

# IFSL Marlborough Extra Income Fund

**Interim Report and Unaudited Financial Statements**  
for the six month period ended 20 October 2022

IFSL

— Fund Services —

Marlborough

## **IFSL MARLBOROUGH EXTRA INCOME FUND**

### **CONTACT INFORMATION**

#### **Authorised Fund Manager (AFM) 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  
Helen Derbyshire  
Helen Redmond  
Sally Helston - appointed 12 August 2022  
Guy Sears (Independent Non-Executive)  
Sarah Peaston (Independent Non-Executive)

#### **Investment Manager**

Marlborough Investment Management Limited  
PO Box 1852  
Lichfield  
Staffordshire  
WS13 8XU

Authorised and regulated by the Financial Conduct Authority.

#### **Sub-investment Manager**

Canaccord Genuity Asset Management Limited (previously Hargreave Hale Limited to 2 November 2022)  
88 Wood Street  
London  
EC2V 7QR

Authorised and regulated by the Financial Conduct Authority.

#### **Depository** (in it's capacity as Trustee)

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 MARLBOROUGH EXTRA INCOME FUND**

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## IFSL MARLBOROUGH EXTRA INCOME FUND

### AUTHORISED INVESTMENT MANAGER'S REPORT

for the six month period ended 20 October 2022

#### Percentage change and sector position to 20 October 2022

	<u>Six months</u>	<u>1 year</u>	<u>3 years</u>	<u>5 years</u>
IFSL Marlborough Extra Income Fund	(8.68)%	(6.10)%	7.84%	13.06%
IA Mixed Investment 40-85% Shares	(8.41)%	(11.27)%	5.91%	11.89%
FTSE All Share Index	(8.75)%	(4.66)%	5.74%	9.95%

External Source of Economic Data: Morningstar (P Income - quoted 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 takes account of all ongoing charges, but not entry charges. The past performance of this unit class is calculated in sterling.

#### Investment commentary

The period was characterised by a significant fall in equity markets. All markets fell heavily although the UK stock market was more resilient. The main culprit was rising inflation from a combination of supply shortages, previously excessive liquidity support and the Russian invasion of Ukraine fuelling a step increase in commodity prices such as crude oil and natural gas. The reaction of Central Banks, initially sluggish, became increasingly aggressive with the Bank of England, European Central Bank and Federal Reserve all raising interest rates. With mortgage rates spiralling and the general cost of debt rising, markets deduced a recession in Western markets, although by no means certain, was an increasing threat. In addition, the rising cost of debt and liquidity withdrawal disproportionately impacted growth stocks. The inflationary backdrop severely impacted fixed interest markets with 10-year government debt rising from 2.8% to 4.2% in the UK and 1.9% to 3.9% in the US. The domestic gilt market was further dislocated by a turbulent UK political backdrop and worries over fiscal strategy. The consequent fall in corporate bond markets caused by the rise in rates implied little place to shelter for investors in a widespread sell-off in asset markets.

For the period, the fund fell 8.1% versus a return of 8.2% for the benchmark sector. It is fair to say the trust had a mixed period. Rio Tinto suffered from recessionary threats and concerns over the likely economic expansion of its key China market. Stocks acting as market proxies such as Schroders fell on the back of market weakness whilst Tritax Bigbox was a casualty of a slowdown in online ecommerce spend. Although traditional defensives such as utility stocks, National Grid and Severn Trent declined due to worries over government policy on renewables, other defensive exposure such as Diageo, British American Tobacco and Unilever held up well and outperformed. Strongest performance came from the Oil & Gas sector where the crude price benefitted from a combination of downscaled capital spend and the squeeze emanating from reduced Russian supplies. Our US stocks generally performed very well. Companies such as McDonalds, AbbVie and Johnson & Johnson command strong business models and are generally perceived as impervious to broadly adverse trends in economic activity. Such companies also command a premium record of historical dividend growth which remains a highly sought prize within international asset markets.

Looking forward, we remain of the view that longer term global economic growth is likely to under-perform historic averages for a significant period. Interest rates and global bond yields are likely to reflect this as the current spike in inflationary trends is tempered by the recent sharp spate of monetary tightening. Near term economic activity will inevitably slow although there is no guarantee of a hard recession given consumer balance sheets have been much improved over recent years and bank capital ratios are robust. Stock valuation remains more supportive after recent falls, and we take the view that the market low has now passed. Despite this we wouldn't impact a spring back in generic growth stocks given the absence of liquidity support and the recessionary conditions now prevalent in markets such as technology. Our view would be that dividends have been neglected and will become significantly more important within stock market total return. As a result, we believe our approach to focus on stocks with reasonable yield attractions and prospective dividend growth remains well placed and could be central for driving unitholder returns over future years.

Canaccord Genuity Asset Management Limited  
15 November 2022

#### Distributions (pence per unit)

	<u>Year 2022</u>	<u>Year 2021</u>	<u>Year 2020</u>	<u>Year 2019</u>
<u>A Income</u>				
Net income paid 20 March	0.7423	0.5956	0.6665	0.6667
Net income paid 20 June	0.9805	0.7894	0.7219	1.0772
Net income paid 20 September	0.9411	0.7799	0.6947	0.9513
Net income paid 20 December	0.9693	1.0343	0.5688	0.7815
<u>P Income</u>				
Net income paid 20 March	0.7831	0.6287	0.7015	0.7022
Net income paid 20 June	1.0343	0.8337	0.7612	1.1290
Net income paid 20 September	0.9914	0.8228	0.7332	0.9983
Net income paid 20 December	1.0194	1.0905	0.6005	0.8214

## IFSL MARLBOROUGH EXTRA INCOME FUND

### AUTHORISED INVESTMENT MANAGER'S REPORT

for the six month period ended 20 October 2022

#### Portfolio changes

<u>Largest purchases</u>	<u>Cost (£)</u>
Tesco 5.5% 13.01.33	816,871
Schroders	676,157
AbbVie	502,793
Liverpool Victoria Friendly Society 6.5% 22.05.43	412,824
Scottish Widows 5.5% 16.06.23	412,022
Unilever	357,579
Bunzl	351,583
Society of Lloyds (The) 4.875% 07.02.47	343,822
Society of Lloyds (The) 4.75% 30.10.24	309,468
British American Tobacco	303,546
Other purchases	495,041
Total purchases for the period	4,981,706
<u>Largest sales</u>	<u>Proceeds (£)</u>
Schroders Vtg	676,157
Deere & Co	596,828
Bellway	422,993
Victrex	414,863
Starbucks	413,968
Aviva 6.125% Perp	400,000
Shell	393,495
Ashtead Group	379,156
Phoenix Group Holdings 6.625% 18.12.25	378,397
ASSA ABLOY 'B'	303,259
Other sales	1,908,870
Total sales for the period	6,287,986

## **IFSL MARLBOROUGH EXTRA INCOME FUND**

### **AUTHORISED STATUS**

IFSL Marlborough Extra Income Fund (the Fund) is an authorised unit trust scheme within the meaning of the Financial Services and Markets Act 2000 and is a UCITS scheme operating under the Collective Investment Schemes Sourcebook (COLL) as issued by the Financial Conduct Authority.

### **GENERAL INFORMATION**

#### **Investment objective**

The investment objective of the Fund is to pay an income in excess of that of the FTSE All Share Index over any three year accounting period whilst taking less risk, after any charges have been taken out of the Fund. The Fund also aims to deliver capital growth, that is to increase the value of your investment, over a period of 5 or more years.

#### **Investment policy**

The Investment Manager will aim to maintain volatility of the Fund (a measure of the size of short term changes in value) below 80% of the volatility of the FTSE All Share Index over any three year period.

The Fund will invest between 70% and 85% in the shares of companies and investment trusts.

The Fund will also invest up to 30% in bonds, which are loans issued by companies and other institutions. Bonds will typically be investment grade, which are issued by entities that have a high capacity to repay the debt, but the Fund may occasionally hold sub-investment grade bonds as a result of changes to existing holdings.

At least 80% of the Fund will be invested in the shares of companies incorporated or headquartered in the UK and bonds denominated in GBP.

The Fund is actively managed, which means the Investment Manager decides which investments to buy and sell and when. The Fund will invest in a range of assets that combined are aimed at achieving the objective. The Investment Manager will look to invest in companies that are well placed to benefit from current or future trends in their market environment, that exhibit some competitive advantage and employ management which are effective custodians of shareholder funds.

The Fund may also invest in companies which are listed on overseas stock exchanges, other securities which offer returns linked to the company performance, such as warrants, preference shares and convertible bonds, as well as unquoted companies and other funds.

The Fund will normally be fully invested save for an amount to enable ready settlement of liabilities (including redemption of units) and efficient management of the Fund both generally and in relation to strategic objectives however may hold higher cash balances in extreme market conditions.

#### **Performance target**

We have chosen a performance target for the Fund, which is to pay an income in excess of that of the FTSE All Share Index over any three year accounting period whilst taking less risk. We have chosen this as it is a reasonable reflection of what can be achieved by a fund investing in these markets and asset classes, without taking more risk than a portfolio invested only in equities.

#### **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 Fund's investment policy put it in the IA Mixed Investment 40-85% Shares sector. You may want to assess the Fund's performance compared to the performance of this sector.

#### **Rights and terms attaching to each unit class**

A unit of each class represents a proportional entitlement to the assets of the Fund. The allocation of income and taxation and the rights of each unit in the event the Fund is wound up are on the same proportional basis.

#### **Changes in prospectus**

No significant changes have been made since the last report.

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

## IFSL MARLBOROUGH EXTRA INCOME FUND

### DIRECTORS' 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  
12 December 2022

**IFSL MARLBOROUGH EXTRA INCOME FUND**
**COMPARATIVE TABLE**
**A Income units**

<b>Change in net assets per unit</b>	<b>Period to 20.10.2022 pence</b>	<b>Year to 20.04.2022 pence</b>	<b>Year to 20.04.2021 pence</b>	<b>Year to 20.04.2020 pence</b>
Opening net asset value per unit	90.54	90.29	74.07	84.64
Return before operating charges*	(6.89)	5.39	20.17	(6.07)
Operating charges	(0.75)	(1.60)	(1.30)	(1.38)
Return after operating charges*	(7.64)	3.79	18.87	(7.45)
Distributions on income units	(1.91)	(3.54)	(2.65)	(3.12)
Closing net asset value per unit	80.99	90.54	90.29	74.07

\* after direct transaction costs of: 0.07 0.14 0.07 0.13

**Performance**

Return after charges<sup>A</sup> (8.44)% 4.20% 25.48% (8.80)%

**Other information**

Closing net asset value (£)	1,397,868	1,711,520	2,284,964	20,338,002
Closing number of units	1,725,926	1,890,324	2,530,815	27,458,640
Operating charges	1.71% <sup>B,C</sup>	1.73% <sup>B</sup>	1.63%	1.63%
Direct transaction costs	0.16% <sup>C</sup>	0.15%	0.08%	0.16%

**Prices (pence per unit)**

Highest unit price	92.20	95.42	92.40	89.69
Lowest unit price	80.98	86.98	73.59	65.86

**P Income units**

<b>Change in net assets per unit</b>	<b>Period to 20.10.2022 pence</b>	<b>Year to 20.04.2022 pence</b>	<b>Year to 20.04.2021 pence</b>	<b>Year to 20.04.2020 pence</b>
Opening net asset value per unit	96.69	95.84	78.18	88.79
Return before operating charges*	(9.00)	5.53	21.24	(6.54)
Operating charges	(0.45)	(0.95)	(0.78)	(0.79)
Return after operating charges*	(9.45)	4.58	20.46	(7.33)
Distributions on income units	(2.01)	(3.73)	(2.80)	(3.28)
Closing net asset value per unit	85.23	96.69	95.84	78.18

\* after direct transaction costs of: 0.07 0.14 0.07 0.14

**Performance**

Return after charges<sup>A</sup> (9.77)% 4.78% 26.17% (8.26)%

**Other information**

Closing net asset value	29,665,558	34,057,363	39,598,667	16,775,205
Closing number of units	34,806,050	35,222,393	41,315,850	21,457,412
Operating charges	0.96% <sup>B,C</sup>	0.98% <sup>B</sup>	0.88%	0.88%
Direct transaction costs	0.16% <sup>C</sup>	0.15%	0.08%	0.16%

**Prices (pence per unit)**

Highest unit price	97.32	100.62	97.62	94.50
Lowest unit price	85.23	91.81	77.66	69.47

<sup>A</sup> The return after charges is calculated using the underlying investments bid prices.

<sup>B</sup> From 30 April 2021, the Operating Charges (or Ongoing Charges Figure) calculation has been extended to include, where relevant, charges incurred by closed-ended vehicles such as investment trusts.

<sup>C</sup> These figures have been annualised.

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



**IFSL MARLBOROUGH EXTRA INCOME FUND**

### SYNTHETIC RISK AND REWARD INDICATOR (all unit classes)

Lower risk

Higher risk



Typically lower rewards

Typically higher rewards

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 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.

The Fund has been measured as 5 because its investments have experienced moderate to high volatility in the past. During the period the synthetic risk and reward indicator has remained unchanged.

# IFSL MARLBOROUGH EXTRA INCOME FUND

## PORTFOLIO STATEMENT

as at 20 October 2022

Holding or nominal value	Bid value £	Percentage of total net assets %
<b>LOAN STOCKS</b> (20 April 2022 - 19.92%)		
300,000 Admiral Group 5.5% 25.07.24	290,085	0.93
500,000 Brit Insurance Holdings 6.625% 09.12.30	383,715	1.24
300,000 esure Group 6.75% 19.12.24	284,802	0.92
600,000 Legal & General Group 5.375% 27.10.45	566,772	1.82
1,050,000 Liverpool Victoria Friendly Society 6.5% 22.05.43	1,022,763	3.29
449,000 Lloyds Banking Group 7.625% Perp	452,502	1.46
233,000 Rothschilds Continuation Finance (CI) 9% Perp	247,127	0.80
845,000 Scottish Widows 5.5% 16.06.23	840,885	2.71
600,000 Society of Lloyds (The) 4.75% 30.10.24	572,322	1.84
800,000 Society of Lloyds (The) 4.875% 07.02.47	706,384	2.27
1,300,000 Tesco 5.5% 13.01.33	1,171,170	3.77
300,000 TP ICAP 5.25% 26.01.24	287,355	0.93
78,500 Yorkshire Building Society 13.5% 01.04.25	89,178	0.29
Total Loan Stocks	6,915,060	22.27
<b>PREFERENCE SHARES</b> (20 April 2022 - 5.28%)		
330,000 Aviva 8.75% Cum Irrd Pref	372,900	1.20
355,000 Ecclesiastical Insurance Office 8.625% Non-Cum Irrd Pref	429,550	1.38
350,000 General Accident 8.875% Cum Irrd Pref	388,500	1.25
350,000 RSA Insurance Group 7.375% Cum Irrd Pref	329,000	1.06
Total Preference Shares	1,519,950	4.89
<b>EQUITIES</b> (20 April 2022 - 74.09%)		
<b>AEROSPACE AND DEFENSE</b> (20 April 2022 - 2.34%)		
110,000 BAE Systems	899,360	2.90
Total Aerospace and Defense	899,360	2.90
<b>BEVERAGES</b> (20 April 2022 - 4.15%)		
57,000 Britvic	413,535	1.33
26,165 Diageo	941,417	3.03
Total Beverages	1,354,952	4.36
<b>CHEMICALS</b> (20 April 2022 - 1.23%)		
<b>CLOSED END INVESTMENTS</b> (20 April 2022 - 1.83%)		
480,000 The Renewables Infrastructure Group	602,880	1.94
Total Closed End Investments	602,880	1.94
<b>CONSTRUCTION AND MATERIALS</b> (20 April 2022 - 1.77%)		
20,000 CRH	598,000	1.93
Total Construction and Materials	598,000	1.93
<b>ELECTRICITY</b> (20 April 2022 - 3.00%)		
58,250 SSE	858,605	2.76
Total Electricity	858,605	2.76
<b>FOOD PRODUCERS</b> (20 April 2022 - 1.51%)		
60,428 Tate & Lyle	410,064	1.32
Total Food Producers	410,064	1.32
<b>GAS, WATER AND MULTI-UTILITIES</b> (20 April 2022 - 4.99%)		
80,000 National Grid	722,560	2.33
27,500 Severn Trent	645,975	2.08
Total Gas, Water and Multi-utilities	1,368,535	4.41
<b>GENERAL INDUSTRIALS</b> (20 April 2022 - 3.55%)		
32,850 Bunzl	896,805	2.89
203,636 Smith (DS)	573,032	1.84
Total General Industrials	1,469,837	4.73

# IFSL MARLBOROUGH EXTRA INCOME FUND

## PORTFOLIO STATEMENT

as at 20 October 2022

Holding or nominal value	Bid value £	Percentage of total net assets %
<b>HOUSEHOLD GOODS AND HOME CONSTRUCTION</b> (20 April 2022 - 1.45%)		
<b>INDUSTRIAL METALS AND MINING</b> (20 April 2022 - 6.09%)		
90,000 Bodycote	446,580	1.44
26,855 Rio Tinto	1,243,521	4.00
Total Industrial Metals and Mining	1,690,101	5.44
<b>INDUSTRIAL SUPPORT SERVICES</b> (20 April 2022 - 1.77%)		
123,750 Rentokil Initial	633,600	2.04
Total Industrial Support Services	633,600	2.04
<b>INDUSTRIAL TRANSPORTATION</b> (20 April 2022 - 1.82%)		
143,300 Doric Nimrod Air Three Pref	65,918	0.21
62,000 Doric Nimrod Air Two Pref	53,630	0.17
Total Industrial Transportation	119,548	0.38
<b>INVESTMENT BANKING AND BROKERAGE SERVICES</b> (20 April 2022 - 3.49%)		
65,000 3i Group	706,225	2.27
125,588 Schroders	471,834	1.52
Total Investment Banking and Brokerage Services	1,178,059	3.79
<b>LIFE INSURANCE</b> (20 April 2022 - 2.12%)		
92,000 Phoenix Group Holdings	494,408	1.59
Total Life Insurance	494,408	1.59
<b>MEDICAL EQUIPMENT AND SERVICES</b> (20 April 2022 - 1.42%)		
62,800 Smith & Nephew	631,768	2.03
Total Medical Equipment and Services	631,768	2.03
<b>NON-LIFE INSURANCE</b> (20 April 2022 - 1.52%)		
22,000 Admiral Group	427,350	1.38
Total Non-life Insurance	427,350	1.38
<b>OIL, GAS AND COAL</b> (20 April 2021 - 3.81%)		
44,000 Shell	1,019,700	3.28
Total Oil, Gas and Coal	1,019,700	3.28
<b>PERSONAL CARE, DRUG AND GROCERY STORES</b> (20 April 2022 - 4.79%)		
10,000 Reckitt Benckiser Group	591,400	1.90
205,000 Sainsbury (J)	372,895	1.20
26,900 Unilever	1,048,966	3.38
Total Personal Care, Drug and Grocery Stores	2,013,261	6.48
<b>PHARMACEUTICALS AND BIOTECHNOLOGY</b> (20 April 2022 - 4.84%)		
8,285 AstraZeneca	796,354	2.56
39,600 GSK	542,203	1.75
49,500 Haleon	133,650	0.43
Total Pharmaceuticals and Biotechnology	1,472,207	4.74
<b>REAL ESTATE INVESTMENT TRUSTS</b> (20 April 2022 - 2.29%)		
333,221 Tritax Big Box REIT	435,520	1.40
Total Real Estate Investment Trusts	435,520	1.40
<b>TOBACCO</b> (20 April 2022 - 1.52%)		
25,025 British American Tobacco	830,830	2.67
Total Tobacco	830,830	2.67
<b>TRAVEL AND LEISURE</b> (20 April 2022 - 0.22%)		

# IFSL MARLBOROUGH EXTRA INCOME FUND

## PORTFOLIO STATEMENT

as at 20 October 2022

Holding or nominal value	Bid value £	Percentage of total net assets %
<b>OVERSEAS SECURITIES</b> (20 April 2022 - 12.57%)		
3,950 AbbVie	504,235	1.62
7,125 Coca-Cola	355,392	1.14
3,005 Johnson & Johnson	441,307	1.42
2,590 McDonald's	579,165	1.87
1,400 The Home Depot	343,990	1.11
11,000 Verizon Communications	358,527	1.16
1,590 Zurich Insurance Group	587,965	1.89
Total Overseas Securities	3,170,581	10.21
<b>Total Equities</b>	21,679,166	69.78
<b>Portfolio of investments</b>	30,114,176	96.94
<b>Net other assets</b>	949,250	3.06
<b>Total net assets</b>	31,063,426	100.00
<b>Portfolio split by investment grade</b>		
Investments of investment grade	5,794,041	18.65
Investments below investment grade	452,502	1.46
Unrated	668,517	2.16
<b>Loan stocks</b>	6,915,060	22.27
<b>Equities</b>	21,679,166	69.78
<b>Preference shares</b>	1,519,950	4.89
<b>Portfolio of investments</b>	30,114,176	96.94
<b>Net other assets</b>	949,250	3.06
<b>Total net assets</b>	31,063,426	100.00

## PORTFOLIO TRANSACTIONS

for the six month period ended 20 October 2022

	£
Total purchases cost, including transaction charges	4,981,706
Total sales proceeds, net of transaction charges	6,287,986

## IFSL MARLBOROUGH EXTRA INCOME FUND

### STATEMENT OF TOTAL RETURN

for the six month period ended 20 October 2022

	20 October 2022		20 October 2021	
	£	£	£	£
Income:				
Net capital (losses)/gains		(4,080,334)		250,808
Revenue	802,364		883,340	
Expenses	<u>(155,324)</u>		<u>(189,290)</u>	
Net revenue before taxation	647,040		694,050	
Taxation	<u>(7,093)</u>		<u>(8,465)</u>	
Net revenue after taxation		<u>639,947</u>		<u>685,585</u>
Total return before distributions		(3,440,387)		936,393
Distributions		(737,636)		(817,005)
Change in net assets attributable to unitholders from investment activities		<u>(4,178,023)</u>		<u>119,388</u>

### STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS

for the six month period ended 20 October 2022

	20 October 2022		20 October 2021	
	£	£	£	£
Opening net assets attributable to unitholders		<sup>A</sup> 35,768,883		41,900,323
Amounts receivable on issue of units	790,304		669,718	
Amounts payable on cancellation of units	(1,320,505)		(6,452,896)	
Amounts payable on unit class conversions	<u>(1)</u>		<u>-</u>	
		(530,202)		(5,783,178)
Dilution adjustment		-		8,206
Change in net assets attributable to unitholders from investment activities		(4,178,023)		119,388
Unclaimed distributions		2,768		-
Closing net assets attributable to unitholders		<u>31,063,426</u>	<sup>A</sup>	<u>36,244,739</u>

<sup>A</sup> These figures are not the same as the comparatives are taken from the preceding interim period and not the latest annual accounts.

## IFSL MARLBOROUGH EXTRA INCOME FUND

### BALANCE SHEET

as at 20 October 2022

	20 October 2022 £	20 April 2022 £
<b>Assets:</b>		
<b>Fixed Assets:</b>		
Investments	30,114,176	35,515,147
<b>Current Assets:</b>		
Debtors	340,696	425,184
Cash and bank balances	1,072,207	296,894
Total assets	<u>31,527,079</u>	<u>36,237,225</u>
<b>Liabilities:</b>		
<b>Creditors:</b>		
Distribution payable	371,567	382,875
Other creditors	92,086	85,467
Total liabilities	<u>463,653</u>	<u>468,342</u>
<b>Net assets attributable to unitholders</b>	<u>31,063,426</u>	<u>35,768,883</u>

### NOTES TO THE INTERIM FINANCIAL STATEMENTS

for the six month period ended 20 October 2022

#### Basis for preparation

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

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

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

#### Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 20 April 2022 and are described in those annual financial statements.

The investments of the Fund have been valued at their fair value at 12 noon on 20 October 2022.

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

Investor Support: (0808) 178 9321 (FREEPHONE)  
Fax: (01204) 533 045  
Email: [ifslclientsupport@ifslfunds.com](mailto:ifslclientsupport@ifslfunds.com)  
Website: [www.ifslfunds.com](http://www.ifslfunds.com)

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