3,894) Target	820	-
(3,597) The Clorox Company	(39,320)	(0.01)
78,561 The Kraft Heinz Company	(69,753)	(0.02)
Total Consumer Staples	<u>(72,099)</u>	<u>(0.02)</u>
ENERGY (28 February 2022 - 0.06%)		
19,787 ConocoPhillips	(280,033)	(0.07)
30,870 EOG Resources	(487,622)	(0.12)
(18,533) Marathon Oil	27,713	0.01
(2,210) Pioneer Natural Resources Co	38,751	0.01
Total Energy	<u>(701,191)</u>	<u>(0.17)</u>
FINANCIALS (28 February 2022 - (0.02)%)		
(6,461) Blackstone	13,618	-
(1,157) Credit Acceptance	4,463	-
(5,860) KKR & Co	(9,172)	-
Total Financials	<u>8,909</u>	<u>-</u>
HEALTH CARE (28 February 2022 - (0.07)%)		
(2,505) Medpace Holdings	27,642	0.01
43,666 Merck & Co	3,145	-
(1,100) UnitedHealth Group	9,153	-
Total Health Care	<u>39,940</u>	<u>0.01</u>
INDUSTRIALS (28 February 2022 - (0.02)%)		
(3,712) 3M Co	14,824	-
(3,146) Caterpillar	57,463	0.01
(2,026) Eaton	(23,669)	(0.01)
(6,056) Expeditors International of Washington	4,877	-
(2,871) Illinois Tool Works	(7,600)	-
(9,407) Masco	(1,163)	-
(2,050) Rockwell Automation	(27,861)	(0.01)
(14,723) Rollins	6,019	-
(2,745) United Parcel Service	1,918	-
Total Industrials	<u>24,808</u>	<u>(0.01)</u>
INFORMATION TECHNOLOGY (28 February 2022- (0.13)%)		
46,314 Apple	168,119	0.04
(6,877) Ceridian HCM Holding	(13,206)	-
(17,867) Intel	54,049	0.01
(3,821) International Business Machines	18,902	-
(2,164) Silicon Laboratories	(46,506)	(0.01)
Total Information Technology	<u>181,358</u>	<u>0.04</u>
MATERIALS (28 February 2022 - 0.01%)		
(1,331) Air Products & Chemicals	30,709	0.01
(1,344) Martin Marietta Materials	16,507	-
Total Materials	<u>47,216</u>	<u>0.01</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
REAL ESTATE (28 February 2022 - Nil)		
(4,562) Digital Realty Trust	14,097	-
(27,161) Host Hotels & Resorts	39,146	0.01
Total Real Estate	<u>53,243</u>	<u>0.01</u>
UTILITIES (28 February 2022 - Nil)		
(7,848) Ameren	27,257	0.01
Total Utilities	<u>27,257</u>	<u>0.01</u>
Total Equity Swaps	<u>(441,960)</u>	<u>(0.11)</u>
FUTURES (28 February 2022 - 0.04%)		
OPTIONS (28 February 2022 - 0.13%)		
290 TSLA US Equity, Buy Call, C230 03.03.23	21,677	-
10 S&P 500 Index, Buy Put, P3950 21.04.23	79,703	0.02
(10) S&P 500 Index, Write Put, P3450 21.04.23	(8,755)	-
17 S&P 500 Index, Buy Put, P3850 08.03.23	11,584	-
Total Options Contracts	<u>104,209</u>	<u>0.02</u>
Net value of all derivative positions	<u>(337,751)</u>	<u>(0.09)</u>
Portfolio of investments and derivative positions^B	389,104,569	96.57
Net other assets (excluding derivative positions)	<u>13,801,062</u>	<u>3.43</u>
Total net assets	<u><u>402,905,631</u></u>	<u><u>100.00</u></u>

^A These rights are unlisted and are valued at zero, based on the latest information received.

^B Net of investment liabilities

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

STATEMENT OF TOTAL RETURN
for the year ended 28 February 2023

	Notes	28 February 2023		28 February 2022	
		£	£	£	£
Income:					
Net capital (losses)/gains	2		(3,460,798)		3,456,426
Revenue	4	3,847,581		1,835,166	
Expenses	5	(2,986,930)		(1,987,933)	
Interest payable and similar charges	6	(516,488)		(445,748)	
Net expense before taxation		<u>344,163</u>		<u>(598,515)</u>	
Taxation	7	<u>(510,400)</u>		<u>(262,391)</u>	
Net expense after taxation			<u>(166,237)</u>		<u>(860,906)</u>
Total return before distributions			(3,627,035)		2,595,520
Distributions	8		(17,918)		(41,882)
Change in net assets attributable to shareholders from investment activities			<u>(3,644,953)</u>		<u>2,553,638</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 28 February 2023

	28 February 2023		28 February 2022	
	£	£	£	£
Opening net assets attributable to shareholders		416,765,984		-
Amounts receivable on issue of shares	25,580,673		445,859,749	
Amounts payable on cancellation of shares	<u>(35,796,078)</u>		<u>(31,647,403)</u>	
		(10,215,405)		414,212,346
Change in net assets attributable to shareholders from investment activities		(3,644,953)		2,553,638
Retained distribution on accumulation shares		5		-
Closing net assets attributable to shareholders		<u>402,905,631</u>		<u>416,765,984</u>

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND**

BALANCE SHEET
as at 28 February 2023

	Notes	28 February 2023 £	28 February 2022 £
Assets:			
Fixed Assets:			
Investment assets	17	390,227,057	407,444,602
Current Assets:			
Debtors	9	1,558,503	4,755,567
Cash and cash equivalents	10	15,131,702	12,616,557
Total assets		<u>406,917,262</u>	<u>424,816,726</u>
Liabilities:			
Investment liabilities	17	1,122,488	2,043,146
Creditors:			
Bank overdrafts		533,872	500,158
Other creditors	11	2,355,271	5,507,438
Total liabilities		<u>4,011,631</u>	<u>8,050,742</u>
Net assets attributable to shareholders		<u><u>402,905,631</u></u>	<u><u>416,765,984</u></u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

1 ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES

Please refer to the notes applicable to the Company on pages 11 to 14.

2 NET CAPITAL (LOSSES)/GAINS

28 February 2023 **28 February 2022**
£ **£**

The net (losses)/gains on investments during the year comprise:

Realised non-derivative securities (losses)/gains	(12,433,501)	1,925,359
Unrealised non-derivative securities gains/(losses)	5,834,419	(2,872,927)
Realised gains on derivative contracts	991,368	5,542,168
Unrealised gains/(losses) on derivative contracts	63,460	(408,636)
Currency gains/(losses)	2,117,345	(699,347)
Renewal commission	(3,464)	-
Transaction charges	(30,425)	(30,191)
Net capital (losses)/gains	(3,460,798)	3,456,426

3 PURCHASES, SALES AND TRANSACTION COSTS

28 February 2023 **28 February 2022**
£ **£**

Purchases excluding transaction costs:

Debt securities	7,148,230	18,451,784
Equities	398,906,627	723,189,787
	406,054,857	741,641,571
Equities: Commissions	58,260	87,766
Taxes and other charges	-	2,338
Total purchases transaction costs	58,260	90,104
Purchases including transaction costs	406,113,117	741,731,675

Purchases transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.01%	0.01%
Taxes and other charges	0.00%	0.00%

Sales excluding transaction costs:

Debt securities	10,087,118	16,460,338
Equities	404,656,449	318,917,113
Corporate actions	887,967	-
	415,631,534	335,377,451
Equities: Commissions	(59,395)	(48,832)
Taxes and other charges	(6,514)	(1,572)
Total sales transaction costs	(65,909)	(50,404)
Sales net of transaction costs	415,565,625	335,327,047

Sales transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.01%	0.02%
Taxes and other charges	0.00%	0.00%

Total purchases and sales transaction costs expressed as a percentage of the average net asset value over the year:

Commissions	0.03%	0.03%
Taxes and other charges	0.00%	0.00%
	0.03%	0.03%

Derivative purchases and sales

Commissions	6,327	212,287
Taxes and other charges	12,304	9,640

Transaction handling charges

These are charges payable to the depositary in respect of each transaction.

	£30,425	£30,191
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Average portfolio dealing spread

This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

Average portfolio dealing spread at the balance sheet date	0.03%	0.06%
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IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS
for the year ended 28 February 2023

4 REVENUE	28 February 2023	28 February 2022
	£	£
UK dividends	119,468	-
Overseas dividends	3,037,264	1,468,336
Overseas dividends (unfranked)	24,206	5,139
Revenue from other derivatives	394,490	356,518
Bond amortisation	31,752	5,173
Bank interest	240,401	-
Total revenue	3,847,581	1,835,166
5 EXPENSES	28 February 2023	28 February 2022
	£	£
Payable to the Authorised Corporate Director (ACD) or associate:		
ACD's periodic charge	1,027,591	684,128
Registration fees	527	12
KIID fee	1	696
	1,028,119	684,836
Other expenses:		
Investment management fee	1,824,518	1,202,567
Depository's fees	109,988	73,338
Safe custody fees	17,114	10,239
Financial Conduct Authority fee	51	117
Audit fee	11,639	7,381
Clearing fee	(5,941)	5,978
Collateral fee	1,454	3,477
Miscellaneous	(12)	-
	1,958,811	1,303,097
Total expenses	2,986,930	1,987,933
6 INTEREST PAYABLE AND SIMILAR CHARGES	28 February 2023	28 February 2022
	£	£
Dividends payable on short positions	262,081	175,258
Interest payable on positions with brokers and counterparties	249,583	144,901
Interest payable	4,824	125,589
Total interest payable and similar charges	516,488	445,748
7 TAXATION	28 February 2023	28 February 2022
	£	£
a Analysis of the tax charge for the year		
Overseas tax	510,400	262,391
Total tax charge (see note 8(b))	510,400	262,391
b Factors affecting the tax charge for the year		
The taxation assessed for the year is lower than the standard rate of corporation tax in the UK for an OEIC (20%). The differences are explained below.		
Net revenue/(expense) before taxation	344,163	(598,515)
Corporation tax at 20%	68,833	(119,703)
Effects of:		
Revenue not subject to taxation	(631,347)	(293,659)
Unrelieved excess management expenses	562,514	413,362
Overseas tax	510,400	262,391
Total tax charge (see note 8(a))	510,400	262,391

At 28 February 2023 the sub-fund has deferred tax assets of £994,208 (2022: £413,362) arising from surplus management expenses, which have not been recognised due to uncertainty over the availability of future taxable profits.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

8 DISTRIBUTIONS

	28 February 2023	28 February 2022
	£	£
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim	-	-
Final	-	-
Add: Revenue deducted on cancellation of shares	4,445	(8,805)
Deduct: Revenue received on issue of shares	5,057	50,687
Revenue brought forward	8,416	-
Distributions	<u>17,918</u>	<u>41,882</u>

9 DEBTORS

	28 February 2023	28 February 2022
	£	£
Amounts receivable for issue of shares	40,217	85,287
Sales awaiting settlement	432,188	4,252,001
Accrued income	374,633	258,544
Taxation recoverable	1,065	17,377
Currency receivable	-	3,263
Amounts receivable on derivative contracts	710,400	139,095
Total debtors	<u>1,558,503</u>	<u>4,755,567</u>

10 CASH AND CASH EQUIVALENTS

	28 February 2023	28 February 2022
	£	£
Cash and bank balances	14,030,229	11,016,359
Cash held with HSBC clearing	358,132	296,077
Collateral held with Goldman Sachs	-	625,978
Collateral held with JP Morgan	743,341	208,659
Collateral held with Morgan Stanley	-	469,484
Total cash and cash equivalents	<u>15,131,702</u>	<u>12,616,557</u>

11 OTHER CREDITORS

	28 February 2023	28 February 2022
	£	£
Amounts payable for cancellation of shares	31,722	28,845
Purchases awaiting settlement	1,050,882	4,831,022
ACD's periodic charge and registration fees	79,915	78,110
Accrued expenses	214,730	238,190
Amounts payable on derivative contracts	977,890	331,271
Currency payable	132	-
Total other creditors	<u>2,355,271</u>	<u>5,507,438</u>

12 CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets or liabilities as at 28 February 2023 (2022: nil).

13 RELATED PARTIES

The ACD is involved in all transactions in the shares of the sub-fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders and note 8. Amounts due to/from the ACD in respect of share transactions at the year end are disclosed in notes 9 and 11. Amounts paid to the ACD in respect of the ACD's periodic charge and registration fees are disclosed in note 5. Amounts due to the ACD at the year end are £71,420 (2022: £21,688).

14 SHARE CLASSES

The share classes in issue for the sub-fund and the annual management charge for each share class is as follows:

A Income	0.25%
A Accumulation	0.25%

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

15 SHAREHOLDERS' FUND RECONCILIATION

During the year the ACD has issued and cancelled shares as set out below:

	A Income	A Accumulation
Opening shares in issue at 1 March 2022	410,463,474	95
Share issues	25,458,482	18,073
Share cancellations	(35,054,866)	(15,117)
Closing shares in issue at 28 February 2023	<u>400,867,090</u>	<u>3,051</u>

16 RISK DISCLOSURES

Market price risk sensitivity

A five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £19,455,228 (2022: £20,270,073). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk

At the year end date a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements.

Foreign currency exposure at 28 February 2023

	Investments £	Net other assets £	Total £
Euro	540,743	1,066	541,809
US Dollar	388,576,594	5,794,121	394,370,715
	<u>389,117,337</u>	<u>5,795,187</u>	<u>394,912,524</u>
Sterling (base)	-	7,993,108	7,993,108
	<u>389,117,337</u>	<u>13,788,295</u>	<u>402,905,632</u>

Foreign currency exposure at 28 February 2022

	Investments £	Net other assets £	Total £
Hong Kong Dollar	-	13,230	13,230
Taiwan Dollar	(231,174)	(241,215)	(472,389)
US Dollar	405,632,630	5,979,465	411,612,095
	<u>405,401,456</u>	<u>5,751,480</u>	<u>411,152,936</u>
Sterling (base)	-	5,613,048	5,613,048
	<u>405,401,456</u>	<u>11,364,528</u>	<u>416,765,984</u>

Foreign currency risk sensitivity

A five per cent decrease in the value of Sterling relative to the foreign currencies above would have the effect of increasing the return and net assets by £19,745,626 (2022: £20,521,964). A five per cent increase would have an equal and opposite effect.

Interest rate risk

	28 February 2023 £	28 February 2022 £
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The interest rate risk profile of financial assets and liabilities consists of the following:

Financial assets floating rate	15,131,702	12,894,685
Financial assets interest bearing instruments	-	2,211,737
Financial assets non-interest bearing instruments	391,785,560	410,457,987
Financial liabilities floating rate	(533,872)	(500,158)
Financial liabilities non-interest bearing instruments	(3,477,759)	(8,295,267)
	<u>402,905,631</u>	<u>416,768,984</u>

As most of the sub-fund's financial assets are non-interest bearing, an interest rate sensitivity analysis has not been included.

Liquidity risk

	28 February 2023 £	28 February 2022 £
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The following table provides a maturity analysis of the sub-fund's financial liabilities:

On demand:	Bank overdrafts	533,872	500,158
Within one year:	Other creditors	2,355,271	6,252,121
		<u>2,889,143</u>	<u>6,752,279</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

RISK DISCLOSURES

Counterparty and collateral exposure

The types of derivatives held at the balance sheet date were equity swaps, future and options contracts. Details of the individual contracts are disclosed separately in the portfolio statement and the total position by counterparty and the collateral pledged, at the balance sheet date, were as follows:

	28 February 2023			
	HSBC	Goldman Sachs	Morgan Stanley	JP Morgan
Equity Swaps	-	220,188	77,841	(739,989)
Options	104,209			
Total net exposure	104,209	220,188	77,841	(739,989)
Cash collateral held	358,132	(280,818)	(24,902)	743,341

	28 February 2022			
	HSBC	Goldman Sachs	Morgan Stanley	JP Morgan
Equity Swaps	-	(863,445)	20,129	61,074
Futures	163,976	-	-	-
Options	557,576	-	-	-
Total net exposure	721,552	(863,445)	20,129	61,074
Cash collateral held	296,077	625,978	469,484	208,659

Only cash collateral is held or pledged by the sub-fund. The balance includes cash held at brokers.

17 FAIR VALUE HIERARCHY FOR INVESTMENTS

Basis of valuation	28 February 2023		28 February 2022	
	Assets (£)	Liabilities (£)	Assets (£)	Liabilities (£)
Level 1 - Quoted prices	389,442,320		405,626,123	-
Level 2 - Observable market data	784,737	1,122,488	1,818,479	2,043,146
Level 3 - Unobservable data	-	-	-	-
	<u>390,227,057</u>	<u>1,122,488</u>	<u>407,444,602</u>	<u>2,043,146</u>

The intention of a fair value measurement is to estimate the price at which an asset or liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS102 the sub-fund classifies fair value measurement under the following levels:

Level 1 - Unadjusted quoted price in an active market for an identical instrument;

Level 2 - Valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 - Valuation techniques using unobservable inputs.

18 POST BALANCE SHEET EVENTS

Since 28 February 2023, the Net Asset Value per share has changed as follows:

	Net Asset Value per share (pence)			Movement (%)
	28 February 2023^A	12 June 2023		
A Income	100.50	109.20		8.66%
A Accumulation	98.96	107.50		8.63%

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY US EQUITY FUND**

DISTRIBUTION TABLE

Interim distribution for the period from 1 March 2022 to 31 August 2022

Group 1: shares purchased prior to 1 March 2022

Group 2: shares purchased on or after 1 March 2022

		Net revenue 31 August 2022 pence per share	Equalisation 31 August 2022 pence per share	Distribution paid 31 October 2022 pence per share	Distribution paid 31 October 2021 pence per share
A Income	Group 1	-	-	-	-
	Group 2	-	-	-	-
				-	
A Accumulation	Group 1	0.0652	-	0.0652	0.4200
	Group 2	-	0.0652	0.0652	0.4200

Final distribution for the period from 1 September 2022 to 28 February 2023

Group 1: shares purchased prior to 1 September 2022

Group 2: shares purchased on or after 1 September 2022

		Net revenue 28 February 2023 pence per share	Equalisation 28 February 2023 pence per share	Distribution paid 30 April 2023 pence per share	Distribution paid 30 April 2022 pence per share
A Income	Group 1	-	-	-	-
	Group 2	-	-	-	-
				-	
A Accumulation	Group 1	-	-	-	-
	Group 2	-	-	-	-

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND**

AUTHORISED INVESTMENT MANAGER'S REPORT

for the year ended 28 February 2023

Performance to 28 February 2023

	<u>Six months</u>	<u>1 year</u>	<u>21.06.2021^A</u>
IFSL Avellemy European Equity Fund	12.14%	11.07%	4.91%
IA Europe excluding UK sector	15.03%	10.13%	4.12%

^A Launch period ended 21 June 2021.

External Source of Economic Data: Morningstar (A Income - quoted price to quoted price, net income reinvested).

The performance figures above are based on quoted prices and will, therefore, differ from the performance in the Comparative Table.

Capital at risk. Past performance is not a reliable indicator of future performance; the value of your investment and any income from it can go down as well as up. Performance returns are based on the net asset value with distributable income reinvested and take account of all ongoing charges, but not entry charges (if applicable). The past performance of this share class is calculated in sterling.

Investment commentary

Rising yields were a headwind for both bond and equity performance throughout the period, in particular those with long-term cashflows, as future growth was worth less in today's money. Over the period, European equities were under considerable pressure as a result of the war in Ukraine, as high energy prices forced businesses to stop production and sentiment towards the region weakened significantly. However, the market's performance was also impacted by the monetary policy of the US Federal Reserve, the US central bank, which tightened monetary policy particularly aggressively in the period to October 2022. This strengthened the US Dollar and made US Dollar-denominated assets, including the US stock market, more attractive on a relative basis to those priced in other currencies. In October, this dynamic weakened and non-dollar assets, including European equities, began to outperform.

This is reflected in the performance of Avellemy's peer group in the Investment Association Europe excluding UK sector, which was up 10.13% over the year after a significant recovery in price terms from the beginning of October 2022 to February 2023. IFSL Avellemy European Equity Fund (A Income) returned 11.07% over the same period.

The investment objective of the sub-fund is to increase in value, over a minimum of 5 years, through a combination of capital growth, which is profit on investments held, and income, which is money paid out of investments such as dividends from shares.

Avellemy Limited

4 April 2023

Distributions

	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>A Income (pence per share)</u>			
Net income paid 30 April	0.2301	0.1271	N/A
Net income paid 31 October		1.7330	-
<u>A Accumulation (pence per share)</u>			
Net accumulation paid 30 April	0.3648	0.1200	N/A
Net accumulation paid 31 October		2.0600	0.0060

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND**

AUTHORISED INVESTMENT MANAGER'S REPORT
for the year ended 28 February 2023

Portfolio changes

<u>Largest purchases</u>	<u>Cost (£)</u>
Xtrackers Euro Stoxx 50 UCITS ETF '1C' EUR	3,130,912
Novartis	2,543,220
TotalEnergies	1,837,884
Compagnie Financière Richemont	1,797,325
Amadeus IT Group	1,772,500
Roche Holding	1,587,559
Nestlé	1,451,763
Worldline	1,422,262
Aker BP	1,373,224
ASML Holding	1,267,840
Other purchases	61,022,810
Total purchases for the year	79,207,299
<u>Largest sales</u>	<u>Proceeds (£)</u>
Novartis	2,975,768
Novo Nordisk 'B'	2,515,867
Xtrackers Euro Stoxx 50 UCITS ETF '1C' EUR	1,977,132
Deutsche Börse	1,770,559
Prosus	1,657,266
CNH Industrial	1,639,118
Alphabet 'C'	1,610,016
BAWAG Group	1,608,348
Sampo	1,520,746
LVMH Moët Hennessy Louis Vuitton	1,478,966
Other sales	64,285,267
Total sales for the year	83,039,053

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND**

COMPARATIVE TABLE

<u>A Income shares</u>	Year to 28.02.2023	Period to 28.02.2022^B
Change in net assets per share	pence	pence
Opening net asset value per share	94.24	100.00
Return before operating charges*	11.03	(5.04)
Operating charges	(0.79)	(0.59)
Return after operating charges*	10.24	(5.63)
Distributions on income shares	(1.96)	(0.13)
Closing net asset value per share	102.52	94.24
* after direct transaction costs of:	0.10	0.14
Performance		
Return after charges ^A	10.87%	(5.63)%
Other information		
Closing net asset value (£)	103,762,536	98,528,751
Closing number of shares	101,212,537	104,552,719
Operating charges	0.84%	0.82% ^D
Direct transaction costs	0.11%	0.20% ^D
Prices (pence per share)		
Highest share price	105.00	108.60
Lowest share price	85.70	91.93
<u>A Accumulation shares</u>	Year to 28.02.2023	Period to 28.02.2022^C
Change in net assets per share	pence	pence
Opening net asset value per share	92.99	100.00
Return before operating charges*	12.29	(6.43)
Operating charges	(0.84)	(0.58)
Return after operating charges*	11.45	(7.01)
Distributions on accumulation shares	(2.42)	(0.18)
Retained distributions on accumulation shares	2.42	0.18
Closing net asset value per share	104.44	92.99
* after direct transaction costs of:	0.11	0.14
Performance		
Return after charges ^A	12.31%	(7.01)%
Other information		
Closing net asset value (£)	1,692	46
Closing number of shares	1,620	50
Operating charges	0.84%	0.82% ^D
Direct transaction costs	0.11%	0.20% ^D
Prices (pence per share)		
Highest share price	106.70	107.20
Lowest share price	85.44	90.94

^A The return after charges is calculated using the underlying investments bid prices.

^B This share class launched on 21 June 2021 at 100 pence and commenced pricing on 22 June 2021.

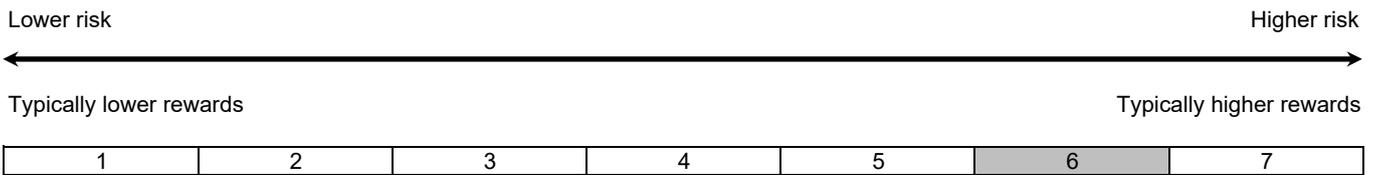
^C This share class launched on 21 June 2021 at 100 pence and commenced pricing on 7 July 2021.

^D These figures have been annualised.

Operating charges are the same as the ongoing charges and are the total expenses paid by each share class in the year. Direct transaction costs are the total charges for the year, included in the purchase and sale of investments in the portfolio of the sub-fund. These amounts are expressed as a percentage of the average net asset value over the year and the average shares in issue for the pence per share figures.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

SYNTHETIC RISK AND REWARD INDICATOR (for all share classes)



This indicator aims to give you a measure of the price movement of the sub-fund based on past data. It uses historic returns over the last five years. If five years' data is not available, simulated data based on a representative portfolio is used.

This sub-fund has been measured as 6 because its investments have experienced high volatility in the past. During the year the synthetic risk and reward indicator has remained unchanged.

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
EXCHANGE TRADED FUNDS (28 February 2022 - 0.03%)		
20,058 Xtrackers Euro Stoxx 50 UCITS ETF '1C' EUR	1,198,790	1.16
Total Exchange Traded Funds	<u>1,198,790</u>	<u>1.16</u>
EQUITIES (28 February 2022 - 98.75%)		
AUSTRIA (28 February 2022 - 2.44%)		
7,931 Verbund 'A'	553,377	0.53
Total Austria	<u>553,377</u>	<u>0.53</u>
BELGIUM (28 February 2022 - 3.45%)		
30,148 Ageas	1,125,417	1.08
31,722 Azelis Group	669,993	0.65
14,501 KBC Groep	907,624	0.87
26,883 Umicore	742,984	0.72
9,249 Galapagos	282,311	0.27
Total Belgium	<u>3,728,329</u>	<u>3.59</u>
CANADA (28 February 2022 - 0.09%)		
DENMARK (28 February 2022 - 4.85%)		
19,618 Novo Nordisk 'B'	2,313,305	2.23
17,152 Novozymes 'B'	686,436	0.66
Total Denmark	<u>2,999,741</u>	<u>2.89</u>
FINLAND (28 February 2022 - 5.46%)		
111,102 Fortum	1,403,746	1.35
24,689 KONE 'B'	1,056,977	1.02
22,825 Neste	899,899	0.87
188,796 Outokumpu	938,921	0.90
32,834 Sampo	1,333,681	1.29
Total Finland	<u>5,633,224</u>	<u>5.43</u>
FRANCE (28 February 2022 - 16.25%)		
29,366 Accor	817,275	0.79
50,144 Carrefour	811,903	0.78
17,533 Danone	821,050	0.79
29,150 Dassault Systèmes	933,221	0.90
11,496 Edenred	542,882	0.52
9,730 EssilorLuxottica	1,408,154	1.36
685 Hermès International	1,037,314	1.00
16,748 Legrand	1,285,358	1.24
5,715 L'Oréal	1,892,786	1.82
3,989 LVMH Moët Hennessy Louis Vuitton	2,776,986	2.68
4,970 Pernod Ricard	865,307	0.83
19,733 Rexel	410,372	0.40
17,199 Sanofi	1,355,271	1.31
10,706 Société des bains de mer de Monaco	830,104	0.80
37,505 Société Générale	902,665	0.87
6,737 Sodexo	523,899	0.50
44,543 TotalEnergies	2,301,166	2.22
34,059 Ubisoft Entertainment	627,940	0.61
35,360 Worldline	1,235,930	1.19
Total France	<u>21,379,583</u>	<u>20.61</u>
GERMANY (28 February 2022 - 14.74%)		
38,880 Bayer	1,916,190	1.85
12,730 Beiersdorf	1,263,386	1.22
7,980 Deutsche Börse	1,155,938	1.11
34,089 Fresenius SE & Co	783,971	0.76
27,818 GEA Group	1,004,035	0.97
22,632 Knorr-Bremse	1,299,031	1.25

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
GERMANY (continued)		
12,099 MTU Aero Engines	2,468,382	2.38
26,095 Porsche Automobil Holding	1,220,396	1.18
6,666 Puma	352,562	0.34
16,587 SAP	1,563,392	1.51
69,398 Siemens Energy	1,151,348	1.11
24,174 Software	397,560	0.38
11,546 Symrise	980,100	0.94
3,512 Wacker Chemie	461,599	0.44
15,330 Zalando	508,261	0.49
Total Germany	16,526,151	15.93
ITALY (28 February 2022 - 3.25%)		
250,867 Enel	1,172,360	1.13
705,241 Intesa Sanpaolo	1,598,083	1.54
Total Italy	2,770,443	2.67
LUXEMBOURG (28 February 2022 - 1.47%)		
NETHERLANDS (28 February 2022 - 10.94%)		
37,547 ABN AMRO Bank	556,893	0.54
2,916 ASM International	838,013	0.81
5,476 ASML Holding	2,854,450	2.75
26,535 BE Semiconductor Industries	1,717,161	1.65
79,900 Koninklijke Philips	1,094,104	1.05
7,278 OCI	200,573	0.19
44,908 QIAGEN	1,709,884	1.65
Total Netherlands	8,971,078	8.64
NORWAY (28 February 2022 - 1.80%)		
20,378 Aker BP	458,084	0.44
41,360 DNB Bank	685,981	0.66
5,161 Koninklijke	532,573	0.51
52,542 Mowi	744,969	0.72
Total Norway	2,421,607	2.33
REPUBLIC OF IRELAND (28 February 2022 - 2.29%)		
109,534 Bank of Ireland Group	1,016,935	0.98
3,606 Linde	1,024,448	0.99
Total Republic of Ireland	2,041,383	1.97
SPAIN (28 February 2022 - 2.06%)		
46,550 Amadeus IT Group	2,371,371	2.29
175,876 Bankinter	1,027,695	0.99
317,358 CaixaBank	1,139,038	1.10
Total Spain	4,538,104	4.38
SWEDEN (28 February 2022 - 8.71%)		
64,545 AAK	911,995	0.88
58,277 ASSA ABLOY 'B'	1,175,275	1.13
92,861 BillerudKorsnäs	883,427	0.85
98,659 Elekta 'B'	638,066	0.61
34,060 EQT	638,616	0.62
93,070 Munters Group	750,926	0.72
19,881 Mycronic	349,780	0.34
26,714 Saab	1,287,313	1.24
95,535 SKF 'B'	1,510,237	1.46
143,319 Svenska Handelsbanken 'A'	1,266,998	1.22
123,861 Tele2 'B'	939,732	0.91
28,128 Viaplay Group 'B'	595,544	0.57
Total Sweden	10,947,909	10.55

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

PORTFOLIO STATEMENT

as at 28 February 2023

Holding or nominal value	Bid value £	Percentage of total net assets %
SWITZERLAND (28 February 2022 - 17.38%)		
19,350 Compagnie Financière Richemont	2,432,332	2.34
10,923 DKSH Holding	755,847	0.73
1,396 Lonza Group	699,704	0.67
35,288 Nestlé	3,352,645	3.23
30,792 Novartis	2,173,895	2.10
1,687 Partners Group Holding	1,342,545	1.29
10,211 Roche Holding	2,467,173	2.38
35,662 SIG Combibloc Group	694,108	0.67
3,189 Sika	743,256	0.72
13,150 Swiss Re	1,143,176	1.10
898 Tecan Group	305,711	0.29
2,550 Zurich Insurance Group	1,009,723	0.97
Total Switzerland	17,120,115	16.49
UNITED KINGDOM (28 February 2022 - 1.78%)		
75,938 3i Group	1,245,763	1.20
15,535 Intertek Group	650,917	0.63
Total United Kingdom	1,896,680	1.83
UNITED STATES (28 February 2022 - 1.36%)		
Total Equities	101,527,724	97.84
Portfolio of investments	102,726,514	99.00
Net other assets	1,037,714	1.00
Total net assets	103,764,228	100.00

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

STATEMENT OF TOTAL RETURN
for the year ended 28 February 2023

	Notes	28 February 2023		28 February 2022	
		£	£	£	£
Income:					
Net capital gains/(losses)	2		9,215,767		(6,452,093)
Revenue	4	3,301,839		728,607	
Expenses	5	<u>(823,460)</u>		<u>(549,207)</u>	
Net revenue before taxation		2,478,379		179,400	
Taxation	6	<u>(351,757)</u>		<u>(64,590)</u>	
Net revenue after taxation			<u>2,126,622</u>		<u>114,810</u>
Total return before distributions			11,342,389		(6,337,283)
Distributions	7		(2,126,622)		(118,719)
Change in net assets attributable to shareholders from investment activities			<u>9,215,767</u>		<u>(6,456,002)</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 28 February 2023

	28 February 2023		28 February 2022	
	£	£	£	£
Opening net assets attributable to shareholders		98,528,797		-
Amounts receivable on issue of shares	8,234,884		109,674,808	
Amounts payable on cancellation of shares	<u>(12,215,227)</u>		<u>(4,690,009)</u>	
		(3,980,343)		104,984,799
Change in net assets attributable to shareholders from investment activities		9,215,767		(6,456,002)
Retained distribution on accumulation shares		7		-
Closing net assets attributable to shareholders		<u>103,764,228</u>		<u>98,528,797</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

BALANCE SHEET
as at 28 February 2023

	Notes	28 February 2023 £	28 February 2022 £
Assets:			
Fixed Assets:			
Investments	15	102,726,514	97,323,049
Current Assets:			
Debtors	8	329,744	164,876
Cash and cash equivalents		1,108,609	1,293,592
Total assets		<u>104,164,867</u>	<u>98,781,517</u>
Liabilities:			
Creditors:			
Bank overdrafts		57,747	-
Distribution payable		232,986	132,923
Other creditors	9	109,906	119,797
Total liabilities		<u>400,639</u>	<u>252,720</u>
Net assets attributable to shareholders		<u><u>103,764,228</u></u>	<u><u>98,528,797</u></u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

1 ACCOUNTING, DISTRIBUTION AND RISK MANAGEMENT POLICIES

Please refer to the notes applicable to the Company on pages 11 to 14.

2 NET CAPITAL GAINS/(LOSSES)

The net gains on investments during the year comprise:

	28 February 2023 £	28 February 2022 £
Realised non-derivative securities (losses)/gains	(3,188,618)	1,518,816
Unrealised non-derivative securities gains/(losses)	12,622,014	(7,953,896)
Forward currency contract gains/(losses)	425	(450)
Other currency (losses)/gains	(183,020)	15,978
Transaction charges	(35,034)	(32,541)
Net capital gains/(losses)	9,215,767	(6,452,093)

3 PURCHASES, SALES AND TRANSACTION COSTS

Purchases excluding transaction costs:

	28 February 2023 £	28 February 2022 £
Equities	72,833,205	133,201,585
Corporate actions	6,290,534	133,612
	<u>79,123,739</u>	<u>133,335,197</u>
Equities: Commissions	26,082	53,653
Taxes and other charges	57,478	75,708
Total purchases transaction costs	83,560	129,361
Purchases including transaction costs	79,207,299	133,464,558

Purchases transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.04%	0.04%
Taxes and other charges	0.08%	0.06%

Sales excluding transaction costs:

Equities	75,951,286	29,707,214
Corporate actions	7,118,246	65,984
	<u>83,069,532</u>	<u>29,773,198</u>
Equities: Commissions	(30,401)	(11,729)
Taxes and other charges	(78)	(9)
Total sales transaction costs	(30,479)	(11,738)
Sales net of transaction costs	83,039,053	29,761,460

Sales transaction costs expressed as a percentage of the principal amount:

Equities: Commissions	0.04%	0.04%
Taxes and other charges	0.00%	0.00%

Total purchases and sales transaction costs expressed as a percentage of the average net asset value over the year:

Commissions	0.05%	0.06%
Taxes and other charges	0.06%	0.08%
	<u>0.11%</u>	<u>0.14%</u>

Transaction handling charges

These are charges payable to the depositary in respect of each transaction.

<u>£35,034</u>	<u>£32,541</u>
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Average portfolio dealing spread

This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

Average portfolio dealing spread at the balance sheet date

<u>0.07%</u>	<u>0.09%</u>
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4 REVENUE

	28 February 2023 £	28 February 2022 £
UK dividends	101,566	16,214
Overseas dividends	3,192,631	712,393
Bank interest	7,642	-
Total revenue	3,301,839	728,607

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

5 EXPENSES	28 February 2023	28 February 2022
	£	£
Payable to the Authorised Corporate Director (ACD) or associate:		
ACD's periodic charge	259,770	175,154
Registration fees	399	167
KIID fee	595	698
	<u>260,764</u>	<u>176,019</u>
Other expenses:		
Investment management fee	624,511	416,995
Investment management fee rebate	(124,641)	(84,090)
Depositary's fees	37,407	25,222
Safe custody fees	8,457	5,746
Audit fee	9,793	7,379
Financial Conduct Authority fee	119	119
Bank interest	7,050	1,817
	<u>562,696</u>	<u>373,188</u>
Total expenses	<u><u>823,460</u></u>	<u><u>549,207</u></u>
6 TAXATION	28 February 2023	28 February 2022
	£	£
a Analysis of the tax charge for the year		
Overseas tax	351,757	64,590
Total tax charge (see note 6(b))	<u><u>351,757</u></u>	<u><u>64,590</u></u>
b Factors affecting the tax charge for the year		
The taxation assessed for the year is lower than the standard rate of corporation tax in the UK for an OEIC (20%). The differences are explained below.		
Net revenue before taxation	2,478,378	179,400
Corporation tax at 20%	<u>495,676</u>	<u>35,880</u>
Effects of:		
Revenue not subject to taxation	(658,839)	(145,721)
Unrelieved excess management expenses	163,163	109,841
Overseas tax	351,757	64,590
Total tax charge (see note 6(a))	<u><u>351,757</u></u>	<u><u>64,590</u></u>
c At 28 February 2023 the sub-fund has deferred tax assets of £273,005 (2022: £109,841) arising from surplus management expenses, which have not been recognised due to uncertainty over the availability of future taxable profits.		
7 DISTRIBUTIONS	28 February 2023	28 February 2022
	£	£
The distributions take account of revenue received on the issue of shares and revenue deducted on the cancellation of shares, and comprise:		
Interim	1,950,744	-
Final	232,992	132,923
Add: Revenue deducted on cancellation of shares	27,249	3,063
Deduct: Revenue received on issue of shares	(84,327)	(17,267)
Revenue brought forward	(36)	-
Distributions	<u><u>2,126,622</u></u>	<u><u>118,719</u></u>
Net deficit of revenue during the year	-	(3,909)
Net revenue after taxation for the year	<u><u>2,126,622</u></u>	<u><u>114,810</u></u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

8 DEBTORS	28 February 2023	28 February 2022
	£	£
Amounts receivable for issue of shares	16,707	21,675
Sales awaiting settlement	42,857	96,926
Accrued income	15,343	26,383
Currency Receivables	113	-
Taxation recoverable	254,724	19,892
Total debtors	329,744	164,876

9 OTHER CREDITORS	28 February 2023	28 February 2022
	£	£
Amounts payable for cancellation of shares	8,245	463
Purchases awaiting settlement	51,301	113,108
ACD's periodic charge and registration fees	20,212	19,595
Accrued expenses	30,148	(13,819)
Currency payable	-	450
Total other creditors	109,906	119,797

10 CONTINGENT ASSETS AND LIABILITIES

There were no contingent assets or liabilities as at 28 February 2023 (2022: nil).

11 RELATED PARTIES

The ACD is involved in all transactions in the shares of the sub-fund, the aggregate values of which are set out in the statement of change in net assets attributable to shareholders and note 7. Amounts due to/from the ACD in respect of share transactions at the year end are disclosed in notes 8 and 9. Amounts paid to the ACD in respect of the ACD's periodic charge and registration fees are disclosed in note 5. Amounts due to/(from) the ACD at the period end are £11,750 (2022: (£1,617)).

12 SHARE CLASSES

The share classes in issue for the sub-fund and the annual management charge for each share class is as follows:

A Income	0.25%
A Accumulation	0.25%

13 SHAREHOLDERS' FUND RECONCILIATION

During the year the ACD has issued and cancelled shares as set out below:

	A Income	A Accumulation
Opening shares in issue at 1 March 2022	104,552,719	50
Share issues	8,947,546	1,570
Share cancellations	(12,287,728)	-
Closing shares in issue at 28 February 2023	101,212,537	1,620

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

14 RISK DISCLOSURES

Market price risk sensitivity

A five per cent increase in the market prices of the sub-fund's portfolio would have the effect of increasing the return and net assets by £5,136,326 (2022: £4,866,152). A five per cent decrease would have an equal and opposite effect.

Foreign currency risk

At the year end date a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements.

<u>Foreign currency exposure at 28 February 2023</u>	Investments £	Net other assets £	Total £
Danish Kroner	2,999,741	10,186	3,009,927
Euro	67,901,542	901,273	68,802,815
Norwegian Kroner	1,889,035	6,092	1,895,127
Swedish Kroner	10,920,919	40,718	10,961,637
Swiss Franc	17,120,114	110,234	17,230,348
	<u>100,831,351</u>	<u>1,068,503</u>	<u>101,899,854</u>

<u>Foreign currency exposure at 28 February 2022</u>	Investments £	Net other assets £	Total £
Danish Kroner	4,778,725	1,984	4,780,709
Euro	59,808,610	370,012	60,178,622
Norwegian Kroner	1,784,702	1,737	1,786,439
Swedish Kroner	9,504,492	(4,123)	9,500,369
Swiss Franc	17,633,161	69,352	17,702,513
US Dollar	1,979,782	-	1,979,782
	<u>95,489,472</u>	<u>438,962</u>	<u>95,928,434</u>

Foreign currency risk sensitivity

A five per cent decrease in the value of Sterling relative to the foreign currencies above would have the effect of increasing the return and net assets by £5,094,993 (2022: £4,796,422). A five per cent increase would have an equal and opposite effect.

Interest rate risk

28 February 2023
£

28 February 2022
£

The interest rate risk profile of financial assets and liabilities consists of the following:

Financial assets floating rate	1,108,609	1,293,592
Financial assets non-interest bearing instruments	103,056,258	97,487,925
Financial Liabilities floating rate	(57,747)	-
Financial liabilities non-interest bearing instruments	(342,892)	(252,720)
	<u>103,764,228</u>	<u>98,528,797</u>

As most of the sub-fund's financial assets are non-interest bearing, an interest rate sensitivity analysis has not been included.

Liquidity risk

28 February 2023
£

28 February 2022
£

The following table provides a maturity analysis of the sub-fund's financial liabilities:

On demand:	Bank overdraft	57,747	-
Within one year:	Distribution payable	232,986	132,923
	Other creditors	109,906	119,797
		<u>400,639</u>	<u>252,720</u>

IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS

for the year ended 28 February 2023

15 FAIR VALUE HIERARCHY FOR INVESTMENTS

Basis of valuation	28 February 2023		28 February 2022	
	Assets (£)	Liabilities (£)	Assets (£)	Liabilities (£)
Level 1 - Quoted prices	102,726,514	-	97,323,049	-
Level 2 - Observable market data	-	-	-	-
Level 3 - Unobservable data	-	-	-	-
	<u>102,726,514</u>	<u>-</u>	<u>97,323,049</u>	<u>-</u>

The intention of a fair value measurement is to estimate the price at which an asset or liability could be exchanged in the market conditions prevailing at the measurement date. The measurement assumes the exchange is an orderly transaction (that is, it is not a forced transaction, involuntary liquidation or distress sale) between knowledgeable, willing participants on an independent basis.

The purpose of the fair value hierarchy is to prioritise the inputs that should be used to measure the fair value of assets and liabilities. The highest priority is given to quoted prices at which a transaction can be entered into and the lowest priority to unobservable inputs.

In accordance with FRS102 the sub-fund classifies fair value measurement under the following levels:

Level 1 - Unadjusted quoted price in an active market for an identical instrument;

Level 2 - Valuation techniques using observable inputs other than quoted prices within level 1; and

Level 3 - Valuation techniques using unobservable inputs.

16 POST BALANCE SHEET EVENTS

Since 28 February 2023, the Net Asset Value per share has changed as follows:

	Net Asset Value per share (pence)		
	28 February 2023 ^A	12 June 2023	Movement (%)
A Income	102.80	102.90	0.10%
A Accumulation	104.50	104.50	0.00%

^A These Net Asset Values differ from those in the Comparative Table as they are the quoted Net Asset Values.

**IFSL AVELLEMY MULTI-MANAGER OEIC
IFSL AVELLEMY EUROPEAN EQUITY FUND**

DISTRIBUTION TABLE

Interim distribution for the period from 1 March 2022 to 31 August 2022

Group 1: shares purchased prior to 1 March 2022

Group 2: shares purchased on or after 1 March 2022

		Net revenue 31 August 2022 pence per share	Equalisation 31 August 2022 pence per share	Distribution paid 31 October 2022 pence per share	Distribution paid 31 October 2021 pence per share
A Income	Group 1	1.7330	-	1.7330	-
	Group 2	0.6695	1.0635	1.7330	-
				-	
A Accumulation	Group 1	2.0600	-	2.0600	0.0600
	Group 2	2.0600	-	2.0600	0.0600

Final distribution for the period from 1 September 2022 to 28 February 2023

Group 1: shares purchased prior to 1 September 2022

Group 2: shares purchased on or after 1 September 2022

		Net revenue 28 February 2023 pence per share	Equalisation 28 February 2023 pence per share	Distribution paid 30 April 2023 pence per share	Distribution paid 30 April 2022 pence per share
A Income	Group 1	0.2301	-	0.2301	0.1271
	Group 2	0.1038	0.1263	0.2301	0.1271
				-	
A Accumulation	Group 1	0.3648	-	0.3648	0.1200
	Group 2	0.0520	0.3128	0.3648	0.1200

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