



Wealth  
Management

# Annual Report & Financial Statements

Volare UCITS Portfolios

For the year ended 31 May 2024



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\* Collectively, these comprise the ACD's Report.

### Authorised Corporate Director's ("ACD") Report

We are pleased to present the Annual Report & Audited Financial Statements for Volare UCITS Portfolios for the year ended 31 May 2024.

#### Authorised Status

Volare UCITS Portfolios ("the Company") is an investment company with variable capital ("ICVC") incorporated in England and Wales under registered number IC001079 and authorised by the Financial Conduct Authority ("FCA"), with effect from 22 December 2016. The Company has an unlimited duration.

Shareholders are not liable for the debts of the Company.

Head Office: the Head Office of the Company is at Hamilton Centre, Rodney Way, Chelmsford, England, CM1 3BY, United Kingdom.

The Head Office is the address of the place in the UK for service on the Company of notices or other documents required or authorised to be served on it.

#### Structure of the Company

The Company is structured as an umbrella company, under which different Funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new Fund or Share Class, a revised Prospectus will be prepared setting out the relevant details of each Fund or Share Class.

The Company is a UK UCITS scheme.

The assets of each Fund will be treated as separate from those of every other Fund and will be invested in accordance with the Investment Objective and Investment Policy applicable to that Fund. Investment of the assets of each of the Funds must comply with the FCA's Collective Investment Schemes Sourcebook ("COLL") and the Investment Objective and Policy of the relevant Fund.

Currently the Company has six Funds: Volare Adventurous Fund, Volare Balanced Fund, Volare Cautious Fund, Volare Defensive Fund, Volare Growth Fund and Volare Strategic Income Fund. In the future there may be other Funds established.

Under the requirements of UCITS V and the UCITS Remuneration Code, FundRock Partners ("FP"), as UK UCITS Manager, must establish and apply remuneration policies and practices for its staff that have a material impact on the risk profile of FP or the Fund. These practices must be consistent with and promote sound and effective risk management, not encourage risk taking which is inconsistent with the risk profile of the Fund as detailed in the instrument of the Fund or the prospectus and does not impair FP's compliance with its duty to act in the best interest of the Fund it manages.

Under the relevant provisions of COLL Sourcebook, FP as UK UCITS Manager, is required to disclose remuneration information on how those whose actions have a material impact on the Fund are remunerated (see page 122).

#### Crossholdings

There were no Shares in any Fund held by any other Fund of the Company.

#### Important Events during the Year

The merger of WAY Fund Managers' Elite Balanced Trust into the Volare Balanced Fund took place on 2 February 2024.

#### Important Events after the Year End

With effect from 25 September 2024, the composition of Directors and Non-executive Directors of the ACD Board of FundRock Partners Limited changed. The changes are noted on page 125.

On 1 October 2024, the Volare Strategic Income Fund F Income Share Class will be launched.

On 1 October 2024, the Volare Strategic Income Fund distribution dates will move to a monthly income allocation.

### Authorised Corporate Director's ("ACD") Report (continued)

#### **Base Currency**

The base currency of the Company is Pound Sterling.

#### **Share Capital**

The minimum Share Capital of the Company is £1 and the maximum is £100,000,000,000. Shares in the Company have no par value. The Share Capital of the Company at all times equals the sum of the Net Asset Values of each of the Funds.

### Certification of Financial Statements by Directors of the ACD For the year ended 31 May 2024

#### **Directors' Certification**

This report has been prepared in accordance with the requirements of COLL, as issued and amended by the FCA. We hereby certify and authorise for issue, the Annual Report and the Audited Financial Statements on behalf of the Directors of FundRock Partners Limited.

The Directors are of the opinion that it is appropriate to continue to adopt the going concern basis in the preparation of these Financial Statements as the assets of the Company consist predominantly of securities that are readily realisable, and accordingly, the Company has adequate resources to continue in operational existence for at least the next twelve months from the approval of these Financial Statements.

S. Gunson

**FundRock Partners Limited**

27 September 2024

## Volare UCITS Portfolios

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### Statement of the ACD's Responsibilities For the year ended 31 May 2024

The Authorised Corporate Director ("ACD") of Volare UCITS Portfolios ("Company") is responsible for preparing the Annual Report and the Audited Financial Statements in accordance with the Open-Ended Investment Companies Regulations 2001 ("the OEIC Regulations"), the FCA's Collective Investment Schemes Sourcebook ("COLL") and the Company's Instrument of Incorporation.

The OEIC Regulations and COLL require the ACD to prepare Financial Statements for each annual accounting period which:

- are in accordance with United Kingdom Generally Accepted Accounting Practice ("United Kingdom Accounting Standards and applicable law"), including FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" and the "Statement of Recommended Practice: Financial Statements of UK Authorised Funds" issued by the Investment Association ("SORP") in May 2014 and amended in June 2017; and
- give a true and fair view of the financial position of the Company and each of its sub-funds as at the end of that year and the net revenue and the net capital gains on the property of the Company and each of its sub-funds for that year.

In preparing the Financial Statements, the ACD is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards and the SORP have been followed, subject to any material departures disclosed and explained in the Financial Statements; 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 responsible for keeping proper accounting records that disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the Financial Statements comply with the applicable SORP and United Kingdom Accounting Standards and applicable law. The ACD is also responsible for the system of internal controls, for safeguarding the assets of the Company and for taking reasonable steps for the prevention and detection of fraud and other irregularities.

In accordance with COLL 4.5.8BR, the Annual Report and the Audited Financial Statements were approved by the Board of Directors of the ACD of the Company and authorised for issue on 27 September 2024.

### Statement of the Depositary's Responsibilities in Respect of the Scheme and Report of the Depositary to the Shareholders of the Company for the year ended 31 May 2024

The Depositary is responsible for the safekeeping of all the property of the Company (other than tangible moveable property) which is entrusted to it and ensuring proper registration of tangible moveable property, and for the collection of income arising from all such scheme property.

It is the duty of the Depositary to take reasonable care to ensure that the Company is managed and operated by the Authorised Corporate Director in accordance with the Financial Conduct Authority' Collective Investment Schemes Sourcebook ("the Sourcebook"), the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the OEIC Regulations), the Company's Instrument of Incorporation, and the Prospectus, as appropriate, concerning: the pricing of and dealing in Shares in the Company; the application of income of the Company; and the investment portfolio and borrowing activities of the Company.

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

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's Shares and the application of the Company's income in accordance with the Sourcebook, and where applicable, the OEIC regulations, the Company's Instrument of Incorporation, and the Prospectus;
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company; and
- (iii) has, otherwise, ensured the proper operation of the Company.

**Citibank UK Limited, London**

UK Trustee and Depositary Services

27 September 2024

### Independent Auditor's Report to the Shareholders of the Company For the year ended 31 May 2024

#### Report on the audit of the financial statements

##### Opinion

In our opinion the Financial Statements of Volare UCITS Portfolios (the "Company"):

- give a true and fair view of the financial position of the Company and its funds as at 31 May 2024 and of the net revenue and the net capital gains on the property of the Company and its funds for the year ended 31 May 2024; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", the rules in the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

We have audited the financial statements which comprise for each fund:

- the statement of total return;
- the statement of change in net assets attributable to Shareholders;
- the balance sheet;
- the distribution tables; and
- the accounting policies and financial instruments (applicable to all sub funds) and individual notes.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland" (United Kingdom Generally Accepted Accounting Practice), the Statement of Recommended Practice: "Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014, as amended in June 2017, the Collective Investment Schemes Sourcebook and the Instrument of Incorporation.

##### 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.

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 (the 'FRC's') 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 (ACD's) 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 at least twelve 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.

### Independent Auditor's Report to the Shareholders of the Company (continued) For the year ended 31 May 2024

#### **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 our 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 course of 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 this other information, we are required to report that fact.

We have nothing to report in this regard.

#### **Responsibilities of Depositary and ACD**

As explained more fully in the depositary's responsibilities statement and the ACD's responsibilities statement, the depositary is responsible for the safeguarding the property of the Company and 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 liquidate the Company or to cease operations, or have 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.

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

#### **Extent to which 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 material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

We considered the nature of the Company's industry and its control environment, and reviewed the Company's documentation of their policies and procedures relating to fraud and compliance with laws and regulations. We also enquired of management and the ACD about their own identification and assessment of the risks of irregularities, including those that are specific to the Company's business sector.

### Independent Auditor's Report to the Shareholders of the Company (continued) For the year ended 31 May 2024

#### **Extent to which the audit was considered capable of detecting irregularities, including fraud (continued)**

We obtained an understanding of the legal and regulatory frameworks that the Company operates in, and identified the key laws and regulations that:

- had a direct effect on the determination of material amounts and disclosures in the financial statements. These included the Collective Investment Schemes Sourcebook and relevant tax legislation; and
- do not have a direct effect on the financial statements but compliance with which may be fundamental to the company's ability to operate or to avoid a material penalty. These included the company's obligations under The Open-Ended Investment Companies Regulations 2001.

We discussed among the audit engagement team regarding the opportunities and incentives that may exist within the organisation for fraud and how and where fraud might occur in the financial statements.

As a result of performing the above, we identified the greatest potential for fraud in the valuation and existence of investments. There is an incentive to report favourable results through manipulation of holdings and prices used in closing value of investments due to its significance to the net asset values of the sub-funds. In response we have assessed the applied valuation methodologies; agreed investment holdings to independent confirmations; and agreed investment valuations to reliable independent sources.

In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override. In addressing the risk of fraud through management override of controls, we tested the appropriateness of journal entries and other adjustments; assessed whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluated the business rationale of any significant transactions that are unusual or outside the normal course of business.

In addition to the above, our procedures to respond to the risks identified included the following:

- reviewing financial statement disclosures by testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- enquiring of management and Company's legal counsel concerning actual and potential instances of non-compliance with laws and regulations; and
- reading minutes of meetings of those charged with governance.

#### **Report on other legal and regulatory requirements**

##### **Opinion on other matters prescribed by the Collective Investment Schemes Sourcebook**

In our opinion:

- proper accounting records for the Company and the funds have been kept and the Financial Statements are in agreement with those records;
- we have received all the information and explanations which, to the best of our knowledge and belief, were necessary for the purposes of our audit; and
- the information disclosed in the Annual Report for the year ended 31 May 2024 for the purpose of complying with Paragraph 4.5.9R of the Collective Investment Schemes Sourcebook is consistent with the Financial Statements.

### Independent Auditor's Report to the Shareholders of the Company (continued) For the year ended 31 May 2024

#### **Use of our report**

This report is made solely to the Company's Shareholders, as a body, in accordance with Paragraph 4.5.12R of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. 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.

#### **Deloitte LLP**

Statutory Auditor  
London, United Kingdom

27 September 2024

### Accounting Policies and Financial Instruments For the year ended 31 May 2024

#### 1 Accounting Basis And Policies

##### ***(a) Basis of accounting***

The Financial Statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with FRS 102 "The Financial Reporting Standards Applicable in the UK and Republic of Ireland" and the "Statement of Recommended Practice: Financial Statements of UK Authorised Funds" issued by the Investment Association in May 2014 and amended in June 2017.

As described in the Certification of Financial Statements by Directors of the ACD on page 5, the ACD continues to adopt the going concern basis in the preparation of the Financial Statements of the Company. The Company is able to meet all of its liabilities from its assets. The performance, marketability and risks of the Company are reviewed on a regular basis throughout the financial period. Therefore, the Directors of the ACD believe that the Company will continue in operational existence for a period of at least twelve months from the date of approval of the financial statements.

The preparation of Financial Statements in accordance with FRS 102 requires the ACD to make judgements, estimates and assumptions that affect the application of policies and the reported amounts of assets and liabilities, income and expenses. As at 31 May 2024, there were no significant judgement or estimates involved in the determination of the values of assets and liabilities reported in these Financial Statements.

##### ***(b) Realised and unrealised gains and losses***

Realised gains or losses have been calculated as the proceeds from disposal less book cost.

Unrealised gain/losses are calculated with reference to the original recorded value of the asset or liability, and only the element of gain/loss within the accounting period is recorded in the Financial Statements. All unrealised and realised gains are capital in nature and do not form part of the Fund's distributable income.

All foreign currency transactions are recorded using an exchange rate from the effective date of the transaction (e.g. the trade date of a trade, the ex-div date of a dividend, or the date of a currency disposal).

Central Securities Depositories Regulation (CSDR) entered into force in 2014 with an objective of improving securities settlements in the European Union. One of the cornerstones of the CSDR is the introduction of an obligation on Central Securities Depositories (CSDs) to impose cash penalties on participants to their securities settlement systems that cause settlement failures. The cash penalties may be accounted for as an expense or income (if the 3rd party was responsible for the failure of trade settlement). The CSDR penalties will be reimbursed by the Investment Manager as necessary to ensure that the Funds will not suffer undue costs.

##### ***(c) Recognition of revenue***

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

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

All revenue includes withholding taxes but excludes irrecoverable tax credits.

Any reported revenue from an offshore fund, in excess of any distribution received in the reporting year, is recognised as revenue no later than the date on which the reporting fund makes this information available.

### Accounting Policies and Financial Instruments (continued) For the year ended 31 May 2024

#### 1 Accounting Basis And Policies (continued)

##### ***(d) Treatment of stock and special dividends***

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

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

##### ***(e) Treatment of expenses***

Expenses are recorded on an accrual basis but the Fund may incur additional allowable expenses which are charged as and when they are incurred.

Expenses of the Funds are charged against revenue (except for Volare Strategic Income Fund where all fees are charged to capital) except for costs associated with the purchase and sale of investment which are allocated to the capital of the Funds.

##### ***(f) Allocation of revenue and expenses to multiple Share Classes and Funds***

Any revenue or expenses not directly attributable to a particular Share Class or Fund will normally be allocated pro-rata to the net assets of the relevant Share Classes and Funds.

##### ***(g) Taxation***

Tax is provided for using tax rates and laws which have been enacted or substantively enacted at the balance sheet date.

Corporation tax is provided for on the income liable to corporation tax less deductible expenses.

Corporation tax is provided for on realised gains on non-reporting offshore funds less deductible expenses. Deferred tax is provided for on unrealised gains on non-reporting offshore funds less deductible expenses.

Where tax has been deducted from revenue that tax can, in some instances, be set off against the corporation tax payable, by way of double tax relief.

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

##### ***(h) Distribution policy***

The net revenue after taxation, as disclosed in the Financial Statements, after adjustment for items of a capital nature, is distributable to Shareholders as dividend distributions. Any revenue deficit is deducted from capital.

In addition, the portfolio transaction charges will be charged wholly to the capital of the Fund. Accordingly, the imposition of such charges may constrain the capital growth of the Fund.

### Accounting Policies and Financial Instruments (continued) For the year ended 31 May 2024

#### 1 Accounting Basis And Policies (continued)

##### ***(h) Distribution policy (continued)***

The ACD has elected to pay all revenue less expenses charged to revenue and taxation as an annual distribution at the end of each annual accounting year, with the exception of Volare Strategic Income Fund which pays quarterly distributions.

Marginal tax relief for the expenses charges to capital is not taken into account when determining the amount available for distribution on the Funds.

##### ***(i) Basis of valuation of investments***

Market value is defined by the SORP as fair value which is the bid value of each security.

Collective Investment Schemes are valued at quoted bid prices for dual priced funds and at quoted prices for single priced funds, on the last business day of the accounting year.

All investments are recognised and derecognised on trade date, and any trades that occur between valuation point and close of business are included in the Financial Statements.

Non-observable entity specific data is only used where relevant observable market data is not available. Typically this category will include single broker-priced instruments, suspended/unquoted securities, private equity, unlisted close-ended funds and open-ended funds with restrictions on redemption rights.

##### ***(j) Exchange rates***

Transactions in foreign currencies are recorded in Pound Sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting year are translated into Pound Sterling at the closing mid market exchange rates ruling on that date.

##### ***(k) Dilution Adjustment***

The ACD may require a dilution adjustment on the sale and redemption of Shares if, in its opinion, the existing Shareholders (for sales) or remaining Shareholders (for redemptions) might otherwise be adversely affected. In particular, the dilution adjustment may be charged in the following circumstances: where the scheme property is in continual decline; on a Fund experiencing large levels of net sales relative to its size; on 'large deals'; in any case where the ACD is of the opinion that the interests of remaining Shareholders require the imposition of a dilution adjustment.

##### ***(l) Equalisation***

Equalisation applies only to Shares purchased during the distribution period (Group 2 Shares). It represents the accrued revenue included in the purchase price of the Shares.

After averaging it is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the Shares for Capital Gains tax purposes.

##### ***(m) Derivatives***

The Funds may enter into permitted transactions such as derivative contracts or forward foreign currency transactions. Where these transactions are used to protect or enhance revenue, the revenue and expenses are included within net revenue in the Statement of Total Return.

### Accounting Policies and Financial Instruments (continued) For the year ended 31 May 2024

#### 1 Accounting Basis And Policies (continued)

##### *(m) Derivatives (continued)*

Where the transactions are used to protect or enhance capital, the gains/losses are treated as capital and included within gains/losses on investments in the Statement of Total Return. Any open positions in these types of transactions at the year end are included in the Balance Sheet at their mark to market value. There were no derivative transactions during the year.

##### *(n) Financial instruments*

The Sub-funds have classified their financial assets and liabilities based on the purpose for which they were acquired. Trade receivables are classified as financial assets at amortised cost and are initially recognised at transaction price. They are subsequently measured at their amortised cost using the effective interest method, less any allowance for credit losses. Cash and cash equivalents comprise cash at bank and in hand. Bank overdrafts, where applicable, are presented with loans and borrowings in current liabilities. Trade payables are classified as financial liabilities at amortised cost using the effective interest rate method. Borrowings are classified as financial liabilities at amortised cost and are initially recognised at fair value net of any transaction costs directly attributable to the issue of the instrument.

Such interest-bearing liabilities are subsequently measured at amortised cost using the effective interest rate method, which ensures that any interest expense over the period to repayment is at a constant rate method, which ensures that any interest expense over the period to repayment is at a constant rate on the balance of the liability carried in the Balance Sheet. For the purposes of each financial liability, interest expense includes initial transaction costs any premium payable on redemption, as well as any interest or coupon payable while the liability is outstanding.

Financial assets are derecognised when and only when (a) the contractual rights to the cash flows from the financial asset expire or are settled, (b) the Sub-fund transfers to another party substantially all of the risks and rewards of ownership of the financial asset, or (c) the Sub-fund, despite having retained some, but not all, significant risks and rewards of ownership, has transferred control of the asset to another party. Financial liabilities are derecognised only when the obligation specified in the contract is discharged, cancelled or expires.

#### 2 Derivatives and other financial instruments

Management of risk is a critical responsibility of the ACD in managing the Company.

The Funds for which FundRock Partners Limited acts as ACD are exposed to a wide range of risks. The purpose of the ACD's Risk Management Policy ("RMP") is to identify these risks and document the controls and processes in place to manage and mitigate these risks. The specific risks to the Funds are documented in sections (a) to (i) below and are reviewed on a regular basis.

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

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

### Accounting Policies and Financial Instruments (continued) For the year ended 31 May 2024

#### 2 Derivatives and other financial instruments (continued)

##### **(a) Foreign currency risk**

A significant portion of the Company's assets in which the Company invests may be denominated in a currency other than the base currency of the Company or Class. There is the risk that the value of such assets and/or the value of any distributions from such assets may decrease if the underlying currency in which assets are traded falls relative to the base currency in which Shares of the relevant Fund are valued and priced.

The Company is not required to hedge its foreign currency risk, although it may do so through foreign currency exchange contracts, forward contracts, currency options and other methods. To the extent that the Company does not hedge its foreign currency risk or such hedging is incomplete or unsuccessful, the value of the Company's assets and revenue could be adversely affected by currency exchange rate movements. There may also be circumstances in which a hedging transaction may reduce currency gains that would otherwise arise in the valuation of the Company in circumstances where no such hedging transactions are undertaken.

##### **(b) Interest rate risk profile of financial assets and liabilities**

The interest rate risk is the risk that the value of the Company's investments will fluctuate due to changes in the interest rate. Cashflows from floating rate securities, bank balances, or bank overdrafts will be affected by the changes in interest rates. As the Company's objective is to seek capital growth, these cashflows are considered to be of secondary importance and are not actively managed.

The Company did not have any long term financial liabilities at the balance sheet date (2023: nil).

##### **(c) Credit risk**

Credit risk is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. This includes counterparty and issuer risk.

The sub-funds enter into transactions in financial instruments which expose them to the risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the sub-fund has fulfilled its obligations. The sub-fund only buys and sells financial instruments through parties that have been approved by the ACD as acceptable. These are reviewed on an ongoing basis.

The credit risk in the sub-funds is limited to the cash and bank balances and debtors, these are held with counterparties with high credit-ratings assigned by credit-rating agencies.

##### **(d) Liquidity risk**

Subject to the Regulations, the Company may invest up to and including 10% of the Scheme Property of the Company in transferable securities which are not approved securities (essentially transferable securities which are admitted to official listing in an EEA state or traded on or under the rules of an eligible securities market). Such securities and instruments are generally not publicly traded, may be unregistered for securities law purposes and may only be able to be resold in privately negotiated transactions with a limited number of purchasers. The difficulties and delays associated with such transactions could result in the Company's inability to realise a favourable price upon disposal of such securities, and at times might make disposition of such securities and instruments impossible. To the extent the Company invests in securities and instruments the terms of which are privately negotiated, the terms of such securities and instruments may contain restrictions regarding resale and transfer.

### Accounting Policies and Financial Instruments (continued) For the year ended 31 May 2024

#### 2 Derivatives and other financial instruments (continued)

##### **(d) Liquidity risk (continued)**

In addition, certain listed securities and instruments, particularly securities and instruments of smaller capitalised or less seasoned issuers, may from time to time lack an active secondary market and may be subject to more abrupt or erratic price movements than securities of larger, more established companies or stock market averages in general. In the absence of an active secondary market the Company's ability to purchase or sell such securities at a fair price may be impaired or delayed.

##### **(e) Market price risk**

The Company invests principally in equities. The value of these investments are not fixed and may go down as well as up. This may be the result of a specific factor affecting the value of an individual equity or be caused by general market factors (such as government policy or the health of the underlying economy) which can affect the entire portfolio. The Investment Manager seeks to minimise these risks by holding a diversified portfolio of equity in line with the Company's objectives. In addition, the management of the Company complies with the FCA's COLL sourcebook, which includes rules prohibiting a holding greater than 35% of assets in any one Fund.

##### **(f) Counterparty risk**

Transactions in securities entered into by the Company give rise to exposure to the risk that the counterparties may not be able to fulfil their responsibility by completing their side of the transaction. The Investment Manager minimises this risk by conducting trades through only the most reputable counterparties.

Counterparty risk is also managed by limiting the exposure to individual counterparties through adherence to the investment spread restrictions included within the Company's prospectus and COLL.

##### **(g) Operational risk**

Operational risk is the risk of loss arising from systems failure, human error, fraud or external events. When controls fail to perform, operational risks can cause damage to reputation, have legal or regulatory implications, or lead to financial loss. The Company cannot eliminate operational risks but, through the continual review and assessment of its control environment, by monitoring and responding to potential risks, they can be managed.

High level controls include effective segregation of duties, trade confirmation checking and reconciliation procedures, incident reporting and oversight of delegated functions.

##### **(h) Leverage**

In accordance with the SORP, as ACD we are required to disclose any leverage of the Fund. Leverage is defined as any method by which the Fund increases its exposure through borrowing or the use of derivatives (calculated as the sum of the net asset value and the incremental exposure through the derivatives and in accordance with the SORP commitment approach (CESR/10-788)) divided by the net asset value.

The Fund's exposure is defined with reference to the 'Commitment' method. Commitment method exposure is calculated as the sum of all positions of the Fund, after netting off derivative and security positions and is disclosed within the individual Funds' Financial Statements.

##### **(i) Fair value of financial assets and financial liabilities**

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

## Volare Adventurous Fund

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### Investment Manager's Report For the year ended 31 May 2024

#### Investment Objective

The Fund aims to achieve capital growth (the increase in value of investments) whilst operating within a volatility range (variance) of between 10% and 16% over rolling 5 year periods.

The Fund's primary objective is to control volatility (variance) and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility (variance).

#### Investment Policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographic areas and markets, including:

- Between 0% and 100% in shares in companies, Real Estate Investment Trusts (REITs), Exchange Traded Funds (ETFs) and Exchange Traded Commodities (ETCs).
- Between 0% and 20% in cash, near cash, bonds and money market instruments.

The Fund will aim to have at least 80% of its exposure to these asset classes indirectly by holding units in collective investment schemes which invest in these assets.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold certain financial contracts known as derivatives (which are investments whose value is linked to another investment, or the performance of a stock exchange or to some other variable factor, such as interest rates) for efficient portfolio management purposes. Efficient portfolio management is where the Fund is managed in a way that is designed to reduce risk or cost and/or generate extra income or growth. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Funds will be able to also use derivatives for investment purposes.

#### Investment Review

##### Quarter 3 2023

The position in Fidelity Japan Index Fund was sold in favour of Legal & General Japan Index due to its lower cost, whilst Legal & General Global Equity Index was also introduced to help bring more passive equity exposure to the Fund.

##### Quarter 4 2023

The Fund's position in Liontrust Special Situations was sold, with the proceeds being directed towards Legal & General Global Equity Index, targeting large caps as well as continuing the trend of reducing UK exposure.

Also, positions in Legal & General US Index and Legal & General UK Global 100 Index were added to the Fund to help increase the overall passive exposure. Respectively, the position in Legal & General UK Global 100 Index would later be trimmed to help create liquidity following redemptions across the Fund.

WS Ruffer Diversified Return (previously known as LF Ruffer Diversified Return) was sold to help reduce the Fund's overall Absolute Return exposure. The Fund's position in Fidelity Global Divided was also sold, with a view to favour higher conviction selections across the Fund.

##### Quarter 1 2024

The Fund's position in LF Lindsell Train UK Equity was removed to help shift towards global equity allocations, respectively Lazard Global Equity Franchise was introduced to the Fund for its value characteristics. The position would later be trimmed to help create liquidity in the Fund.

Legal & General Japan Index was increased to help raise the overall exposure towards Japan given favorable valuations and economic reforms.

## Volare Adventurous Fund

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### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Investment Review (continued)

##### Quarter 2 2024

We continued the transition in the Fund with an aim to create a core-satellite approach. This involves creating an optimal blend of core quality funds, which are intended to be held over the long term, complimented by satellite ideas to take advantage of shorter term opportunities.

The Fund's position in AXA US Short Duration High Yield was sold to help reduce the Fixed Income exposure, with the proceeds from the sale being reallocated towards Harrington Cooper US All Cap Equity Fund and Brown Advisory Global Leaders. Allianz All China Equity Fund was also sold to lessen the geographical narrowness of the Asian equity allocation.

#### Market Overview

Resilient economic data, combined with increasing evidence that economies are taking higher interest rates in their stride drove the vast majority of equity markets upwards over the year, with the period in question proving a positive year for model portfolios. Whilst the picture differed slightly from region to region, a demonstration that inflation is continuing to move down to major central bank targets (Federal Reserve, Bank of England and the European Central Bank) also provided confidence to market participants that the rampant inflation concerns of 2022 are in the rear mirror.

Particularly strong markets over the year in focus were United States ("US") equities, with US technology firms in particular driven higher by names in the 'Magnificent 7' (Nvidia, Apple, Microsoft, Alphabet, Tesla, Amazon, Meta) which continue to dominate the market. This led to strong returns for US and Global facing names in the Fund. However, our 'quality' approach has led us to be generally underweight the magnificent seven names, and as such that will have added as a drag on performance versus the benchmark. Additionally, whilst it wasn't plain sailing, over the period in question equity markets in many other regions such as the United Kingdom ("UK") and Asia saw gains as concerns that economies would experience a deep recession faded. Our overweight to Asian equities versus the benchmark hindered performance over early part of the period in question, however in the last 3 months these have outperformed.

On the other hand, inflation proving stickier than hoped in 2024 did not help many fixed income strategies in the Fund, as yields moved higher over the period to factor in lower amounts of those previously mentioned major central bank interest-rate cuts. Generally the Fund is run with a lower duration versus the benchmark and therefore this was a positive.

#### Outlook

We have made a strategic shift towards a core-satellite approach. The core of the portfolio embodies several characteristics such as Emphasis on quality, Factor-aware equity allocation, Utilisation of best-in-class global funds, Balanced exposure across world equity markets, Uniformed to be held across all risk profiles and maintaining a relatively stable composition over time.

Complementing the core are satellite positions, which serve as avenues for thematic investment, short-term trading strategies or exposure to long-term megatrends such as artificial intelligence emerging market consumer trends and the energy transition. This hybrid portfolio approach combines both active and passive elements, allowing for style-agnostic diversification through passive market beta while leveraging active funds for high-conviction investment opportunities. This strategy aims to deliver tailored solutions that align with client objectives while optimising risk-adjusted returns.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Outlook (continued)

Quality investing still remains our key focus, seeking strong fundamentals such as low debt, wide profit margins, and significant pricing power. These types of companies are well-positioned to provide downside protection during market volatility, ensuring a smoothed return profile over the long term. Historical data shows that quality investing has outperformed over the long run. The current market dynamics, with elevated Price to Earnings ratios in the 'Magnificent 7', suggest that our focus on quality stocks trading at normal valuations presents attractive future returns.

Despite recent underperformance, Chinese equities are trading at historically cheap valuations and exhibit growth potential exceeding their Western counterparts. We expect that our exposure here will yield positive returns as economic conditions improve.

Commodities have shown strong performance, providing opportunities for diversification. Additionally, our holdings in Japanese equities have been top performers, demonstrating the effectiveness of our diversified approach.

Our strategic allocation has larger positions in US value, Europe, Asia, and emerging markets, which are expected to offer better long-term returns compared to US growth stocks. This diversified strategy is aligned with analyst consensus and historical trends.

Our global quality bias has been a significant contributor to performance, especially in recent quarters. This momentum is expected to continue, supporting our optimistic outlook for quality companies. As markets normalise, with inflation gradually decreasing and employment remaining strong, we believe investors will return to valuing fundamentals. This environment is likely to favour our quality-focused, conservative investment approach.

#### Investment Manager

LGT Wealth Management UK LLP  
19 August 2024

## Volare Adventurous Fund

### Comparative Tables As at 31 May 2024

#### A Accumulation

	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)
Change in net assets per Share			
Opening net asset value per Share	98.12	98.59	100.00
Return before operating charges*	12.54	0.59	(0.19)
Operating charges	(1.03)	(1.06)	(1.22)
Return after operating charges*	11.51	(0.47)	(1.41)
Distributions	(0.74)	(0.80)	0.00
Retained distributions on accumulation	0.74	0.80	0.00
Closing net asset value per Share	109.63	98.12	98.59
* after direct transaction costs of:	0.00	0.00	0.00
Performance			
Return after operating charges	11.73%	(0.48%)	(1.41%)
Other information			
Closing net asset value	£16,000,538	£15,400,027	£39,521,928
Closing number of Shares	14,595,502	15,694,668	40,085,171
Operating charges	1.00%	1.09%	1.25%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest Share price	112.33	102.79	100.79
Lowest Share price	95.68	91.55	94.32

Highest and lowest Share prices are based on official published daily NAVs.

## Volare Adventurous Fund

### Performance Information

As at 31 May 2024

#### Operating Charges

Date	AMC* (%)	Investment Manager subsidy (%)	Other expenses (%)	Transaction costs (%)	Operating Charges (%)	Synthetic expense ratio (%)	Total Operating Charges (%)
31/05/24							
Share Class A	0.35	(0.26)	0.47	0.04	0.60	0.40	1.00
31/05/23							
Share Class A	0.35	(0.13)	0.34	0.04	0.60	0.49	1.09

\* Annual Management Charge

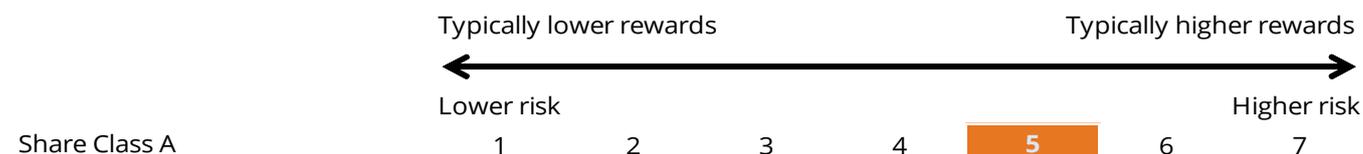
The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

The Fund has invested in Collective Investment Schemes during the year and the expenses incurred by these schemes are included in the above as the Synthetic expense ratio. From November 2023, the Investment Association has updated guidance and all closed ended investments are to be excluded from the Fund's Synthetic expense ratio. As at the year end date, 31 May 2024, the Fund did not invest in any closed ended investments.

An Operating Charges cap of 0.60% for the A Accumulation Share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment Manager subsidy will be provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### Risk and Reward Profile

As at 31 May 2024



- The indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Fund appears as a '5' on the scale. This is partly because the Fund invests in a mixture of investments, some of which have values that may fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

#### Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

## Volare Adventurous Fund

### Portfolio Statement As at 31 May 2024

Holdings or Nominal Value	Investments	Market value £	% of Total Net Assets
	<b>Collective Investment Schemes 98.99% [93.93%]</b>		
148	Allianz All China Equity	151,838	0.95
56,424	BA Beutel Goodman US Value	801,787	5.01
43,805	Brown Advisory Global Leaders	694,310	4.34
44,304	Cohen & Steers SICAV Diversified Real Assets	659,684	4.12
118,427	Fundsmith Equity	832,847	5.21
6,673	Harrington Cooper Snyder US All Cap Equity	869,384	5.43
468,186	IFSL Evenlode Global Income	800,692	5.00
162,745	Impax Asian Environmental Markets	149,726	0.94
5,235	Lazard Global Equity Franchise	660,605	4.13
114,249	Lazard Global Listed Infrastructure Equity	297,721	1.86
174,165	Legal & General Global 100 Index	672,451	4.20
1,043,087	Legal & General Global Equity Index	1,537,511	9.61
600,033	Legal & General Global Technology Index	934,251	5.84
337,380	Legal & General International Index	873,476	5.46
824,239	Legal & General Japan Index	728,545	4.55
176,093	Legal & General Pacific Index	418,573	2.62
103,407	Legal & General UK 100 Index	329,352	2.06
58,826	Legal & General US Index	652,385	4.08
14,799	Morgan Stanley Asia Opportunity	288,731	1.80
66,440	Polar Capital Emerging Market Stars	679,678	4.25
65,028	Polar Capital Global Insurance	814,440	5.09
34,764	Stewart Investors Asia Pacific Leaders Sustainability	356,100	2.23
5,229	Vanguard Emerging Markets Stock Index	808,447	5.05
1,996	Vanguard Global Small Cap Index	487,146	3.04
2,012	Vanguard Pacific ex-Japan Stock Index	339,546	2.12
		<b>15,839,226</b>	<b>98.99</b>
	<b>Portfolio of investments</b>	<b>15,839,226</b>	<b>98.99</b>
	Net other assets	161,312	1.01
	<b>Net assets</b>	<b>16,000,538</b>	<b>100.00</b>

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are listed on an official stock exchange and/or traded on regulated markets unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2023.

Gross purchases for the year: £9,571,982 [2023: £34,688,408] (See Note 14).

Total sales net of transaction costs for the year: £9,891,997 [2023: £59,842,539] (See Note 14).

## Volare Adventurous Fund

### Statement of Total Return For the year ended 31 May 2024

	Note	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
		£	£	£	£
Income					
Net capital gains/(losses)	2		1,499,081		(914,440)
Revenue	3	190,974		308,331	
Expenses	4	(83,602)		(110,353)	
Interest paid and similar charges		-		-	
Net revenue before taxation		107,372		197,978	
Taxation	5	-		-	
Net revenue after taxation			107,372		197,978
Total return before distributions			1,606,453		(716,462)
Distributions	6		(107,378)		(197,969)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>1,499,075</b>		<b>(914,431)</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2024

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		15,400,027		39,521,928
Amounts received on issue of Shares	2,577,323		3,595,967	
Less: Amounts paid on cancellation of Shares	(3,584,375)		(26,928,743)	
		(1,007,052)		(23,332,776)
Change in net assets attributable to Shareholders from investment activities (see above)		1,499,075		(914,431)
Retained distribution on accumulation Shares		108,488		125,306
<b>Closing net assets attributable to Shareholders</b>		<b>16,000,538</b>		<b>15,400,027</b>

## Volare Adventurous Fund

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### Balance Sheet As at 31 May 2024

		31/05/24		31/05/23	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			15,839,226		14,464,969
Current assets:					
Debtors	7	25,308		201,132	
Cash and bank balances	8	161,969		2,763,234	
Total current assets			187,277		2,964,366
Total assets			16,026,503		17,429,335
<b>Liabilities</b>					
Creditors:					
Other creditors	9	(25,965)		(2,029,308)	
Total creditors			(25,965)		(2,029,308)
Total liabilities			(25,965)		(2,029,308)
<b>Net assets attributable to Shareholders</b>					
			<b>16,000,538</b>		<b>15,400,027</b>

## Volare Adventurous Fund

### Notes to the Financial Statements For the year ended 31 May 2024

#### 1 Accounting Basis And Policies

The Funds' Financial Statements have been prepared on the basis detailed on pages 12 to 15.

2 Net capital gains/(losses)	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>Net capital gains/(losses) during the year comprise</b>		
Currency gains/(losses) realised	-	(4,889)
Investment manager subsidy	866	271
Non-derivative securities gains/(losses)	1,515,025	(927,241)
Post merger cash transfer	(11,258)	25,153
Transaction charges	(5,552)	(7,734)
<b>Total net capital gains/(losses)</b>	<b>1,499,081</b>	<b>(914,440)</b>

3 Revenue	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Bank interest	11,727	6,839
Franked dividends from Collective Investment Schemes	94,433	171,299
Interest income from Collective Investment Schemes	19,703	6,503
Offshore funds dividends	65,111	123,690
<b>Total revenue</b>	<b>190,974</b>	<b>308,331</b>

4 Expenses	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC fees	51,622	70,113
Fund accounting fees	18,772	18,225
Investment manager subsidy	(36,778)	(25,908)
Registration fees	16,089	21,895
	49,705	84,325
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them</b>		
Depositary's fees	14,400	13,466
Safe custody fees	676	134
	15,076	13,600
<b>Other expenses</b>		
Audit fees*	10,980	10,471
EMX/Calastone fees	2,679	1,421
FCA fees	43	110
General expenses	4,695	-
LEI licence fees	124	126
Printing, postage, stationery and typesetting costs	300	300
	18,821	12,428
<b>Total expenses</b>	<b>83,602</b>	<b>110,353</b>

\* Audit fees of £9,150 + VAT have been charged in the current year (2023: £8,725 + VAT).

## Volare Adventurous Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

5 Taxation	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>(a) Analysis of the tax charge in the year</b>		
Corporation tax	-	-
<b>Total current tax charge (Note 5 (b))</b>	-	-
Deferred tax (Note 5 (c))	-	-
<b>Total taxation for the year</b>	-	-

#### **(b) Factors affecting current tax charge for the year**

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2023: 20%) is applied to the net revenue before taxation

The differences are explained below:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Net revenue before taxation	107,372	197,978
Net revenue for the year multiplied by the standard rate of corporation tax	21,474	39,596
<b>Effects of:</b>		
Income in capital	173	54
Movement in excess management expenses	10,261	19,348
Revenue not subject to corporation tax	(31,908)	(58,998)
<b>Total tax charge for the year</b>	-	-

OEIC's are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

#### **(c) Provision for deferred tax**

There is no provision required for deferred taxation at the balance sheet date in the current year or prior year.

#### **(d) Factors that may affect future tax charges**

At the year end, after offset against revenue taxable on receipt, there is a potential deferred tax asset of £35,426 (2023: £25,165\*) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.

\* Restated Prior year potential deferred tax asset figure to accurately reflect the prior year Company Tax Return form CT600.

## Volare Adventurous Fund

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### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 6 Finance costs

##### Distributions

The distributions take account of revenue received on the issue of Shares and revenue deducted on the cancellation of Shares and comprise:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Final	108,489	125,306
Add: Revenue paid on cancellation of Shares	13,892	102,913
Deduct: Revenue received on issue of Shares	(15,003)	(30,250)
<b>Net distribution for the year</b>	<b>107,378</b>	<b>197,969</b>

##### Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	107,372	197,978
Net movement in revenue account	6	(9)
<b>Net distribution for the year</b>	<b>107,378</b>	<b>197,969</b>

Details of the distributions per Share are set out in the distribution table on page 34.

#### 7 Debtors

	31/05/24	31/05/23
	£	£
Accrued bank interest	1,585	2,005
Amounts receivable for creation of Shares	5,003	1,147
Investment manager subsidy	18,720	22,741
Sales awaiting settlement	-	175,239
<b>Total debtors</b>	<b>25,308</b>	<b>201,132</b>

#### 8 Cash and bank balances

	31/05/24	31/05/23
	£	£
Cash and bank balances	161,969	2,763,234
<b>Total cash and bank balances</b>	<b>161,969</b>	<b>2,763,234</b>

## Volare Adventurous Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

<b>9 Creditors</b>	<b>31/05/24</b>	<b>31/05/23</b>
	<b>£</b>	<b>£</b>
Amounts payable for cancellation of Shares	211	13,349
Purchases awaiting settlement	-	1,979,821
	<b>211</b>	<b>1,993,170</b>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	4,744	4,617
Fund accounting fees	1,592	1,545
Registration fees	2,839	11,558
	<b>9,175</b>	<b>17,720</b>
<i>Depositary and Agents</i>		
Depositary fees	5,094	5,054
Safe custody fees	61	271
Transaction charges	435	2,604
	<b>5,590</b>	<b>7,929</b>
<i>Other accrued expenses</i>		
Audit fees	10,980	10,470
FCA fees	9	19
	<b>10,989</b>	<b>10,489</b>
<b>Total creditors</b>	<b>25,965</b>	<b>2,029,308</b>

#### 10 Related party transactions

The monies received and paid by the ACD through the issue and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

All other amounts received or paid by the related parties together with the outstanding balances are disclosed within the individual Funds' Financial Statements.

#### Significant Shareholdings

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that the Fund's Shares in issue are not under the control of a single investor/nominee and its related parties for the current and prior year.

#### 11 Share Classes

The Share Class and ACD's Annual Management Charges applicable to the Fund are as follows:

<b>Share Class</b>	<b>%</b>
A Accumulation	0.35

Each Share Class has equal rights in the event of the wind up of any Fund.

## Volare Adventurous Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 11 Share Classes (continued)

The reconciliation of the opening and closing numbers of Shares of each class is shown below:

	31/05/23	Issued	Cancelled	Converted	31/05/24
A Accumulation	15,694,668	2,408,870	(3,508,036)	-	14,595,502

#### 12 Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: Nil).

#### 13 Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 15 to 17.

##### (a) Foreign currency risk

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

Currency	Net foreign currency assets		Total
	Monetary exposures	Non-monetary exposures	
	£	£	
<b>31/05/24</b>			
Euro	11	-	11
<b>Total foreign currency exposure</b>	<b>11</b>	<b>-</b>	<b>11</b>
Pound Sterling	161,302	15,839,225	16,000,527
<b>Total net assets</b>	<b>161,313</b>	<b>15,839,225</b>	<b>16,000,538</b>
<b>31/05/23</b>			
Euro	11	-	11
<b>Total foreign currency exposure</b>	<b>11</b>	<b>-</b>	<b>11</b>
Pound Sterling	935,048	14,464,968	15,400,016
<b>Total net assets</b>	<b>935,059</b>	<b>14,464,968</b>	<b>15,400,027</b>

Investments, other than those in debt securities, are classified as Non-Monetary exposure as their value is not static in nature and can fluctuate.

Monetary exposure includes items which are static in value, such as cash, bank deposits, trade receivables and other receivables settling in cash, and investments in debt securities.

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £1 (2023: £1). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £1 (2023: £1). These calculations assume all other variables remain constant.

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 13 Derivatives and other financial instruments (continued)

##### (b) Interest rate risk profile of financial assets and liabilities

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

Currency Assets	Floating rate financial assets £	Financial assets not carrying interest £	Total £
<b>31/05/24</b>			
Euro	11	-	11
Pound Sterling	161,958	15,864,534	16,026,492
<b>Total</b>	<b>161,969</b>	<b>15,864,534</b>	<b>16,026,503</b>
<b>31/05/23</b>			
Euro	11	-	11
Pound Sterling	2,763,223	14,666,101	17,429,324
<b>Total</b>	<b>2,763,234</b>	<b>14,666,101</b>	<b>17,429,335</b>

Currency Liabilities	Floating rate financial liabilities £	Financial liabilities not carrying interest £	Total £
<b>31/05/24</b>			
Pound Sterling	-	25,965	25,965
<b>Total</b>	<b>-</b>	<b>25,965</b>	<b>25,965</b>
<b>31/05/23</b>			
Pound Sterling	-	2,029,308	2,029,308
<b>Total</b>	<b>-</b>	<b>2,029,308</b>	<b>2,029,308</b>

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

##### (c) Market Risk

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below.

If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	Increase £	Decrease £
2024	1,583,923	1,583,923
2023	1,446,497	1,446,497

## Volare Adventurous Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 13 Derivatives and other financial instruments (continued)

##### (d) Leverage

The Fund did not employ any significant leverage as at 31 May 2024 (2023: no significant leverage), other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

14 Portfolio transaction costs	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs				
Collective Investment Schemes		9,571,982		34,688,408
		9,571,982		34,688,408
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total purchase costs		-		-
<b>Gross purchase total</b>		<b>9,571,982</b>		<b>34,688,408</b>
<b>Analysis of total sale costs</b>				
Gross sales in year before transaction costs				
Collective Investment Schemes		9,891,997		59,842,539
		9,891,997		59,842,539
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total sale costs		-		-
<b>Total sales net of transaction costs</b>		<b>9,891,997</b>		<b>59,842,539</b>

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

## Volare Adventurous Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 14 Portfolio transaction costs (continued)

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	%	%
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Purchases - Fees		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>%</b>	<b>%</b>
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	0.0000%	0.0000%
Fees	0.0000%	0.0000%

#### 15 Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

#### 16 Fair value disclosure

	31/05/24		31/05/23	
<b>Valuation technique</b>	<b>Assets</b>	<b>Liabilities</b>	<b>Assets</b>	<b>Liabilities</b>
	£	£	£	£
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	-	-	-	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	15,839,226	-	14,464,969	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>15,839,226</b>	<b>-</b>	<b>14,464,969</b>	<b>-</b>

\* The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 14.

## Volare Adventurous Fund

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### Distribution Table

As at 31 May 2024

#### Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2023

Group 2 Shares purchased on or after 1 June 2023 to 31 May 2024

	Net revenue (p)	Equalisation (p)	Distribution payable 31/07/24 (p)	Distribution paid 31/07/23 (p)
<b>Share Class A Accumulation</b>				
Group 1	0.7433	-	0.7433	0.7984
Group 2	0.1365	0.6068	0.7433	0.7984

## Volare Balanced Fund

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### Investment Manager's Report For the year ended 31 May 2024

#### Investment Objective

The Fund aims to achieve capital growth (the increase in value of investments) whilst operating within a volatility range (variance) of between 5% and 9% over rolling 5 year periods.

The Fund's primary objective is to control volatility (variance) and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility (variance).

#### Investment Policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographic areas and markets, including:

- Between 0% and 75% in shares in companies, Real Estate Investment Trusts (REITs), Exchange Traded Funds (ETFs) and Exchange Traded Commodities (ETCs).
- Between 0% and 60% in cash, near cash, bonds and money market instruments.

The Fund will aim to have at least 80% of its exposure to these asset classes indirectly by holding units in collective investment schemes which invest in these assets.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold certain financial contracts known as derivatives (which are investments whose value is linked to another investment, or the performance of a stock exchange or to some other variable factor, such as interest rates) for efficient portfolio management purposes. Efficient portfolio management is where the Fund is managed in a way that is designed to reduce risk or cost and/or generate extra income or growth. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Funds will be able to also use derivatives for investment purposes.

#### Investment Review

##### Quarter 3 2023

The Fund's position in Liontrust Special Situations was partially sold to help reduce the Fund's sensitivity to the United Kingdom ("UK") economy. The position in Allianz UK Strategic Bond was also sold, as increased interest rates meant the need for active long-duration bond fund management was reduced. A position in Vontobel Twenty-Four Sustainable Short Term Bond was introduced for its low volatility and duration (interest rate sensitivity).

Also, we increased the Fund's position in the Federated Hermes Cash Plus Fund following ongoing concerns around rising interest rates. Finally, we sold the Fund's position in Morgan Stanley Global Brands Fund with the proceeds being applied towards higher conviction global equity opportunities.

##### Quarter 4 2023

Positions in Liontrust Special Situations and Legal & General UK Index were sold, to continue the trend of reducing UK exposure across the Fund. The proceeds from the sales were redirected towards global equities such as Harrington Cooper US All Cap Equity Fund to help increase the Fund's overall global exposure. The position in Jupiter Strategic Bond was also sold due to higher interest rates favoring passive strategies.

The Fund's position in ES Alliance Bernstein Sustainable US Equity Fund was sold to help reduce the Fund's active United States ("US") Equity exposure at the time, whilst a position in Vanguard Global Bond Index was added to the Fund for its attractive yields. Legal & General US Index and Legal & General UK 100 Index was also added to help increase the Fund's overall passive exposure.

## Volare Balanced Fund

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### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Investment Review (continued)

##### Quarter 1 2024

The Fund's position in LF Lindsell Train UK Equity was removed to shift towards global equity allocations. Positions in Fundsmith Equity and Lazard Global Equity Franchise Fund were added to the Fund for their quality growth and value characteristics. Respectively, Lazard Global Equity Franchise would later be trimmed to help raise liquidity across the Fund). We reduced the Fund's overall exposure in WS Ruffer Diversified Return (previously known as LF Ruffer Diversified Return) due to a reduced demand for protective strategies.

##### Quarter 2 2024

We continued the transition in the Fund with an aim to create a core-satellite approach. This involves creating an optimal blend of core quality funds, which are intended to be held over the long term, complimented by satellite ideas to take advantage of shorter term opportunities.

The position in Vanguard Global Short Term Bond Index was sold to help increase duration in anticipation of upcoming major central bank interest rate cuts. The proceeds from the sale have been reallocated towards AXA US Short Duration High Yield Bond Fund. Despite being increased throughout the year, the position in Fidelity Global Dividend Fund was partially sold due to an overlap with other global quality funds, favoring Brown Advisory Global Leaders. Legal & General Global Inflation Linked Bond and Federated Hermes Cash Plus Fund were also reduced to help create liquidity across the Fund, whilst the position in Morgan Stanley Asia Opportunity was sold to help to reduce the Fund's overall Asia exposure.

#### Market Overview

Resilient economic data, combined with increasing evidence that economies are taking higher interest rates in their stride drove the vast majority of equity markets upwards over the year, with the period in question proving a positive year for model portfolios. Whilst the picture differed slightly from region to region, a demonstration that inflation is continuing to move down to major central bank targets (Federal Reserve, Bank of England and the European Central Bank) also provided confidence to market participants that the rampant inflation concerns of 2022 are in the rear mirror.

Particularly strong markets over the year in focus were US equities, with US technology firms in particular driven higher by names in the 'Magnificent 7' (Nvidia, Apple, Microsoft, Alphabet, Tesla, Amazon, Meta) which continue to dominate the market. This led to strong returns for US and Global facing names in the Fund. However, our 'quality' approach has led us to be generally underweight the magnificent seven names, and as such that will have added as a drag on performance versus the benchmark. Additionally, whilst it wasn't plain sailing, over the period in question equity markets in many other regions such as the UK and Asia saw gains as concerns that economies would experience a deep recession faded. Our overweight to Asian equities versus the benchmark hindered performance over early part of the period in question, however in the last 3 months these have outperformed.

On the other hand, inflation proving stickier than hoped in 2024 did not help many fixed income strategies in the Fund, as yields moved higher over the period to factor in lower amounts of those previously mentioned major central bank interest-rate cuts. Generally the Fund is run with a lower duration versus the benchmark and therefore this was a positive.

#### Outlook

We have made a strategic shift towards a core-satellite approach. The core of the portfolio embodies several characteristics such as emphasis on quality, factor-aware equity allocation, utilisation of best-in-class global funds, balanced exposure across world equity markets, uniformed to be held across all risk profiles and maintaining a relatively stable composition over time.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Outlook (continued)

Complementing the core are satellite positions, which serve as avenues for thematic investment, short-term trading strategies or exposure to long-term megatrends such as artificial intelligence emerging market consumer trends and the energy transition. This hybrid portfolio approach combines both active and passive elements, allowing for style-agnostic diversification through passive market beta while leveraging active funds for high-conviction investment opportunities. This strategy aims to deliver tailored solutions that align with client objectives while optimising risk-adjusted returns.

Quality investing still remains our key focus, seeking strong fundamentals such as low debt, wide profit margins, and significant pricing power. These types of companies are well-positioned to provide downside protection during market volatility, ensuring a smoothed return profile over the long term. Historical data shows that quality investing has outperformed over the long run. The current market dynamics, with elevated price to earnings ratios in the 'Magnificent 7', suggest that our focus on quality stocks trading at normal valuations presents attractive future returns.

Despite recent underperformance, Chinese equities are trading at historically cheap valuations and exhibit growth potential exceeding their Western counterparts. We expect that our exposure here will yield positive returns as economic conditions improve.

Commodities have shown strong performance, providing opportunities for diversification. Additionally, our holdings in Japanese equities have been top performers, demonstrating the effectiveness of our diversified approach.

Our strategic allocation has larger positions in US value, Europe, Asia, and emerging markets, which are expected to offer better long-term returns compared to US growth stocks. This diversified strategy is aligned with analyst consensus and historical trends.

Our global quality bias has been a significant contributor to performance, especially in recent quarters. This momentum is expected to continue, supporting our optimistic outlook for quality companies. As markets normalise, with inflation gradually decreasing and employment remaining strong, we believe investors will return to valuing fundamentals. This environment is likely to favour our quality-focused, conservative investment approach.

#### Investment Manager

LGT Wealth Management UK LLP  
19 August 2024

## Volare Balanced Fund

### Comparative Tables

As at 31 May 2024

	A Accumulation			Z Accumulation		
	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)
Change in net assets per Share						
Opening net asset value per Share	117.46	117.47	123.73	113.92	113.52	119.19
Return before operating charges*	8.88	1.07	(4.82)	8.63	1.10	(4.71)
Operating charges	(1.08)	(1.08)	(1.44)	(0.64)	(0.70)	(0.96)
Return after operating charges*	7.80	(0.01)	(6.26)	7.99	0.40	(5.67)
Distributions	(1.44)	(1.20)	(0.69)	(2.06)	(1.57)	(1.04)
Retained distributions on accumulation	1.44	1.20	0.69	2.06	1.57	1.04
Closing net asset value per Share	125.26	117.46	117.47	121.91	113.92	113.52
* after direct transaction costs of:	0.00	0.00	0.00	0.00	0.00	0.00
Performance						
Return after operating charges	6.64%	(0.01%)	(5.06%)	7.01%	0.35%	(4.76%)
Other information						
Closing net asset value	£53,376,420	£75,778,615	£88,042,468	£21,470,682	£13,303,045	£11,426,438
Closing number of Shares	42,612,151	64,511,750	74,951,765	17,612,615	11,677,655	10,065,532
Operating charges	0.90%	0.95%	1.15%	0.55%	0.60%	0.80%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Prices						
Highest Share price	127.80	117.52	131.75	124.36	121.31	127.09
Lowest Share price	114.72	107.52	114.25	111.42	111.24	110.40

Highest and lowest Share prices are based on official published daily NAVs.

## Volare Balanced Fund

### Performance Information

As at 31 May 2024

#### Operating Charges

	AMC* (%)	Other expenses (%)	Transaction costs (%)	Operating Charges (%)	Synthetic expense ratio (%)	Total Operating Charges (%)
31/05/24						
Share Class A	0.35	0.17	0.01	0.53	0.37	0.90
Share Class Z	0.00	0.17	0.01	0.18	0.37	0.55
31/05/23						
Share Class A	0.35	0.14	0.01	0.50	0.45	0.95
Share Class Z	0.00	0.14	0.01	0.15	0.45	0.60

\* Annual Management Charge

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

The Fund has invested in Collective Investment Schemes during the year and the expenses incurred by these schemes are included in the above as the Synthetic expense ratio. From November 2023, the Investment Association has updated guidance and all closed ended investments are to be excluded from the Fund's Synthetic expense ratio. As at the year end date, 31 May 2024, the Fund did not invest in any closed ended investments.

An Operating Charges cap of 0.60% for the A Accumulation Share class and 0.25% for the Z Accumulation Share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment Manager subsidy will be provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### Risk and Reward Profile

As at 31 May 2024

	← Typically lower rewards   Typically higher rewards →						
	Lower risk				Higher risk		
Share Class A	1	2	3	4	5	6	7
Share Class Z	1	2	3	4	5	6	7

- The indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Fund appears as a '4' on the scale. This is partly because the Fund invests in a mixture of investments, some of which have values that may fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

#### Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

## Volare Balanced Fund

### Portfolio Statement As at 31 May 2024

Holdings or Nominal Value	Investments	Market value £	% of Total Net Assets
<b>Collective Investment Schemes 91.08% [88.45%]</b>			
2,608,223	AXA US Short Duration High Yield	4,196,631	5.60
115,440	BA Beutel Goodman US Value	1,640,404	2.19
110,689	Brown Advisory Global Leaders	1,754,428	2.34
22,514	CG Absolute Return	3,049,458	4.07
116,633	Cohen & Steers SICAV Diversified Real Assets	1,736,664	2.32
15,701	Federated Hermes Sterling Cash Plus	1,820,181	2.43
1,335,796	Fidelity Global Dividend	1,644,364	2.20
371,597	Fundsmith Equity	2,613,295	3.49
14,577	Harrington Cooper US All Cap Equity	1,899,123	2.54
2,311,238	IFSL Evenlode Global Income	3,952,680	5.28
28,198	Lazard Global Equity Franchise	3,558,573	4.75
2,583,392	Legal & General Global Inflation Linked Bond Index	1,549,518	2.07
3,073,190	Legal & General International Index	7,956,488	10.63
2,625,823	Legal & General Japan Index	2,320,965	3.10
613,017	Legal & General Pacific Index	1,457,142	1.95
1,155,956	Legal & General UK 100 Index	3,681,721	4.92
221,850	Legal & General US Index	2,460,319	3.29
15,000	Morgan Stanley Asia Opportunity USD	360,439	0.48
59,760	Morgan Stanley Global Brands	1,020,709	1.36
28,744	Muzinich Global Tactical Credit	2,954,352	3.95
146,542	Stewart Investors Asia Pacific Leaders Sustainability	1,501,085	2.01
2,590,868	Trojan	3,470,467	4.64
9,981	Vanguard Emerging Markets Stock Index	1,543,144	2.06
46,626	Vanguard Global Bond Index	5,072,440	6.78
9,441	Vanguard Pacific Ex-Japan Stock Index	1,592,806	2.13
16,560	Vontobel Fund TwentyFour Sustainable Short Term Bond Income	1,753,392	2.34
1,582,678	WS Ruffer Diversified Return	1,613,224	2.16
		<b>68,174,012</b>	<b>91.08</b>
<b>Fixed Interest 9.00% [2.97%]</b>			
£4,830,000	UK Treasury GILT 0.875% 31/07/2033	3,605,967	4.82
£6,555,000	UK Treasury GILT 1.5% 22/07/2026	3,126,319	4.18
		<b>6,732,286</b>	<b>9.00</b>
<b>Portfolio of investments</b>		<b>74,906,298</b>	<b>100.08</b>
Net other liabilities		(59,196)	(0.08)
<b>Net assets</b>		<b>74,847,102</b>	<b>100.00</b>

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are listed on an official stock exchange and/or traded on regulated markets unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2023.

Gross purchases for the year: £68,624,453 [2023: £51,364,767] (See Note 15).

Total sales net of transaction costs for the year: £80,634,623 [2023: £64,358,693] (See Note 15).

## Volare Balanced Fund

### Statement of Total Return For the year ended 31 May 2024

	Note	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
		£	£	£	£
Income					
Net capital gains/(losses)	2		3,998,232		(1,176,656)
Revenue	3	1,711,562		1,460,575	
Expenses	4	(364,379)		(399,801)	
Interest paid and similar charges		-		-	
Net revenue before taxation		1,347,183		1,060,774	
Taxation	5	(130,459)		(76,382)	
Net revenue after taxation			1,216,724		984,392
Total return before distributions			5,214,956		(192,264)
Distributions	6		(1,216,741)		(984,348)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>3,998,215</b>		<b>(1,176,612)</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2024

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		89,081,660		99,468,906
Amounts received on issue of Shares	29,142,893		10,423,095	
Less: Amounts paid on cancellation of Shares	(48,351,419)		(20,588,065)	
		(19,208,526)		(10,164,970)
Dilution adjustment charged		146		-
Change in net assets attributable to Shareholders from investment activities (see above)		3,998,215		(1,176,612)
Retained distribution on accumulation Shares		975,607		954,336
<b>Closing net assets attributable to Shareholders</b>		<b>74,847,102</b>		<b>89,081,660</b>

## Volare Balanced Fund

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### Balance Sheet As at 31 May 2024

		31/05/24		31/05/23	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			74,906,298		81,438,487
Current assets:					
Debtors	7	123,435		11,903,365	
Cash and bank balances	8	770,252		11,280,630	
Total current assets			893,687		23,183,995
Total assets			75,799,985		104,622,482
<b>Liabilities</b>					
Creditors:					
Bank overdrafts	10	(555,885)		-	
Other creditors	9	(396,998)		(15,540,822)	
Total creditors			(952,883)		(15,540,822)
Total liabilities			(952,883)		(15,540,822)
<b>Net assets attributable to Shareholders</b>					
			<b>74,847,102</b>		<b>89,081,660</b>

## Volare Balanced Fund

### Notes to the Financial Statements For the year ended 31 May 2024

#### 1 Accounting Basis And Policies

The Funds' Financial Statements have been prepared on the basis detailed on pages 12 to 15.

2 Net capital gains/(losses)	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>Net capital gains/(losses) during the year comprise</b>		
Currency losses realised	(10,604)	(3,184)
Non-derivative securities gains/(losses)	4,015,418	(1,166,965)
Transaction charges	(9,688)	(6,507)
Post merger cash transfer	3,106	-
<b>Total net capital gains/(losses)</b>	<b>3,998,232</b>	<b>(1,176,656)</b>
<b>3 Revenue</b>		
	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	£	£
Bank interest	111,455	38,475
Franked dividends from Collective Investment Schemes	605,683	593,558
Interest from Debt Securities	290,651	1,124
Interest income from Collective Investment Schemes	339,631	544,559
Offshore funds dividends	89,203	84,697
Offshore funds interest	274,939	198,162
<b>Total revenue</b>	<b>1,711,562</b>	<b>1,460,575</b>
<b>4 Expenses</b>		
	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	£	£
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC fees	231,347	285,379
Fund accounting fees	20,279	22,860
Registration fees	53,343	47,254
	304,969	355,493
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them</b>		
Depositary's fees	24,440	27,340
Safe custody fees	3,668	(6,687)
	28,108	20,653
<b>Other expenses</b>		
Audit fees*	10,980	10,470
EMX/Calastone fees	12,541	10,550
FCA fees	43	110
General expenses	4,442	1,163
Legal fees	2,572	744
LEI licence fee	124	18
Printing, postage, stationery and typesetting costs	600	600
	31,302	23,655
<b>Total expenses</b>	<b>364,379</b>	<b>399,801</b>

\* Audit fees of £9,150 + VAT have been charged in the current year (2023: £8,725 + VAT).

## Volare Balanced Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

5 Taxation	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>(a) Analysis of the tax charge in the year</b>		
Corporation tax	130,459	76,382
<b>Total current tax charge (Note 5 (b))</b>	<b>130,459</b>	<b>76,382</b>
Deferred tax (Note 5 (c))	-	-
<b>Total taxation for the year</b>	<b>130,459</b>	<b>76,382</b>

#### **(b) Factors affecting current tax charge for the year**

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2023: 20%) is applied to the net revenue before taxation

The differences are explained below:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Net revenue before taxation	1,347,183	1,060,774
Net revenue for the year multiplied by the standard rate of corporation tax	269,437	212,155
<b>Effects of:</b>		
Income tax written off	-	(122)
Revenue not subject to corporation tax	(138,978)	(135,651)
<b>Total tax charge for the year</b>	<b>130,459</b>	<b>76,382</b>

OEIC's are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

#### **(c) Provision for deferred tax**

There is no provision required for deferred taxation at the balance sheet date in the current year or prior year.

## Volare Balanced Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 6 Finance costs

##### Distributions

The distributions take account of revenue received on the issue of Shares and revenue deducted on the cancellation of Shares and comprise:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Final	975,607	954,336
Add: Revenue paid on cancellation of Shares	404,762	127,611
Deduct: Revenue received on issue of Shares	(163,628)	(97,599)
<b>Net distribution for the year</b>	<b>1,216,741</b>	<b>984,348</b>

##### Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	1,216,724	984,392
Net movement in revenue account	17	(44)
<b>Net distribution for the year</b>	<b>1,216,741</b>	<b>984,348</b>

Details of the distributions per Share are set out in the distribution table on page 51.

#### 7 Debtors

	31/05/24	31/05/23
	£	£
Accrued bank interest	5,301	7,196
Accrued revenue	41,627	22,667
Amounts receivable for creation of Shares	76,507	392,348
Sales awaiting settlement	-	11,481,154
<b>Total debtors</b>	<b>123,435</b>	<b>11,903,365</b>

#### 8 Cash and bank balances

	31/05/24	31/05/23
	£	£
Cash and bank balances	770,252	11,280,630
<b>Total cash and bank balances</b>	<b>770,252</b>	<b>11,280,630</b>

## Volare Balanced Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

<b>9 Creditors</b>	<b>31/05/24</b>	<b>31/05/23</b>
	<b>£</b>	<b>£</b>
Amounts payable for cancellation of Shares	219,678	560,557
Corporation tax payable	130,459	76,504
Purchases awaiting settlement	-	14,831,968
	<b>350,137</b>	<b>15,469,029</b>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	16,346	23,149
Fund accounting fees	1,629	1,923
Registration fees	8,862	23,278
	<b>26,837</b>	<b>48,350</b>
<i>Depository and Agents</i>		
Depository fees	8,001	8,827
Safe custody fees	301	1,483
Transaction charges	733	2,644
	<b>9,035</b>	<b>12,954</b>
<i>Other accrued expenses</i>		
Audit fees	10,980	10,470
FCA fees	9	19
	<b>10,989</b>	<b>10,489</b>
<b>Total creditors</b>	<b>396,998</b>	<b>15,540,822</b>
<b>10 Bank overdrafts</b>	<b>31/05/24</b>	<b>31/05/23</b>
	<b>£</b>	<b>£</b>
Bank overdrafts	555,885	-
<b>Total bank overdrafts</b>	<b>555,885</b>	<b>-</b>

### 11 Related party transactions

The monies received and paid by the ACD through the issue and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

#### Significant Shareholdings

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that 31.41% (2023: Nil) of the Fund's Shares in issue are under the control of a single nominee and its related parties for the current year.

## Volare Balanced Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 12 Share Classes

The Share Class and ACD's Annual Management Charges applicable to the Fund are as follows:

Share Class	%
A Accumulation	0.35
Z Accumulation	0.00

Each Share Class has equal rights in the event of the wind up of any Fund.

The reconciliation of the opening and closing numbers of Shares of each class is shown below:

	31/05/23	Issued	Cancelled	Converted	31/05/24
A Accumulation	64,511,750	14,544,605	(36,444,204)	-	42,612,151
Z Accumulation	11,677,655	9,668,808	(3,733,847)	-	17,612,616

#### 13 Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: Nil).

#### 14 Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 15 to 17.

##### (a) Foreign currency risk

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

Currency	Net foreign currency assets/(liabilities)		
	Monetary exposures	Non-monetary exposures	Total
	£	£	£
<b>31/05/24</b>			
US Dollar	770,252	360,438	1,130,690
<b>Total foreign currency exposure</b>	<b>770,252</b>	<b>360,438</b>	<b>1,130,690</b>
Pound Sterling	(829,448)	74,545,860	73,716,412
<b>Total net assets</b>	<b>(59,196)</b>	<b>74,906,298</b>	<b>74,847,102</b>
<b>31/05/23</b>			
US Dollar	496,975	1,191,066	1,688,041
<b>Total foreign currency exposure</b>	<b>496,975</b>	<b>1,191,066</b>	<b>1,688,041</b>
Pound Sterling	7,146,196	80,247,421	87,393,617
<b>Total net assets</b>	<b>7,643,171</b>	<b>81,438,487</b>	<b>89,081,658</b>

Investments, other than those in debt securities, are classified as Non-Monetary exposure as their value is not static in nature and can fluctuate.

Monetary exposure includes items which are static in value, such as cash, bank deposits, trade receivables and other receivables settling in cash, and investments in debt securities.

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 14 Derivatives and other financial instruments (continued)

##### (a) Foreign currency risk (continued)

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £102,790 (2023: £153,458). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £125,632 (2023: £187,560). These calculations assume all other variables remain constant.

##### (b) Interest rate risk profile of financial assets and liabilities

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

Currency Assets	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
	£	£	£	£
<b>31/05/24</b>				
Pound Sterling	-	6,732,286	67,937,009	74,669,295
US Dollar	770,252	-	360,438	1,130,690
<b>Total</b>	<b>770,252</b>	<b>6,732,286</b>	<b>68,297,447</b>	<b>75,799,985</b>
<b>31/05/23</b>				
Pound Sterling	10,783,655	-	92,150,785	102,934,440
US Dollar	496,975	-	1,191,067	1,688,042
<b>Total</b>	<b>11,280,630</b>	<b>-</b>	<b>93,341,852</b>	<b>104,622,482</b>
Currency Liabilities	Floating rate financial liabilities	Fixed rate financial liabilities	Financial liabilities not carrying interest	Total
	£	£	£	£
<b>31/05/24</b>				
Pound Sterling	555,885	-	396,998	952,883
<b>Total</b>	<b>555,885</b>	<b>-</b>	<b>396,998</b>	<b>952,883</b>
<b>31/05/23</b>				
Pound Sterling	-	-	15,540,822	15,540,822
<b>Total</b>	<b>-</b>	<b>-</b>	<b>15,540,822</b>	<b>15,540,822</b>

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

##### (c) Market Risk

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below.

If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 13 Derivatives and other financial instruments (continued)

##### (c) Market Risk (continued)

	Increase £	Decrease £
2024	7,490,630	7,490,630
2023	8,143,849	8,143,849

##### (d) Leverage

The Fund did not employ any significant leverage as at 31 May 2024 (2023: no significant leverage), other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

#### 15 Portfolio transaction costs

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs:				
Collective Investment Schemes		64,602,129		48,751,002
Bonds		4,022,324		2,613,765
		68,624,453		51,364,767
Commissions - Collective Investment Schemes	-		-	
Commissions - Bonds	-		-	
Fees - Collective Investment Schemes	-		-	
Fees - Bonds	-		-	
Total purchase costs		-		-
<b>Gross purchase total</b>		<b>68,624,453</b>		<b>51,364,767</b>
<b>Analysis of total sale costs</b>				
Gross sales in year before transaction costs:				
Collective Investment Schemes		80,634,623		64,358,693
		80,634,623		64,358,693
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total sale costs		-		-
<b>Total sales net of transaction costs</b>		<b>80,634,623</b>		<b>64,358,693</b>

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

For the Fund's investment transactions in debt instruments any applicable transaction charges form part of the dealing spread for these instruments.

## Volare Balanced Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 15 Portfolio transaction costs (continued)

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
Transaction costs as percentage of principal amounts	%	%
Purchases - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Purchases - Fees		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Sales - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Fees		
Collective Investment Schemes	0.0000%	0.0000%
	01/06/23 to 31/05/24	01/06/22 to 31/05/23
Transaction costs as percentage of average net asset value	%	%
Commissions	0.0000%	0.0000%
Fees	0.0000%	0.0000%

#### 16 Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

#### 17 Fair value disclosure

	31/05/24		31/05/23	
Valuation technique	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	6,732,286	-	2,640,944	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	68,174,012	-	78,797,543	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>74,906,298</b>	<b>-</b>	<b>81,438,487</b>	<b>-</b>

\* The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 14.

## Volare Balanced Fund

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### Distribution Table

As at 31 May 2024

#### Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2023

Group 2 Shares purchased on or after 1 June 2023 to 31 May 2024

	Net revenue (p)	Equalisation (p)	Distribution payable 31/07/24 (p)	Distribution paid 31/07/23 (p)
<b>Share Class A Accumulation</b>				
Group 1	1.4400	-	1.4400	1.1950
Group 2	0.6695	0.7705	1.4400	1.1950
<b>Share Class Z Accumulation</b>				
Group 1	2.0553	-	2.0553	1.5707
Group 2	0.5550	1.5003	2.0553	1.5707

## Volare Cautious Fund

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### Investment Manager's Report For the year ended 31 May 2024

#### Investment Objective

The Fund aims to achieve capital growth (the increase in value of investments) whilst operating within a volatility range (variance) of between 4% and 7% over rolling 5 year periods.

The Fund's primary objective is to control volatility (variance) and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility (variance).

#### Investment Policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographic areas and markets, including:

- Between 0% and 55% in shares in companies, Real Estate Investment Trusts (REITs), Exchange Traded Funds (ETFs) and Exchange Traded Commodities (ETCs).
- Between 0% and 70% in cash, near cash, bonds and money market instruments.

The Fund will aim to have at least 80% of its exposure to these asset classes indirectly by holding units in collective investment schemes which invest in these assets.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold certain financial contracts known as derivatives (which are investments whose value is linked to another investment, or the performance of a stock exchange or to some other variable factor, such as interest rates) for efficient portfolio management purposes. Efficient portfolio management is where the Fund is managed in a way that is designed to reduce risk or cost and/or generate extra income or growth. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Funds will be able to also use derivatives for investment purposes.

#### Investment Review

##### Quarter 3 2023

The Fund's position in Liontrust Special Situations was partially sold to help reduce the Fund's sensitivity to the United Kingdom ("UK") economy. The position in Allianz UK Strategic Bond was also sold, as increased interest rates meant the need for active fund management was reduced. Also, the position in Vontobel Twenty-Four Sustainable Short Term Bond was increased for its low volatility and duration (interest rate sensitivity).

Also, we introduced the Federated Hermes Cash Plus Fund to the Fund following ongoing concerns around rising interest rates, reducing the Fund's positions in Jupiter Strategic Bond and Muzinich Global Tactical Credit accordingly. Despite a short holding period, with the Fund only recently being bought, our position in Schroder International Asia Fund was sold to help reduce the Fund's overall exposure towards Asia following rising geopolitical tensions.

##### Quarter 4 2023

The Fund's positions in Liontrust Special Situations and Legal & General UK Index Trust were sold, to continue the trend of reducing UK exposure and the resulting funds were redirected towards global equities. The Fund's position in Jupiter Strategic Bond was sold due to higher interest rates favoring passive strategies and the position in ES Alliance Bernstein Sustainable US Equity Fund was also sold, and the position in Muzinich Global Tactical Credit trimmed, to help reduce the Fund's overall United States ("US") and fixed income exposure, respectively.

A position in Vanguard Global Bond Index was added to the Fund for its attractive yields and to further help shift the Fund's focus towards growth, particularly in technology stocks. Positions in Legal & General US Index and Legal & General UK 100 Index trust were also added to help increase the Fund's overall passive exposure. The positions have since been partially sold to help raise liquidity across the Fund.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Investment Review (continued)

##### Quarter 1 2024

The Fund's position in LF Lindsell Train UK Equity was removed to help shift towards global equity allocations. Positions in Fundsmith Equity Fund and Lazard Global Equity Franchise Fund were added to the Fund for their quality growth and value characteristics, respectively. Also, the Fund's position in WS Ruffer Diversified Return (previously known as LF Ruffer Diversified Return) was partially sold due to a reduced demand for protective strategies.

##### Quarter 2 2024

We continued the transition in the Fund with an aim to create a core-satellite approach. This involves creating an optimal blend of core quality funds, which are intended to be held over the long term, complimented by satellite ideas to take advantage of shorter term opportunities.

The Fund's overall position in Muzinich Emerging Markets Short Duration Bond was sold as there were more attractive opportunities available in the fixed income space in regions where interest rate cuts had yet to begin. The proceeds from the sale were redirected towards positions in Vanguard Global Bond Index and AXA US Short Duration High Yield Bond accordingly. The position has since been reduced to help raise liquidity across the Fund.

Also, the Fund's position in Morgan Stanley Global Brands Fund was exited due to an overlap with other global quality funds. The positions in Fidelity Global Dividend Fund, Legal & General Global Inflation Linked Bond and Federated Hermes Cash Plus Fund were also reduced to help raise liquidity across the Fund.

#### Market Overview

Resilient economic data, combined with increasing evidence that economies are taking higher interest rates in their stride drove the vast majority of equity markets upwards over the year, with the period in question proving a positive year for model portfolios. Whilst the picture differed slightly from region to region, a demonstration that inflation is continuing to move down to major central bank targets (Federal Reserve, Bank of England and the European Central Bank) also provided confidence to market participants that the rampant inflation concerns of 2022 are in the rear mirror.

Particularly strong markets over the year in focus were US equities, with US technology firms in particular driven higher by names in the 'Magnificent 7' (Nvidia, Apple, Microsoft, Alphabet, Tesla, Amazon, Meta) which continue to dominate the market. This led to strong returns for US and Global facing names in the Fund. However, our 'quality' approach has led us to be generally underweight the magnificent seven names, and as such that will have added as a drag on performance versus the benchmark. Additionally, whilst it wasn't plain sailing, over the period in question equity markets in many other regions such as the UK and Asia saw gains as concerns that economies would experience a deep recession faded. Our overweight to Asian equities versus the benchmark hindered performance over early part of the period in question, however in the last 3 months these have outperformed.

On the other hand, inflation proving stickier than hoped in 2024 did not help many fixed income strategies in the Fund, as yields moved higher over the period to factor in lower amounts of those previously mentioned major central bank interest-rate cuts. Generally the Fund is run with a lower duration versus the benchmark and therefore this was a positive.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Outlook

We have made a strategic shift towards a core-satellite approach. The core of the portfolio embodies several characteristics such as emphasis on quality, factor-aware equity allocation, utilisation of best-in-class global funds, balanced exposure across world equity markets, uniformed to be held across all risk profiles and maintaining a relatively stable composition over time.

Complementing the core are satellite positions, which serve as avenues for thematic investment, short-term trading strategies or exposure to long-term megatrends such as artificial intelligence emerging market consumer trends and the energy transition. This hybrid portfolio approach combines both active and passive elements, allowing for style-agnostic diversification through passive market beta while leveraging active funds for high-conviction investment opportunities. This strategy aims to deliver tailored solutions that align with client objectives while optimising risk-adjusted returns.

Quality investing still remains our key focus, seeking strong fundamentals such as low debt, wide profit margins, and significant pricing power. These types of companies are well-positioned to provide downside protection during market volatility, ensuring a smoothed return profile over the long term. Historical data shows that quality investing has outperformed over the long run. The current market dynamics, with elevated price to earnings ratios in the 'Magnificent 7', suggest that our focus on quality stocks trading at normal valuations presents attractive future returns.

Despite recent underperformance, Chinese equities are trading at historically cheap valuations and exhibit growth potential exceeding their Western counterparts. We expect that our exposure here will yield positive returns as economic conditions improve.

Commodities have shown strong performance, providing opportunities for diversification. Additionally, our holdings in Japanese equities have been top performers, demonstrating the effectiveness of our diversified approach.

Our strategic allocation has larger positions in US value, Europe, Asia, and emerging markets, which are expected to offer better long-term returns compared to US growth stocks. This diversified strategy is aligned with analyst consensus and historical trends.

Our global quality bias has been a significant contributor to performance, especially in recent quarters. This momentum is expected to continue, supporting our optimistic outlook for quality companies. As markets normalise, with inflation gradually decreasing and employment remaining strong, we believe investors will return to valuing fundamentals. This environment is likely to favour our quality-focused, conservative investment approach.

#### Investment Manager

LGT Wealth Management UK LLP

19 August 2024

## Volare Cautious Fund

### Comparative Tables

As at 31 May 2024

	A Accumulation			Z Accumulation		
	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)
Change in net assets per Share						
Opening net asset value per Share	115.21	116.10	119.39	110.97	111.44	114.23
Return before operating charges*	7.75	0.22	(2.13)	7.48	0.21	(2.08)
Operating charges	(1.15)	(1.11)	(1.16)	(0.71)	(0.68)	(0.71)
Return after operating charges*	6.60	(0.89)	(3.29)	6.77	(0.47)	(2.79)
Distributions	(2.15)	(1.48)	(0.62)	(2.47)	(1.83)	(1.31)
Retained distributions on accumulation	2.15	1.48	0.62	2.47	1.83	1.31
Closing net asset value per Share	121.81	115.21	116.10	117.74	110.97	111.44
* after direct transaction costs of:	0.00	0.00	0.00	0.00	0.00	0.00
Performance						
Return after operating charges	5.73%	(0.77%)	(2.76%)	6.10%	(0.42%)	(2.44%)
Other information						
Closing net asset value	£31,011,715	£42,849,574	£68,290,988	£1,306,295	£1,178,272	£742,464
Closing number of Shares	25,459,700	37,192,795	58,822,691	1,109,455	1,061,754	666,262
Operating charges	0.97%	0.97%	0.96%	0.62%	0.62%	0.61%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Prices						
Highest Share price	123.75	117.85	125.93	119.60	113.39	120.65
Lowest Share price	113.13	110.15	113.84	109.14	105.87	109.26

Highest and lowest Share prices are based on official published daily NAVs.

## Volare Cautious Fund

### Performance Information

As at 31 May 2024

#### Operating Charges

Date	AMC* (%)	Investment Manager subsidy (%)	Other expenses (%)	Transaction costs (%)	Operating Charges (%)	Synthetic expense ratio (%)	Total Operating Charges (%)
31/05/24							
Share Class A	0.35	(0.04)	0.27	0.02	0.60	0.37	0.97
Share Class Z	0.00	(0.04)	0.27	0.02	0.25	0.37	0.62
31/05/23							
Share Class A	0.35	0.00	0.19	0.01	0.55	0.42	0.97
Share Class Z	0.00	0.00	0.19	0.01	0.20	0.42	0.62

\* Annual Management Charge

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

The Fund has invested in Collective Investment Schemes during the year and the expenses incurred by these schemes are included in the above as the Synthetic expense ratio. From November 2023, the Investment Association has updated guidance and all closed ended investments are to be excluded from the Fund's Synthetic expense ratio. As at the year end date, 31 May 2024, the Fund did not invest in any closed ended investments.

An Operating Charges cap of 0.60% for the A Accumulation Share class and 0.25% for the Z Accumulation Share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment Manager subsidy will be provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### Risk and Reward Profile

As at 31 May 2024



- The indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Fund appears as a '4' on the scale. This is partly because the Fund invests in a mixture of investments, whose values do not fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

#### Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

## Volare Cautious Fund

### Portfolio Statement As at 31 May 2024

Holdings or Nominal Value	Investments	Market value £	% of Total Net Assets
<b>Collective Investment Schemes 93.51% [85.09%]</b>			
1,272,176	AXA US Short Duration High Yield	2,046,932	6.33
48,701	BA Beutel Goodman US Value	692,046	2.14
11,811	CG Absolute Return	1,599,782	4.95
6,844	Federated Hermes Sterling Cash Plus	793,396	2.45
645,249	Fidelity Global Dividend	794,301	2.46
185,316	Fundsmith Equity	1,303,250	4.03
742,310	IFSL Evenlode Global Income	1,269,498	3.93
12,435	Lazard Global Equity Franchise	1,569,281	4.86
2,164,354	Legal & General Global Inflation Linked Bond Index	1,298,180	4.02
1,039,561	Legal & General International Index	2,691,422	8.33
186,232	Legal & General Pacific Index	442,673	1.37
436,584	Legal & General UK 100 Index	1,390,520	4.31
84,526	Legal & General US Index	937,399	2.90
14,947	Muzinich Global Tactical Credit	1,536,267	4.75
46,439	Stewart Investors Asia Pacific Leaders Sustainability	475,698	1.47
1,633,698	Trojan	2,188,338	6.77
22,769	Vanguard Global Bond Index	2,476,990	7.67
21,074	Vanguard Global Short Term Bond Index	2,315,216	7.16
4,963	Vanguard Pacific Ex-Japan	837,402	2.59
20,249	Vontobel TwentyFour Sustainable Short Term Bond Income	2,143,961	6.63
1,390,695	WS Ruffer Diversified Return	1,417,535	4.39
		<b>30,220,087</b>	<b>93.51</b>
<b>Fixed Interest 7.32% [2.92%]</b>			
£1,480,000	UK Treasury GILT 0.875% 31/07/2033	1,104,934	3.42
£2,645,000	UK Treasury GILT 1.5% 22/07/2026	1,261,497	3.90
		<b>2,366,431</b>	<b>7.32</b>
<b>Portfolio of investments</b>		<b>32,586,518</b>	<b>100.83</b>
Net other liabilities		(268,508)	(0.83)
<b>Net assets</b>		<b>32,318,010</b>	<b>100.00</b>

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are listed on an official stock exchange and/or traded on regulated markets unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2023.

Gross purchases for the year: £29,943,725 [2023: £32,616,671] (See Note 14).

Total sales net of transaction costs for the year: £38,447,038 [2023: £61,773,395] (See Note 14).

## Volare Cautious Fund

### Statement of Total Return For the year ended 31 May 2024

	Note	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
		£	£	£	£
Income					
Net capital gains/(losses)	2		1,402,975		(1,445,439)
Revenue	3	1,075,004		1,092,621	
Expenses	4	(223,648)		(281,626)	
Interest paid and similar charges		-		-	
Net revenue before taxation		851,356		810,995	
Taxation	5	(113,562)		(82,848)	
Net revenue after taxation			737,794		728,147
Total return before distributions			2,140,769		(717,292)
Finance costs: Distributions	6		(737,812)		(728,167)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>1,402,957</b>		<b>(1,445,459)</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2024

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		44,027,846		69,033,452
Amounts received on issue of Shares	2,262,446		1,527,036	
Less: Amounts paid on cancellation of Shares	(15,951,432)		(25,658,784)	
		(13,688,986)		(24,131,748)
Dilution adjustment charged		259		-
Change in net assets attributable to Shareholders from investment activities (see above)		1,402,957		(1,445,459)
Retained distribution on accumulation Shares		575,934		571,601
<b>Closing net assets attributable to Shareholders</b>		<b>32,318,010</b>		<b>44,027,846</b>

## Volare Cautious Fund

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### Balance Sheet As at 31 May 2024

		31/05/24		31/05/23	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments		32,586,518		38,748,993	
Current assets:					
Debtors	7	106,137		5,662,413	
Cash and bank balances	8	315,102		5,519,364	
Total current assets			421,239		11,181,777
Total assets			33,007,757		49,930,770
<b>Liabilities</b>					
Creditors:					
Other creditors	9	(689,747)		(5,902,924)	
Total creditors			(689,747)		(5,902,924)
Total liabilities			(689,747)		(5,902,924)
<b>Net assets attributable to Shareholders</b>					
			<b>32,318,010</b>		<b>44,027,846</b>

## Volare Cautious Fund

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### Notes to the Financial Statements For the year ended 31 May 2024

#### 1 Accounting Basis And Policies

The Funds' Financial Statements have been prepared on the basis detailed on pages 12 to 15.

<b>2 Net capital gains/(losses)</b>	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
<b>Net capital gains/(losses) during the year comprise</b>		
Currency gains/(losses) realised	-	(321)
Investment Manager subsidy	691	-
Non-derivative securities gains/(losses)	1,409,622	(1,466,027)
Post merger cash transfer	117	27,418
Transaction charges	(7,455)	(6,509)
<b>Total net capital gains/(losses)</b>	<b>1,402,975</b>	<b>(1,445,439)</b>

<b>3 Revenue</b>	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
Bank interest	61,804	71,663
Franked dividends from Collective Investment Schemes	239,675	279,459
Interest from Debt Securities	119,965	548
Interest income from Collective Investment Schemes	215,053	375,311
Offshore funds dividends	44,562	117,297
Offshore funds interest	393,945	248,343
<b>Total revenue</b>	<b>1,075,004</b>	<b>1,092,621</b>

## Volare Cautious Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

<b>4 Expenses</b>	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC fees	132,572	184,277
Fund accounting fees	18,772	18,225
Investment Manager subsidy	(16,109)	-
Registration fees	44,669	45,116
	<b>179,904</b>	<b>247,618</b>
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them</b>		
Depositary's fees	14,291	16,213
Safe custody fees	1,763	(2,531)
	<b>16,054</b>	<b>13,682</b>
<b>Other expenses</b>		
Audit fees*	10,980	10,470
EMX/Calastone fees	8,650	7,417
FCA fees	43	110
General expenses	4,721	967
Legal fees	2,572	744
LEI licence fee	124	18
Printing, postage, stationery and typesetting costs	600	600
	<b>27,690</b>	<b>20,326</b>
<b>Total expenses</b>	<b>223,648</b>	<b>281,626</b>

\* Audit fees of £9,150 + VAT have been charged in the current year (2023: £8,725 + VAT).

## Volare Cautious Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

5 Taxation	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>(a) Analysis of the tax charge in the year</b>		
Corporation tax	113,562	82,848
<b>Total current tax charge (Note 5 (b))</b>	<b>113,562</b>	<b>82,848</b>
Deferred tax (Note 5 (c))	-	-
<b>Total taxation for the year</b>	<b>113,562</b>	<b>82,848</b>

#### **(b) Factors affecting current tax charge for the year**

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2023: 20%) is applied to the net revenue before taxation

The differences are explained below:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Net revenue before taxation	851,356	810,995
Net revenue for the year multiplied by the standard rate of corporation tax	170,271	162,199
<b>Effects of:</b>		
Expenses not deductible for tax purposes	(56,847)	(79,351)
Income in capital	138	-
<b>Total tax charge for the year</b>	<b>113,562</b>	<b>82,848</b>

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

#### **(c) Provision for deferred tax**

There is no provision required for deferred taxation at the balance sheet date in the current or prior year.

## Volare Cautious Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 6 Finance costs

##### Distributions

The distributions take account of revenue received on the issue of Shares and revenue deducted on the cancellation of Shares and comprise:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Final	575,933	571,601
Add: Revenue paid on cancellation of Shares	183,920	165,835
Deduct: Revenue received on issue of Shares	(22,041)	(9,269)
<b>Net distribution for the year</b>	<b>737,812</b>	<b>728,167</b>

##### Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	737,794	728,147
Net movement in revenue account	18	20
<b>Net distribution for the year</b>	<b>737,812</b>	<b>728,167</b>

Details of the distributions per Share are set out in the distribution table on page 69.

#### 7 Debtors

	31/05/24	31/05/23
	£	£
Accrued bank interest	1,364	9,703
Accrued revenue	15,422	11,051
Investment manager subsidy	9,351	-
Sales awaiting settlement	80,000	5,641,659
<b>Total debtors</b>	<b>106,137</b>	<b>5,662,413</b>

#### 8 Cash and bank balances

	31/05/24	31/05/23
	£	£
Cash and bank balances	315,102	5,519,364
<b>Total cash and bank balances</b>	<b>315,102</b>	<b>5,519,364</b>

## Volare Cautious Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

<b>9 Creditors</b>	<b>31/05/24</b>	<b>31/05/23</b>
	<b>£</b>	<b>£</b>
Amounts payable for cancellation of Shares	541,728	300,452
Corporation tax payable	113,564	82,850
Purchases awaiting settlement	-	5,464,367
	<b>655,292</b>	<b>5,847,669</b>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	9,556	13,025
Fund accounting fees	1,591	1,545
Registration fees	6,644	22,290
	<b>17,791</b>	<b>36,860</b>
<i>Depository and Agents</i>		
Depository fees	5,015	4,800
Safe custody fees	139	784
Transaction charges	521	2,322
	<b>5,675</b>	<b>7,906</b>
<i>Other accrued expenses</i>		
Audit fees	10,980	10,470
FCA fees	9	19
	<b>10,989</b>	<b>10,489</b>
<b>Total creditors</b>	<b>689,747</b>	<b>5,902,924</b>

#### 10 Related party transactions

The monies received and paid by the ACD through the issue and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

All other amounts received or paid by the related parties together with the outstanding balances are disclosed within the individual Funds' Financial Statements.

#### Significant Shareholdings

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that the Fund's Shares in issue are not under the control of a single investor/nominee and its related parties in the current and prior year.

#### 11 Share Classes

The Share Class and ACD's Annual Management Charges applicable to the Fund are as follows:

<b>Share Class</b>	<b>%</b>
A Accumulation	0.35
Z Accumulation	0.00

Each Share Class has equal rights in the event of the wind up of any Fund.

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 11 Share Classes (continued)

The reconciliation of the opening and closing numbers of Shares of each class is shown below:

	31/05/23	Issued	Cancelled	Converted	31/05/24
A Accumulation	37,192,795	1,851,003	(13,584,098)	-	25,459,700
Z Accumulation	1,061,754	117,680	(69,979)	-	1,109,455

#### 12 Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: Nil).

#### 13 Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 15 to 17.

##### (a) Foreign currency risk

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

Currency	Net foreign currency assets/(liabilities)		
	Monetary exposures	Non-monetary exposures	Total
	£	£	£
<b>31/05/24</b>			
Euro	16	-	16
<b>Total foreign currency exposure</b>	<b>16</b>	<b>-</b>	<b>16</b>
Pound Sterling	(268,524)	32,586,518	32,317,994
<b>Total net assets</b>	<b>(268,508)</b>	<b>32,586,518</b>	<b>32,318,010</b>
<b>31/05/23</b>			
Euro	16	-	16
<b>Total foreign currency exposure</b>	<b>16</b>	<b>-</b>	<b>16</b>
Pound Sterling	5,278,837	38,748,993	44,027,830
<b>Total net assets</b>	<b>5,278,853</b>	<b>38,748,993</b>	<b>44,027,846</b>

Investments, other than those in debt securities, are classified as Non-Monetary exposure as their value is not static in nature and can fluctuate.

Monetary exposure includes items which are static in value, such as cash, bank deposits, trade receivables and other receivables settling in cash, and investments in debt securities.

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £1 (2023: £1). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £2 (2023: £2). These calculations assume all other variables remain constant.

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2024**

**13 Derivatives and other financial instruments (continued)**

**(b) Interest rate risk profile of financial assets and liabilities**

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

<b>Currency Assets</b>	<b>Floating rate financial assets</b>	<b>Fixed rate financial assets</b>	<b>Financial assets not carrying interest</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>31/05/24</b>				
Euro	16	-	-	16
Pound Sterling	315,086	2,366,431	30,325,807	33,007,324
<b>Total</b>	<b>315,102</b>	<b>2,366,431</b>	<b>30,325,807</b>	<b>33,007,340</b>
<b>31/05/23</b>				
Euro	16	-	-	16
Pound Sterling	5,519,348	-	44,411,406	49,930,754
<b>Total</b>	<b>5,519,364</b>	<b>-</b>	<b>44,411,406</b>	<b>49,930,770</b>
<b>Currency Liabilities</b>	<b>Floating rate financial liabilities</b>	<b>Fixed rate financial liabilities</b>	<b>Financial liabilities not carrying interest</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>31/05/24</b>				
Pound Sterling	-	-	689,747	689,747
<b>Total</b>	<b>-</b>	<b>-</b>	<b>689,747</b>	<b>689,747</b>
<b>31/05/23</b>				
Pound Sterling	-	-	5,902,924	5,902,924
<b>Total</b>	<b>-</b>	<b>-</b>	<b>5,902,924</b>	<b>5,902,924</b>

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

**(c) Market Risk**

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below.

If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	<b>Increase</b>	<b>Decrease</b>
	<b>£</b>	<b>£</b>
2024	3,258,652	3,258,652
2023	3,874,899	3,874,899

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 13 Derivatives and other financial instruments (continued)

##### (d) Leverage

The Fund did not employ any significant leverage as at 31 May 2024 (2023: no significant leverage), other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

14 Portfolio transaction costs	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs:				
Collective Investment Schemes		28,900,325		31,342,310
Bonds		1,043,400		1,274,361
		<u>29,943,725</u>		<u>32,616,671</u>
Commissions - Collective Investment Schemes	-		-	
Commissions - Bonds	-		-	
Fees - Collective Investment Schemes	-		-	
Fees - Bonds	-		-	
Total purchase costs		-		-
<b>Gross purchase total</b>		<b>29,943,725</b>		<b>32,616,671</b>
<b>Analysis of total sale costs</b>				
Gross sales in year before transaction costs:				
Collective Investment Schemes		38,447,038		61,773,395
		<u>38,447,038</u>		<u>61,773,395</u>
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total sale costs		-		-
<b>Total sales net of transaction costs</b>		<b>38,447,038</b>		<b>61,773,395</b>

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

For the Fund's investment transactions in debt instruments any applicable transaction charges form part of the dealing spread for these instruments.

## Volare Cautious Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 14 Portfolio transaction costs (continued)

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	%	%
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Purchases - Fees		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Sales - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Fees		
Collective Investment Schemes	0.0000%	0.0000%
	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>%</b>	<b>%</b>
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	0.0000%	0.0000%
Fees	0.0000%	0.0000%

#### 15 Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

#### 16 Fair value disclosure

	31/05/24		31/05/23	
Valuation technique	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	2,366,431	-	1,287,612	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	30,220,087	-	37,461,381	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>32,586,518</b>	<b>-</b>	<b>38,748,993</b>	<b>-</b>

\* The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 14.

## Volare Cautious Fund

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### Distribution Table

As at 31 May 2024

#### Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2023

Group 2 Shares purchased on or after 1 June 2023 to 31 May 2024

	Net revenue (p)	Equalisation (p)	Distribution payable 31/07/24 (p)	Distribution paid 31/07/23 (p)
<b>Share Class A Accumulation</b>				
Group 1	2.1544	-	2.1544	1.4847
Group 2	1.0817	1.0727	2.1544	1.4847
<b>Share Class Z Accumulation</b>				
Group 1	2.4723	-	2.4723	1.8271
Group 2	0.7436	1.7287	2.4723	1.8271

## Volare Defensive Fund

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### Investment Manager's Report For the year ended 31 May 2024

#### Investment Objective

The Fund aims to achieve capital growth (the increase in value of investments) whilst operating within a volatility range (variance) of between 2% and 4.75% over rolling 5 year periods.

The Fund's primary objective is to control volatility (variance) and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility (variance).

#### Investment Policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographic areas and markets, including:

- Between 0% and 40% in shares in companies, Real Estate Investment Trusts (REITs), Exchange Traded Funds (ETFs) and Exchange Traded Commodities (ETCs).
- Between 0% and 90% in cash, near cash, bonds and money market instruments.

The Fund will aim to have at least 80% of its exposure to these asset classes indirectly by holding units in collective investment schemes which invest in these assets.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold certain financial contracts known as derivatives (which are investments whose value is linked to another investment, or the performance of a stock exchange or to some other variable factor, such as interest rates) for efficient portfolio management purposes. Efficient portfolio management is where the Fund is managed in a way that is designed to reduce risk or cost and/or generate extra income or growth. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Funds will be able to also use derivatives for investment purposes.

#### Investment Review

##### Quarter 3 2023

The Fund's position in Liontrust Special Situations was partially sold to help reduce the Fund's overall United Kingdom ("UK") exposure. Also, the position in ES Alliance Bernstein Sustainable US Equity was sold, and the resulting funds were redirected towards global exposure across the Fund. The position in Allianz UK Strategic Bond was also sold, as increased interest rates meant the need for active fund management was reduced.

We increased the Fund's position in the Federated Hermes Cash Plus Fund following ongoing concerns around rising interest rates. Finally, we reduced the Fund's position in Jupiter Strategic Bond, Legal & General Global Inflation Linked Bond and AXA US Short Duration High Yield Bond to further reduce the Fund's overall fixed income exposure, with concerns about inflation staying higher for longer.

##### Quarter 4 2023

The Fund's position in Liontrust Special Situations was exited to help reduce the Fund's sensitivity to the UK economy. The resulting funds were redirected towards global equities such as Morgan Stanley Global Brands. Our position in Jupiter Strategic Bond was also sold due to higher interest rates favoring passive strategies.

The position in Muzinich Global Tactical Credit was trimmed in line with our continued trend of reducing exposure to active managers, whilst Vanguard Global Bond Index was added to the Fund for its attractive yield profile. The position in Vontobel Twenty-Four Sustainable Short term Bond was increased to help reduce the Fund's overall interest rate risk and volatility of the Fund.

## Volare Defensive Fund

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### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Investment Review (continued)

##### Quarter 1 2024

The Fund's position in LF Lindsell Train UK Equity was removed to shift towards global equity allocations. Positions in Fundsmith Equity and Lazard Global Equity Franchise Fund were added to the Fund for their quality growth and value characteristics respectively. The holdings have since been reduced to help raise liquidity across the Fund. The position in WS Ruffer Diversified Return (previously known as LF Ruffer Diversified Return) was reduced and the resulting funds reallocated towards both Federated Hermes Cash Plus Fund and Legal & General International Index Trust. Lastly, the Fund's position in Legal & General Global Inflation Linked Bond Index was trimmed due to less desire for inflation surprise protection.

##### Quarter 2 2024

We continued the transition in the Fund with an aim to create a core-satellite approach. This involves creating an optimal blend of core quality funds, which are intended to be held over the long term, complimented by satellite ideas to take advantage of shorter term opportunities.

The Fund's overall position in Muzinich Emerging Markets Short Duration Bond was exited as there were more attractive opportunities available in the fixed income space in regions where interest rate cuts had yet to begin. The proceeds from the sale were redirected towards positions in Vanguard Global Bond Index and AXA US Short Duration High Yield Bond accordingly. Also, our position in Morgan Stanley Global Brands was sold due to an overlap with other global quality funds, favoring Brown Advisory Global Leaders. The positions in Fidelity Global Dividend Fund, Legal & General Global Inflation Linked Bond and Federated Hermes Cash Plus Fund were also reduced to raise liquidity for the Fund. The position in Fidelity Global Dividend has since been increased.

#### Market Overview

Resilient economic data, combined with increasing evidence that economies are taking higher interest rates in their stride drove the vast majority of equity markets upwards over the year, with the period in question proving a positive year for model portfolios. Whilst the picture differed slightly from region to region, a demonstration that inflation is continuing to move down to major central bank targets (Federal Reserve, Bank of England and the European Central Bank) also provided confidence to market participants that the rampant inflation concerns of 2022 are in the rear mirror.

Particularly strong markets over the year in focus were United States ("US") equities, with US technology firms in particular driven higher by names in the 'Magnificent 7' (Nvidia, Apple, Microsoft, Alphabet, Tesla, Amazon, Meta) which continue to dominate the market. This led to strong returns for US and Global facing names in the Fund. However, our 'quality' approach has led us to be generally underweight the magnificent seven names, and as such that will have added as a drag on performance versus the benchmark. Additionally, whilst it wasn't plain sailing, over the period in question equity markets in many other regions such as the UK and Asia saw gains as concerns that economies would experience a deep recession faded. Our overweight to Asian equities versus the benchmark hindered performance over early part of the period in question, however in the last 3 months these have outperformed.

On the other hand, inflation proving stickier than hoped in 2024 did not help many fixed income strategies in the Fund, as yields moved higher over the period to factor in lower amounts of those previously mentioned major central bank interest-rate cuts. Generally the Fund is run with a lower duration versus the benchmark and therefore this was a positive.

#### Outlook

We have made a strategic shift towards a core-satellite approach. The core of the portfolio embodies several characteristics such as Emphasis on quality, Factor-aware equity allocation, Utilisation of best-in-class global funds, Balanced exposure across world equity markets, Uniformed to be held across all risk profiles and maintaining a relatively stable composition over time.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Outlook

We have made a strategic shift towards a core-satellite approach. The core of the portfolio embodies several characteristics such as Emphasis on quality, Factor-aware equity allocation, Utilisation of best-in-class global funds, Balanced exposure across world equity markets, Uniformed to be held across all risk profiles and maintaining a relatively stable composition over time.

Complementing the core are satellite positions, which serve as avenues for thematic investment, short-term trading strategies or exposure to long-term megatrends such as artificial intelligence emerging market consumer trends and the energy transition. This hybrid portfolio approach combines both active and passive elements, allowing for style-agnostic diversification through passive market beta while leveraging active funds for high-conviction investment opportunities. This strategy aims to deliver tailored solutions that align with client objectives while optimising risk-adjusted returns.

Quality investing still remains our key focus, seeking strong fundamentals such as low debt, wide profit margins, and significant pricing power. These types of companies are well-positioned to provide downside protection during market volatility, ensuring a smoothed return profile over the long term. Historical data shows that quality investing has outperformed over the long run. The current market dynamics, with elevated Price to Earnings ratios in the 'Magnificent 7', suggest that our focus on quality stocks trading at normal valuations presents attractive future returns.

Despite recent underperformance, Chinese equities are trading at historically cheap valuations and exhibit growth potential exceeding their Western counterparts. We expect that our exposure here will yield positive returns as economic conditions improve.

Commodities have shown strong performance, providing opportunities for diversification. Additionally, our holdings in Japanese equities have been top performers, demonstrating the effectiveness of our diversified approach.

Our strategic allocation has larger positions in US value, Europe, Asia, and emerging markets, which are expected to offer better long-term returns compared to US growth stocks. This diversified strategy is aligned with analyst consensus and historical trends.

Our global quality bias has been a significant contributor to performance, especially in recent quarters. This momentum is expected to continue, supporting our optimistic outlook for quality companies. As markets normalise, with inflation gradually decreasing and employment remaining strong, we believe investors will return to valuing fundamentals. This environment is likely to favour our quality-focused, conservative investment approach.

#### Investment Manager

LGT Wealth Management UK LLP

19 August 2024

## Volare Defensive Fund

### Comparative Tables As at 31 May 2024

	A Accumulation			Z Accumulation		
	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)
Change in net assets per Share						
Opening net asset value per Share	103.16	104.39	108.38	104.74	105.55	109.19
Return before operating charges*	5.66	(0.21)	(2.50)	5.74	(0.16)	(2.53)
Operating charges	(0.99)	(1.02)	(1.49)	(0.63)	(0.65)	(1.11)
Return after operating charges*	4.67	(1.23)	(3.99)	5.11	(0.81)	(3.64)
Distributions	(2.14)	(1.20)	(0.14)	(2.53)	(1.96)	(1.11)
Retained distributions on accumulation	2.14	1.20	0.14	2.53	1.96	1.11
Closing net asset value per Share	107.83	103.16	104.39	109.85	104.74	105.55
* after direct transaction costs of:	0.00	0.00	0.00	0.00	0.00	0.00
Performance						
Return after operating charges	4.53%	(1.18%)	(3.68%)	4.88%	(0.77%)	(3.33%)
Other information						
Closing net asset value	£7,474,989	£11,574,731	£36,217,673	£390,696	£439,929	£400,910
Closing number of Shares	6,932,217	11,220,264	34,693,847	355,648	420,018	379,818
Operating charges	0.94%	0.98%	1.36%	0.59%	0.63%	1.01%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Prices						
Highest Share price	109.04	106.28	112.38	111.08	105.10	113.32
Lowest Share price	101.67	100.01	104.64	103.37	98.60	105.76

Highest and lowest Share prices are based on official published daily NAVs.



## Volare Defensive Fund

### Portfolio Statement As at 31 May 2024

Holdings or Nominal Value	Investments	Market value £	% of Total Net Assets
<b>Collective Investment Schemes 91.36% [78.97%]</b>			
372,521	AXA US Short Duration High Yield	599,386	7.62
12,650	Brown Advisory Global Leaders	200,506	2.55
3,464	CG Absolute Return	469,237	5.97
7,132	Federated Hermes Sterling Cash Plus	826,831	10.51
102,213	Fidelity Global Dividend	125,824	1.60
20,433	Fundsmith Equity	143,700	1.83
1,906	Lazard Global Equity Franchise	240,486	3.06
434,472	Legal & General Global Inflation Linked Bond	260,597	3.31
126,864	Legal & General International Index	328,451	4.18
61,357	Legal & General Pacific Index	145,845	1.85
82,883	Legal & General UK 100 Index	263,981	3.36
2,796	Muzinich Global Tactical Credit	287,332	3.65
87,088	TB Evenlode Global Income	148,938	1.89
440,774	Trojan	590,416	7.51
6,190	Vanguard Global Bond Index	673,403	8.56
6,488	Vanguard Global Short Term Bond Index	712,762	9.06
7,185	Vontobel TwentyFour Sustainable Short Term Bond Income	760,698	9.67
399,914	WS Ruffer Diversified Return	407,632	5.18
		<b>7,186,025</b>	<b>91.36</b>
<b>Fixed Interest 6.98% [2.92%]</b>			
£275,000	UK Treasury Gilt 0.875% 07/31/2033	205,309	2.61
£720,000	UK Treasury Gilt 1.25% 31/07/2051	343,394	4.37
		<b>548,703</b>	<b>6.98</b>
<b>Portfolio of investments</b>		<b>7,734,728</b>	<b>98.34</b>
Net other assets		130,957	1.66
<b>Net assets</b>		<b>7,865,685</b>	<b>100.00</b>

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are listed on an official stock exchange and/or traded on regulated markets unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2023.

Gross purchases for the year: £5,144,124 [2023: £25,544,377] (See Note 14).

Total sales net of transaction costs for the year: £7,684,569 [2023: £51,153,462] (See Note 14).

## Volare Defensive Fund

### Statement of Total Return For the year ended 31 May 2024

	Note	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
		£	£	£	£
Income					
Net capital gains/(losses)	2		186,783		(843,456)
Revenue	3	281,304		353,321	
Expenses	4	(47,940)		(104,845)	
Interest paid and similar charges		-		-	
Net revenue before taxation		233,364		248,476	
Taxation	5	(37,938)		(31,216)	
Net revenue after taxation			195,426		217,260
Total return before distributions			382,209		(626,196)
Finance costs: Distributions	6		(195,435)		(217,261)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>186,774</b>		<b>(843,457)</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2024

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		12,014,660		36,618,583
Amounts received on issue of Shares	156,108		456,416	
Less: Amounts paid on cancellation of Shares	(4,649,388)		(24,359,956)	
		(4,493,280)		(23,903,540)
Change in net assets attributable to Shareholders from investment activities (see above)		186,774		(843,457)
Retained distribution on accumulation Shares		157,531		143,074
<b>Closing net assets attributable to Shareholders</b>		<b>7,865,685</b>		<b>12,014,660</b>

## Volare Defensive Fund

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### Balance Sheet As at 31 May 2024

		31/05/24		31/05/23	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			7,734,728		9,838,923
Current assets:					
Debtors	7	32,778		984,893	
Cash and bank balances	8	182,788		2,284,812	
Total current assets			215,566		3,269,705
Total assets			7,950,294		13,108,628
<b>Liabilities</b>					
Creditors:					
Other creditors	9	(84,609)		(1,093,968)	
Total creditors			(84,609)		(1,093,968)
Total liabilities			(84,609)		(1,093,968)
<b>Net assets attributable to Shareholders</b>					
			<b>7,865,685</b>		<b>12,014,660</b>

## Volare Defensive Fund

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### Notes to the Financial Statements For the year ended 31 May 2024

#### 1 Accounting Basis And Policies

The Funds' Financial Statements have been prepared on the basis detailed on pages 12 to 15.

<b>2 Net capital gains/(losses)</b>	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
<b>The net capital gains/(losses) during the year</b>		
Currency gains realised	-	2,861
Investment Manager subsidy	-	588
Non-derivative securities gains/(liabilities)	193,011	(947,561)
Post merger cash transfer	-	107,442
Transaction charges	(6,228)	(6,786)
<b>Net capital gains/(losses)</b>	<b>186,783</b>	<b>(843,456)</b>

<b>3 Revenue</b>	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
Bank interest	16,229	35,024
Franked dividends from Collective Investment Schemes	41,834	55,873
Interest from Debt Securities	29,481	149
Interest income from Collective Investment Schemes	57,347	72,921
Offshore funds dividends	1,839	37,099
Offshore funds interest	134,574	152,255
<b>Total revenue</b>	<b>281,304</b>	<b>353,321</b>

## Volare Defensive Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

<b>4 Expenses</b>	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC fees	30,944	65,198
Fund accounting fees	18,772	18,225
Investment manager subsidy	(52,375)	(29,779)
Registration fees	14,425	22,431
	<b>11,766</b>	<b>76,075</b>
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them</b>		
Depositary's fees	14,400	14,400
Safe custody fees	384	7
	<b>14,784</b>	<b>14,407</b>
<b>Other expenses</b>		
Audit fees*	10,980	10,470
EMX/Calastone fees	2,368	1,735
FCA fees	43	110
General Expenses	4,703	608
Legal fees	2,572	744
LEI licence fee	124	96
Printing, postage, stationery and typesetting costs	600	600
	<b>21,390</b>	<b>14,363</b>
<b>Total expenses</b>	<b>47,940</b>	<b>104,845</b>

\* Audit fees of £9,150 + VAT have been charged in the current year (2023: £8,725 + VAT).

## Volare Defensive Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

5 Taxation	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>(a) Analysis of the tax charge in the year</b>		
Corporation tax	37,938	31,216
<b>Total current tax charge (Note 6 (b))</b>	<b>37,938</b>	<b>31,216</b>
Deferred tax (Note 6 (c))	-	-
<b>Total taxation for the year</b>	<b>37,938</b>	<b>31,216</b>

#### **(b) Factors affecting current tax charge for the year**

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2023: 20%) is applied to the net revenue before taxation

The differences are explained below:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Net revenue before taxation	233,364	248,476
Net revenue for the year multiplied by the standard rate of corporation tax	46,673	49,695
<b>Effects of:</b>		
Expenses not deductible for tax purposes	(8,735)	(18,597)
Investment Manager subsidy	-	118
<b>Total tax charge for the year</b>	<b>37,938</b>	<b>31,216</b>

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

#### **(c) Provision for deferred tax**

There is no provision required for deferred taxation at the balance sheet date in the current or prior year.

## Volare Defensive Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 6 Finance costs

##### Distributions

The distributions take account of revenue received on the issue of Shares and revenue deducted on the cancellation of Shares and comprise:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Final	157,531	143,074
Add: Revenue paid on cancellation of Shares	39,853	77,471
Deduct: Revenue received on issue of Shares	(1,949)	(3,284)
<b>Net distribution for the year</b>	<b>195,435</b>	<b>217,261</b>

##### Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	195,426	217,260
Net movement in revenue account	9	1
<b>Net distribution for the year</b>	<b>195,435</b>	<b>217,261</b>

Details of the distributions per Share are set out in the distribution table on page 87.

#### 7 Debtors

	31/05/24	31/05/23
	£	£
Accrued bank interest	632	5,086
Accrued revenue	3,886	3,008
Amounts receivable for creation of Shares	-	355
Investment manager subsidy	28,260	21,712
Sales awaiting settlement	-	954,732
<b>Total debtors</b>	<b>32,778</b>	<b>984,893</b>

#### 8 Cash and bank balances

	31/05/24	31/05/23
	£	£
Cash and bank balances	182,788	2,284,812
<b>1 Total cash and bank balances</b>	<b>182,788</b>	<b>2,284,812</b>

## Volare Defensive Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

<b>9 Creditors</b>	<b>31/05/24</b>	<b>31/05/23</b>
	<b>£</b>	<b>£</b>
Amounts payable for cancellation of Shares	23,864	59,624
Corporation tax payable	37,936	31,218
Purchases awaiting settlement	-	971,324
	<b>61,800</b>	<b>1,062,166</b>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	2,240	3,483
Fund accounting fees	1,592	1,545
Registration fees	2,558	11,416
	<b>6,390</b>	<b>16,444</b>
<i>Depository and Agents</i>		
Depository fees	4,972	2,312
Safe custody fees	33	231
Transaction charges	425	2,327
	<b>5,430</b>	<b>4,870</b>
<i>Other accrued expenses</i>		
Audit fees	10,980	10,470
FCA fees	9	18
	<b>10,989</b>	<b>10,488</b>
<b>Total creditors</b>	<b>84,609</b>	<b>1,093,968</b>

### 10 Related party transactions

The monies received and paid by the ACD through the issue and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

All other amounts received or paid by the related parties together with the outstanding balances are disclosed within the individual Funds' Financial Statements.

### Significant Shareholdings

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that the Fund's Shares in issue are not under the control of a single investor/nominee and its related parties in the current and prior year.

### 11 Share Classes

The Share Class and ACD's Annual Management Charges applicable to the Fund are as follows:

<b>Share Class</b>	<b>%</b>
A Accumulation	0.35
Z Accumulation	0.00

Each Share Class has equal rights in the event of the wind up of any Fund.

## Volare Defensive Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 11 Share Classes (continued)

The reconciliation of the opening and closing numbers of Shares of each class is shown below:

	31/05/23	Issued	Cancelled	Converted	31/05/24
A Accumulation	11,220,264	130,226	(4,418,274)	-	6,932,217
Z Accumulation	420,018	19,882	(84,252)	-	355,648

#### 12 Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: Nil).

#### 13 Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 15 to 17.

##### (a) Foreign currency risk

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

Currency	Net foreign currency assets		
	Monetary exposures	Non-monetary exposures	Total
	£	£	£
<b>31/05/24</b>			
Pound Sterling	130,957	7,734,728	7,865,685
<b>Total net assets</b>	<b>130,957</b>	<b>7,734,728</b>	<b>7,865,685</b>
<b>31/05/23</b>			
Pound Sterling	2,175,737	9,838,923	12,014,660
<b>Total net assets</b>	<b>2,175,737</b>	<b>9,838,923</b>	<b>12,014,660</b>

Investments, other than those in debt securities, are classified as Non-Monetary exposure as their value is not static in nature and can fluctuate.

Monetary exposure includes items which are static in value, such as cash, bank deposits, trade receivables and other receivables settling in cash, and investments in debt securities.

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £Nil (2023: £Nil). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £Nil (2023: £Nil). These calculations assume all other variables remain constant.

**Notes to the Financial Statements (continued)**

**For the year ended 31 May 2024**

**13 Derivatives and other financial instruments (continued)**

**(b) Interest rate risk profile of financial assets and liabilities**

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

<b>Currency Assets</b>	<b>Floating rate financial assets £</b>	<b>Fixed rate financial assets £</b>	<b>Financial assets not carrying interest £</b>	<b>Total £</b>
<b>31/05/24</b>				
Pound Sterling	182,788	548,703	7,218,803	7,950,294
<b>Total</b>	<b>182,788</b>	<b>548,703</b>	<b>7,218,803</b>	<b>7,950,294</b>
<b>31/05/23</b>				
Pound Sterling	2,284,812	-	10,823,816	13,108,628
<b>Total</b>	<b>2,284,812</b>	<b>-</b>	<b>10,823,816</b>	<b>13,108,628</b>

<b>Currency Liabilities</b>	<b>Floating rate financial liabilities £</b>	<b>Fixed rate financial liabilities £</b>	<b>Financial liabilities not carrying interest £</b>	<b>Total £</b>
<b>31/05/24</b>				
Pound Sterling	-	-	84,609	84,609
<b>Total</b>	<b>-</b>	<b>-</b>	<b>84,609</b>	<b>84,609</b>
<b>31/05/23</b>				
Pound Sterling	-	-	1,093,968	1,093,968
<b>Total</b>	<b>-</b>	<b>-</b>	<b>1,093,968</b>	<b>1,093,968</b>

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

**(c) Market Risk**

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below.

If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	<b>Increase £</b>	<b>Decrease £</b>
2024	773,473	773,473
2023	983,892	983,892

## Volare Defensive Fund

### Notes to the Financial Statements (continued)

For the year ended 31 May 2024

#### 13 Derivatives and other financial instruments (continued)

##### (d) Leverage

The Fund did not employ any significant leverage as at 31 May 2024 (2023: no significant leverage), other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

#### 14 Portfolio transaction costs

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs:				
Collective Investment Schemes		4,950,249		25,197,481
Bonds		193,875		346,896
		<u>5,144,124</u>		<u>25,544,377</u>
Commissions - Collective Investment Schemes	-		-	
Commissions - Bonds	-		-	
Fees - Collective Investment Schemes	-		-	
Fees - Bonds	-		-	
Total purchase costs		-		-
<b>Gross purchase total</b>		<b>5,144,124</b>		<b>25,544,377</b>
<b>Analysis of total sale costs</b>				
Gross sales in year before transaction costs:				
Collective Investment Schemes		7,684,569		51,153,462
		<u>7,684,569</u>		<u>51,153,462</u>
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total sale costs		-		-
<b>Total sales net of transaction costs</b>		<b>7,684,569</b>		<b>51,153,462</b>

The portfolio transaction costs table above includes direct transaction costs suffered by the Fund during the year.

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

For the Fund's investment transactions in debt instruments any applicable transaction charges form part of the dealing spread for these instruments.

## Volare Defensive Fund

### Notes to the Financial Statements (continued)

For the year ended 31 May 2024

#### 14 Portfolio transaction costs (continued)

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	%	%
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Purchases - Fees		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Sales - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Fees		
Collective Investment Schemes	0.0000%	0.0000%
	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	%	%
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	0.0000%	0.0000%
Fees	0.0000%	0.0000%

#### 15 Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

#### 16 Fair value disclosure

Valuation technique	31/05/24		31/05/23	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	548,703	-	350,503	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	7,186,025	-	9,488,420	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>7,734,728</b>	<b>-</b>	<b>9,838,923</b>	<b>-</b>

\* The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 14.

## Volare Defensive Fund

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### Distribution Table

As at 31 May 2024

#### Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2023

Group 2 Shares purchased on or after 1 June 2023 to 31 May 2024

	Net revenue (p)	Equalisation (p)	Distribution payable 31/07/24 (p)	Distribution paid 31/07/23 (p)
<b>Share Class A Accumulation</b>				
Group 1	2.1428	-	2.1428	1.2016
Group 2	0.9772	1.1656	2.1428	1.2016
<b>Share Class Z Accumulation</b>				
Group 1	2.5271	-	2.5271	1.9644
Group 2	1.2939	1.2332	2.5271	1.9644

## Volare Growth Fund

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### Investment Manager's Report For the year ended 31 May 2024

#### Investment Objective

The Fund aims to achieve capital growth (the increase in value of investments) whilst operating within a volatility range (variance) of between 8% and 13% over rolling 5 year periods.

The Fund's primary objective is to control volatility (variance) and this could therefore be at the expense of performance. There can be no guarantee that the Fund will achieve its objective of managing volatility (variance).

#### Investment Policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographic areas and markets, including:

- Between 0% and 85% in shares in companies, Real Estate Investment Trusts (REITs), Exchange Traded Funds (ETFs) and Exchange Traded Commodities (ETCs).
- Between 0% and 40% in cash, near cash, bonds and money market instruments.

The Fund will aim to have at least 80% of its exposure to these asset classes indirectly by holding units in collective investment schemes which invest in these assets.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold certain financial contracts known as derivatives (which are investments whose value is linked to another investment, or the performance of a stock exchange or to some other variable factor, such as interest rates) for efficient portfolio management purposes. Efficient portfolio management is where the Fund is managed in a way that is designed to reduce risk or cost and/or generate extra income or growth. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Funds will be able to also use derivatives for investment purposes.

#### Investment Review

##### Quarter 3 2023

The Fund's position Liontrust Special Situations was trimmed and the position in CT UK Equity Income Fund exited, in line with a desire to reduce the Fund's overall exposure to United Kingdom ("UK") equities. Also, profits had been realized on the Fund's position in Vanguard UK Long Duration Gilt Index, exiting the position.

The Fund's positions in Legal & General UK 100 Index and Legal & General Japan Index have also been increased to help increase the Fund overall passive exposure.

We also reduced the Fund's positions in Jupiter Strategic Bond and Muzinich Global Tactical Credit to further reduce the Fund's overall fixed income exposure, whilst our position in Schroder International Asia Total Return Fund was also sold to help reduce the Fund's overall exposure towards Asia, following rising geopolitical tensions.

##### Quarter 4 2023

The Fund's positions in Liontrust Special Situations and Legal & General UK 100 Index were sold, to continue the trend of reducing UK exposure, with the resulting funds being redirected towards global equities such as Legal & General Global Equity Index. The position in Jupiter Strategic Bond was sold due to higher interest rates favoring passive strategies across the Fund.

ES Alliance Bernstein Sustainable US Equity Fund was sold in favour of less constrained United States ("US") Equity funds, whilst the position in Muzinich Global Tactical Credit was trimmed around concerns of rising interest rates. A position in Vanguard Global Bond Index was added to the Fund given its attractive yield profile whilst Legal & General US Index and Legal & General UK 100 Index trust were added to help increase the Fund's overall passive exposure.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Investment Review (continued)

##### Quarter 1 2024

The Fund's position in LF Lindsell Train UK Equity was removed to shift towards global equity allocations, whilst Lazard Global Equity Franchise was also added to the Fund for its overall value characteristics. Respectively, the position would later be trimmed to help create liquidity across the Fund.

Legal & General Japan Index Trust was increased to help raise the overall exposure towards Japan given favorable valuations and economic reforms. We also reduced the Fund's exposure in WS Ruffer Diversified Return (previously known as LF Ruffer Diversified Return). Whilst maintaining confidence in its uncorrelated performance, there was a reduced need for protection at that time.

##### Quarter 2 2024

We continued the transition in Fund with an aim to create a core-satellite approach. This involves creating an optimal blend of core quality funds, which are intended to be held over the long term, complimented by satellite ideas to take advantage of shorter term opportunities.

The position in Vanguard Global Short Term Bond Index was sold to increase duration in anticipation of upcoming major central bank interest rate cuts. The proceeds from the sale had been reallocated towards AXA US Short Duration High Yield Bond, respectively the position would later be trimmed to help create liquidity in the Fund. Also, the Fund's position in Fidelity Global Dividend was partially sold due to its overlap with other global quality funds, favoring Brown Advisory Global Leaders. Respectively, the position would later be trimmed to help create liquidity across the Fund.

The Fund's position in Legal & General Global Inflation Linked Bond was trimmed due to a reduced need for inflation upside exposure, whilst Morgan Stanley Asia Opportunity and Allianz All China Fund were sold to lessen the geographical narrowness of the Asian equity allocations.

#### Market Overview

Resilient economic data, combined with increasing evidence that economies are taking higher interest rates in their stride drove the vast majority of equity markets upwards over the year, with the period in question proving a positive year for model portfolios. Whilst the picture differed slightly from region to region, a demonstration that inflation is continuing to move down to major central bank targets (Federal Reserve, Bank of England and the European Central Bank) also provided confidence to market participants that the rampant inflation concerns of 2022 are in the rear mirror.

Particularly strong markets over the year in focus were United States ("US") equities, with US technology firms in particular driven higher by names in the 'Magnificent 7' (Nvidia, Apple, Microsoft, Alphabet, Tesla, Amazon, Meta) which continue to dominate the market. This led to strong returns for US and Global facing names in the Fund. However, our 'quality' approach has led us to be generally underweight the magnificent seven names, and as such that will have added as a drag on performance versus the benchmark. Additionally, whilst it wasn't plain sailing, over the period in question equity markets in many other regions such as the UK and Asia saw gains as concerns that economies would experience a deep recession faded. Our overweight to Asian equities versus the benchmark hindered performance over early part of the period in question, however in the last 3 months these have outperformed.

On the other hand, inflation proving stickier than hoped in 2024 did not help many fixed income strategies in the Fund, as yields moved higher over the period to factor in lower amounts of those previously mentioned major central bank interest-rate cuts. Generally the Fund is run with a lower duration versus the benchmark and therefore this was a positive.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Outlook

We have made a strategic shift towards a core-satellite approach. The core of the portfolio embodies several characteristics such as Emphasis on quality, Factor-aware equity allocation, Utilisation of best-in-class global funds, Balanced exposure across world equity markets, Uniformed to be held across all risk profiles and maintaining a relatively stable composition over time.

Complementing the core are satellite positions, which serve as avenues for thematic investment, short-term trading strategies or exposure to long-term megatrends such as artificial intelligence emerging market consumer trends and the energy transition. This hybrid portfolio approach combines both active and passive elements, allowing for style-agnostic diversification through passive market beta while leveraging active funds for high-conviction investment opportunities. This strategy aims to deliver tailored solutions that align with client objectives while optimising risk-adjusted returns.

Quality investing still remains our key focus, seeking strong fundamentals such as low debt, wide profit margins, and significant pricing power. These types of companies are well-positioned to provide downside protection during market volatility, ensuring a smoothed return profile over the long term. Historical data shows that quality investing has outperformed over the long run. The current market dynamics, with elevated Price to Earnings ratios in the 'Magnificent 7', suggest that our focus on quality stocks trading at normal valuations presents attractive future returns.

Despite recent underperformance, Chinese equities are trading at historically cheap valuations and exhibit growth potential exceeding their Western counterparts. We expect that our exposure here will yield positive returns as economic conditions improve.

Commodities have shown strong performance, providing opportunities for diversification. Additionally, our holdings in Japanese equities have been top performers, demonstrating the effectiveness of our diversified approach.

Our strategic allocation has larger positions in US value, Europe, Asia, and emerging markets, which are expected to offer better long-term returns compared to US growth stocks. This diversified strategy is aligned with analyst consensus and historical trends.

Our global quality bias has been a significant contributor to performance, especially in recent quarters. This momentum is expected to continue, supporting our optimistic outlook for quality companies. As markets normalise, with inflation gradually decreasing and employment remaining strong, we believe investors will return to valuing fundamentals. This environment is likely to favour our quality-focused, conservative investment approach.

#### Investment Manager

LGT Wealth Management UK LLP

19 August 2024

## Volare Growth Fund

### Comparative Tables As at 31 May 2024

	A Accumulation			Z Accumulation		
	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)
Change in net assets per Share						
Opening net asset value per Share	118.56	118.84	125.93	113.03	112.91	119.22
Return before operating charges*	11.19	1.09	(5.45)	10.69	1.15	(5.18)
Operating charges	(1.23)	(1.37)	(1.64)	(0.76)	(1.03)	(1.13)
Return after operating charges*	9.96	(0.28)	(7.09)	9.93	0.12	(6.31)
Distributions	(1.49)	(1.22)	(0.85)	(1.83)	(1.54)	(1.24)
Retained distributions on accumulation	1.49	1.22	0.85	1.83	1.54	1.24
Closing net asset value per Share	128.52	118.56	118.84	122.96	113.03	112.91
* after direct transaction costs of:	0.00	0.00	0.00	0.00	0.00	0.00
Performance						
Return after operating charges	8.40%	(0.24%)	(5.63%)	8.79%	0.11%	(5.29%)
Other information						
Closing net asset value	£32,255,779	£42,514,564	£46,134,902	£12,380,160	£8,476,613	£7,600,716
Closing number of Shares	25,098,092	35,858,792	38,820,099	10,068,648	7,499,176	6,731,861
Operating charges	1.00%	1.22%	1.29%	0.65%	0.87%	0.94%
Direct transaction costs	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Prices						
Highest Share price	131.60	118.56	135.15	125.89	123.86	128.15
Lowest Share price	115.50	106.06	115.20	110.28	111.61	109.43

Highest and lowest Share prices are based on official published daily NAVs.

## Volare Growth Fund

### Performance Information

As at 31 May 2024

#### Operating Charges

Date	AMC* (%)	Other expenses (%)	Transaction costs (%)	Operating Charges (%)	Synthetic expense ratio (%)	Total Operating Charges (%)
31/05/24						
Share Class A	0.35	0.21	0.02	0.58	0.42	1.00
Share Class Z	0.00	0.21	0.02	0.23	0.42	0.65
31/05/23						
Share Class A	0.35	0.17	0.01	0.53	0.69	1.22
Share Class Z	0.00	0.17	0.01	0.18	0.69	0.87

\* Annual Management Charge

The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

The Fund has invested in Collective Investment Schemes during the year and the expenses incurred by these schemes are included in the above as the Synthetic expense ratio. From November 2023, the Investment Association has updated guidance and all closed ended investments are to be excluded from the Fund's Synthetic expense ratio. As at the year end date, 31 May 2024, the Fund did not invest in any closed ended investments.

An Operating Charges cap of 0.60% for the A Accumulation Share class and 0.25% for the Z Accumulation Share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment Manager subsidy will be provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### Risk and Reward Profile

As at 31 May 2024

	Typically lower rewards				Typically higher rewards		
	←-----→						
	Lower risk						Higher risk
Share Class A	1	2	3	4	5	6	7
Share Class Z	1	2	3	4	5	6	7

- The indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Fund appears as a '5' on the scale. This is partly because the Fund invests in a mixture of investments, many of which have values that may fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

#### Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

## Volare Growth Fund

### Portfolio Statement As at 31 May 2024

Holdings or Nominal Value	Investments	Market value £	% of Total Net Assets
	<b>Collective Investment Schemes 96.47% [97.44%]</b>		
1,128,317	AXA US Short Duration High Yield	1,815,462	4.07
126,381	BA Beutel Goodman US Value	1,795,869	4.02
94,877	Brown Advisory Global Leaders	1,503,795	3.37
105,651	Cohen & Steers SICAV Diversified Real Assets	1,573,150	3.52
792,780	Fidelity Global Dividend	975,913	2.19
297,157	Fundsmith Equity	2,089,786	4.68
15,659	Harrington Cooper Snyder US All Cap Equity	2,040,031	4.57
517,242	Impax Asian Environmental Markets	475,862	1.07
18,482	Lazard Global Equity Franchise	2,332,369	5.23
385,492	Lazard Global Listed Infrastructure Equity	1,004,554	2.25
1,719,424	Legal & General International Index	4,451,587	9.97
2,072,610	Legal & General Japan Index	1,831,980	4.10
747,628	Legal & General Pacific Index	1,777,113	3.98
609,456	Legal & General UK 100 Index	1,941,117	4.35
54,421	Legal & General US Index	603,524	1.35
1,144,309	Legal & Genral Global Equity Index	1,686,711	3.78
20,357	Morgan Stanley Asia Opportunity USD	489,169	1.10
41,115	Morgan Stanley Global Brands	702,244	1.57
11,353	Muzinich Global Tactical Credit	1,166,820	2.62
122,909	Polar Capital Global Insurance	1,539,377	3.45
134,300	Polar Emerging Market Stars	1,373,884	3.08
52,838	Stewart Investors Asia Pacific Leaders Sustainability	541,240	1.21
969,585	TB Evenlode Global Income	1,658,185	3.71
1,013,774	Trojan	1,357,950	3.04
8,110	Vanguard Emerging Markets Stock Index	1,253,892	2.81
22,096	Vanguard Global Bond Index	2,403,776	5.39
3,837	Vanguard Global Small-Cap Index	936,364	2.10
6,517	Vanguard Pacific Ex-Japan Stock Index	1,099,526	2.46
627,397	WS Ruffer Diversified Return	639,505	1.43
		<b>43,060,755</b>	<b>96.47</b>
	<b>Fixed Interest 3.08% [0.00%]</b>		
£2,880,000	UK Treasury Gilt 1.25% 07/31/2051	1,373,577	3.08
		<b>1,373,577</b>	<b>3.08</b>
	<b>Portfolio of investments</b>	<b>44,434,332</b>	<b>99.55</b>
	Net other assets	201,607	0.45
	<b>Net assets</b>	<b>44,635,939</b>	<b>100.00</b>

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are listed on an official stock exchange and/or traded on regulated markets unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2023.

Gross purchases for the year: £43,871,155 [2023: £15,378,433] (See Note 15).

Total sales net of transaction costs for the year: £53,007,214 [2023: £15,746,167] (See Note 15).

## Volare Growth Fund

### Statement of Total Return For the year ended 31 May 2024

	Note	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
		£	£	£	£
Income					
Net capital gains/(losses)	2		3,096,623		(689,881)
Revenue	3	874,987		827,985	
Expenses	4	(231,296)		(238,340)	
Interest paid and similar charges		-		-	
Net revenue before taxation		643,691		589,645	
Taxation	5	(22,415)		(23,325)	
Net revenue after taxation			621,276		566,320
Total return before distributions			3,717,899		(123,561)
Finance costs: Distributions	6		(621,276)		(566,332)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>3,096,623</b>		<b>(689,893)</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2024

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		50,991,177		53,735,618
Amounts received on issue of Shares	7,648,928		8,626,641	
Less: Amounts paid on cancellation of Shares	(17,659,415)		(11,232,749)	
		(10,010,487)		(2,606,108)
Change in net assets attributable to Shareholders from investment activities (see above)		3,096,623		(689,893)
Retained distribution on accumulation Shares		558,626		551,560
<b>Closing net assets attributable to Shareholders</b>		<b>44,635,939</b>		<b>50,991,177</b>

## Volare Growth Fund

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### Balance Sheet As at 31 May 2024

		31/05/24		31/05/23	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			44,434,332		49,684,970
Current assets:					
Debtors	7	152,347		97,674	
Cash and bank balances	8	210,115		1,716,111	
Total current assets			362,462		1,813,785
Total assets			44,796,794		51,498,755
<b>Liabilities</b>					
Creditors:					
Bank overdrafts	10	(43,691)		-	
Other creditors	9	(117,164)		(507,578)	
Total creditors			(160,855)		(507,578)
Total liabilities			(160,855)		(507,578)
<b>Net assets attributable to Shareholders</b>					
			<b>44,635,939</b>		<b>50,991,177</b>

## Volare Growth Fund

### Notes to the Financial Statements For the year ended 31 May 2024

#### 1 Accounting Basis And Policies

The Funds' Financial Statements have been prepared on the basis detailed on pages 12 to 15.

2 Net capital gains/(losses)	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>The net capital gains/(losses) during the year</b>		
Currency gains/(losses) realised	6,344	(4,691)
Non-derivative securities gains/(losses)	3,099,528	(679,287)
Transaction charges	(9,249)	(5,903)
<b>Net capital gains/(losses)</b>	<b>3,096,623</b>	<b>(689,881)</b>
<b>3 Revenue</b>		
	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Bank interest	58,035	42,720
Franked dividends from Collective Investment Schemes	380,704	283,448
Interest from Debt Securities	74,645	-
Interest income from Collective Investment Schemes	102,245	205,035
Offshore funds dividends	150,910	166,407
Offshore funds interest	108,448	130,375
<b>Total revenue</b>	<b>874,987</b>	<b>827,985</b>
<b>4 Expenses</b>		
	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC fees	131,328	154,686
Fund accounting fees	18,772	18,225
Registration fees	37,794	34,195
	187,894	207,106
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them</b>		
Depositary's fees	14,402	15,639
Safe custody fees	2,259	(3,853)
	16,661	11,786
<b>Other expenses</b>		
Audit fees*	10,980	10,470
EMX/Calastone fees	8,006	6,504
FCA fees	43	110
General expenses	4,416	1,002
Legal fees	2,572	744
LEI licence fee	124	18
Printing, postage, stationery and typesetting costs	600	600
	26,741	19,448
<b>Total expenses</b>	<b>231,296</b>	<b>238,340</b>

\* Audit fees of £9,150 + VAT have been charged in the current year (2023: £8,725 + VAT).

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

5 Taxation	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>(a) Analysis of the tax charge in the year</b>		
Corporation tax	22,415	23,325
<b>Total current tax charge (Note 6 (b))</b>	<b>22,415</b>	<b>23,325</b>
Deferred tax (Note 6 (c))	-	-
<b>Total taxation for the year</b>	<b>22,415</b>	<b>23,325</b>

#### **(b) Factors affecting current tax charge for the year**

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2023: 20%) is applied to the net revenue before taxation

The differences are explained below:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Net revenue before taxation	643,691	589,645
Net revenue for the year multiplied by the standard rate of corporation tax	128,738	117,929
<b>Effects of:</b>		
Movement in excess management expenses	-	(4,633)
Revenue not subject to corporation tax	(106,323)	(89,971)
<b>Total tax charge for the year</b>	<b>22,415</b>	<b>23,325</b>

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

#### **(c) Provision for deferred tax**

There is no provision required for deferred taxation at the balance sheet date in the current or prior year.

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 6 Finance costs

##### Distributions

The distributions take account of revenue received on the issue of Shares and revenue deducted on the cancellation of Shares and comprise:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Final	558,626	551,560
Add: Revenue paid on cancellation of Shares	137,502	72,297
Deduct: Revenue received on issue of Shares	(74,852)	(57,525)
<b>Net distribution for the year</b>	<b>621,276</b>	<b>566,332</b>

##### Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	621,276	566,320
Net movement in revenue account	-	12
<b>Net distribution for the year</b>	<b>621,276</b>	<b>566,332</b>

Details of the distributions per Share are set out in the distribution table on page 104.

#### 7 Debtors

	31/05/24	31/05/23
	£	£
Accrued bank interest	758	4,849
Accrued revenue	12,066	-
Amounts receivable for creation of Shares	89,523	92,825
Sales awaiting settlement	50,000	-
<b>Total debtors</b>	<b>152,347</b>	<b>97,674</b>

#### 8 Cash and bank balances

	31/05/24	31/05/23
	£	£
Cash and bank balances	210,115	1,716,111
<b>1 Total cash and bank balances</b>	<b>210,115</b>	<b>1,716,111</b>

## Volare Growth Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

<b>9 Creditors</b>	<b>31/05/24</b>	<b>31/05/23</b>
	<b>£</b>	<b>£</b>
Amounts payable for cancellation of Shares	60,611	434,220
Corporation tax payable	22,415	23,325
	<b>83,026</b>	<b>457,545</b>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	9,804	12,887
Fund accounting fees	1,591	1,545
Registration fees	5,876	16,426
	<b>17,271</b>	<b>30,858</b>
<i>Depositary and Agents</i>		
Depositary fees	4,879	5,170
Safe custody fees	185	815
Transaction charges	814	2,701
	<b>5,878</b>	<b>8,686</b>
<i>Other accrued expenses</i>		
Audit fees	10,980	10,470
FCA fees	9	19
	<b>10,989</b>	<b>10,489</b>
<b>Total creditors</b>	<b>117,164</b>	<b>507,578</b>
<b>10 Bank overdrafts</b>	<b>31/05/24</b>	<b>31/05/23</b>
	<b>£</b>	<b>£</b>
Bank overdrafts	43,691	-
<b>Total bank overdrafts</b>	<b>43,691</b>	<b>-</b>

### 11 Related party transactions

The monies received and paid by the ACD through the issue and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

#### Significant Shareholdings

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that 30.42% (2023: Nil) of the Fund's Shares in issue are under the control of a single nominee and its related parties for the current year.

### 12 Share Classes

The Share Class and ACD's Annual Management Charges applicable to the Fund are as follows:

Share Class	%
A Accumulation	0.35
Z Accumulation	0.00

Each Share Class has equal rights in the event of the wind up of any Fund.

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 12 Share Classes (continued)

The reconciliation of the opening and closing numbers of Shares of each class is shown below:

	31/05/23	Issued	Cancelled	Converted	31/05/24
A Accumulation	35,858,792	1,830,382	(12,591,082)	-	25,098,092
Z Accumulation	7,499,176	4,604,173	(2,034,701)	-	10,068,648

#### 13 Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: Nil).

#### 14 Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 15 to 17.

##### (a) Foreign currency risk

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

Currency	Net foreign currency assets/(liabilities)		
	Monetary exposures	Non-monetary exposures	Total
	£	£	£
<b>31/05/24</b>			
US Dollar	210,115	489,169	699,284
<b>Total foreign currency exposure</b>	<b>210,115</b>	<b>489,169</b>	<b>699,284</b>
Pound Sterling	(8,508)	43,945,163	43,936,655
<b>Total net assets</b>	<b>201,607</b>	<b>44,434,332</b>	<b>44,635,939</b>
<b>31/05/23</b>			
US Dollar	99,463	1,083,593	1,183,056
<b>Total foreign currency exposure</b>	<b>99,463</b>	<b>1,083,593</b>	<b>1,183,056</b>
Pound Sterling	1,206,745	48,601,376	49,808,121
<b>Total net assets</b>	<b>1,306,208</b>	<b>49,684,969</b>	<b>50,991,177</b>

Investments, other than those in debt securities, are classified as Non-Monetary exposure as their value is not static in nature and can fluctuate.

Monetary exposure includes items which are static in value, such as cash, bank deposits, trade receivables and other receivables settling in cash, and investments in debt securities.

If GBP to foreign currency exchange rates had strengthened/increased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by £63,571 (2023: £107,551). If GBP to foreign currency exchange rates had weakened/decreased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by £77,698 (2023: £131,451). These calculations assume all other variables remain constant.

**Notes to the Financial Statements (continued)**

**For the year ended 31 May 2024**

**14 Derivatives and other financial instruments (continued)**

**(b) Interest rate risk profile of financial assets and liabilities**

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

<b>Currency Assets</b>	<b>Floating rate financial assets</b>	<b>Fixed rate financial assets</b>	<b>Financial assets not carrying interest</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>31/05/24</b>				
Pound Sterling	-	1,373,577	42,723,933	44,097,510
US Dollar	210,115	-	489,169	699,284
<b>Total</b>	<b>210,115</b>	<b>1,373,577</b>	<b>43,213,102</b>	<b>44,796,794</b>
<b>31/05/23</b>				
Pound Sterling	1,616,649	-	48,699,050	50,315,699
US Dollar	99,462	-	1,083,594	1,183,056
<b>Total</b>	<b>1,716,111</b>	<b>-</b>	<b>49,782,644</b>	<b>51,498,755</b>

<b>Currency Liabilities</b>	<b>Floating rate financial liabilities</b>	<b>Fixed rate financial liabilities</b>	<b>Financial liabilities not carrying interest</b>	<b>Total</b>
	<b>£</b>	<b>£</b>	<b>£</b>	<b>£</b>
<b>31/05/24</b>				
Pound Sterling	43,690	-	117,165	160,855
<b>Total</b>	<b>43,690</b>	<b>-</b>	<b>117,165</b>	<b>160,855</b>
<b>31/05/23</b>				
Pound Sterling	-	-	507,578	507,578
<b>Total</b>	<b>-</b>	<b>-</b>	<b>507,578</b>	<b>507,578</b>

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

**(c) Market Risk**

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below.

If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	<b>Increase</b>	<b>Decrease</b>
	<b>£</b>	<b>£</b>
2024	4,443,433	4,443,433
2023	4,968,497	4,968,497

### Notes to the Financial Statements (continued)

For the year ended 31 May 2024

#### 14 Derivatives and other financial instruments (continued)

##### (d) Leverage

The Fund did not employ any significant leverage as at 31 May 2024 (2023: no significant leverage), other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

15 Portfolio transaction costs	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs:				
Collective Investment Schemes		42,420,787		15,378,433
Bonds		1,450,368		-
		<u>43,871,155</u>		<u>15,378,433</u>
Commissions - Collective Investment Schemes	-		-	
Commissions - Bonds	-		-	
Fees - Collective Investment Schemes	-		-	
Fees - Bonds	-		-	
Total purchase costs		-		-
<b>Gross purchase total</b>		<b>43,871,155</b>		<b>15,378,433</b>
<b>Analysis of total sale costs</b>				
Gross sales in year before transaction costs:				
Collective Investment Schemes		53,007,214		15,746,167
		<u>53,007,214</u>		<u>15,746,167</u>
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total sale costs		-		-
<b>Total sales net of transaction costs</b>		<b>53,007,214</b>		<b>15,746,167</b>

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

For the Fund's investment transactions in debt instruments any applicable transaction charges form part of the dealing spread for these instruments.

### Notes to the Financial Statements (continued)

For the year ended 31 May 2024

#### 15 Portfolio transaction costs (continued)

	01/06/23 to 31/05/24 %	01/06/22 to 31/05/23 %
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Purchases - Fees		
Collective Investment Schemes	0.0000%	0.0000%
Bonds	0.0000%	0.0000%
Sales - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Fees		
Collective Investment Schemes	0.0000%	0.0000%
	<b>01/06/23 to 31/05/24 %</b>	<b>01/06/22 to 31/05/23 %</b>
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	0.0000%	0.0000%
Fees	0.0000%	0.0000%

#### 16 Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

#### 17 Fair value disclosure

Valuation technique	31/05/24		31/05/23	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	1,373,577	-	-	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	43,060,755	-	49,684,970	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>44,434,332</b>	<b>-</b>	<b>49,684,970</b>	<b>-</b>

\* The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 14.

## Volare Growth Fund

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### Distribution Table

As at 31 May 2024

#### Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2023

Group 2 Shares purchased on or after 1 June 2023 to 31 May 2024

	Net revenue (p)	Equalisation (p)	Distribution payable 31/07/24 (p)	Distribution paid 31/07/23 (p)
<b>Share Class A Accumulation</b>				
Group 1	1.4901	-	1.4901	1.2165
Group 2	0.7502	0.7399	1.4901	1.2165
<b>Share Class Z Accumulation</b>				
Group 1	1.8338	-	1.8338	1.5380
Group 2	0.4925	1.3413	1.8338	1.5380

## Volare Strategic Income Fund

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### Investment Manager's Report For the year ended 31 May 2024

#### Investment Objective

The Fund aims to achieve an income target of 3.5% over a rolling five year period.

#### Investment Policy

The Fund will aim to achieve its objective through investment in a variety of asset classes across multiple geographic areas and markets, including:

- Between 0% and 75% in shares in companies, Real Estate Investment Trusts (REITs), Exchange Traded Funds (ETFs) and Exchange Traded Commodities (ETCs).
- Between 0% and 60% in cash, near cash, bonds and money market instruments.

The Fund will aim to have at least 80% of its exposure to these asset classes indirectly by holding units in collective investment schemes which invest in these assets. The collective investment schemes in which the Fund invests will typically have investment strategies which seek to achieve income.

The Fund will be managed in a manner that maintains eligibility for ISAs.

The Fund may hold certain financial contracts known as derivatives (which are investments whose value is linked to another investment, or the performance of a stock exchange or to some other variable factor, such as interest rates) for efficient portfolio management purposes. Efficient portfolio management is where the Fund is managed in a way that is designed to reduce risk or cost and/or generate extra income or growth. It is not intended that the use of derivatives in this way will change the risk profile of the Fund. On giving Shareholders 60 days' notice, the Funds will be able to also use derivatives for investment purposes.

#### Investment Review

##### Quarter 3 2023

A position in Legal & General UK Index Trust was introduced into the Fund to help increase the overall passive exposure. The Fund's position in TM Redwheel UK Equity Fund was increased, given the attractive yields on offer in the United Kingdom ("UK") equity space. Redemptions were also made proportionally across the Fund within the quarter to help raise sufficient liquidity for the above positions and redemptions across the Fund.

##### Quarter 1 2024

The position in Lindsell Train Global Equity Fund was reduced from the Fund and the proceeds applied towards Legal & General Global Equity Index and Fundsmith Equity. Respectively, the position (Fundsmith Equity) would later be trimmed to help create liquidity across the Fund. We also reduced the Fund's exposure in WS Ruffer Diversified Return (previously known as LF Ruffer Diversified Return). Whilst maintaining confidence in its uncorrelated performance, there was a reduced need for protection at that time.

##### Quarter 2 2024

The Fund's position in M&G Strategic Corporate Bond was sold and the proceeds redirected towards Aegon High Yield Global Bond given the higher yields on offer.

#### Market Overview

Resilient economic data, combined with increasing evidence that economies are taking higher interest rates in their stride drove the vast majority of equity markets upwards over the year, with the period in question proving a positive year for model portfolios. Whilst the picture differed slightly from region to region, a demonstration that inflation is continuing to move down to major central bank targets (Federal Reserve, Bank of England and the European Central Bank) also provided confidence to market participants that the rampant inflation concerns of 2022 are in the rear mirror.

### Investment Manager's Report (continued) For the year ended 31 May 2024

#### Market Overview (continued)

Particularly strong markets over the year in focus were United States ("US") equities, with US technology firms in particular driven higher by names in the 'Magnificent 7' (Nvidia, Apple, Microsoft, Alphabet, Tesla, Amazon, Meta) which continue to dominate the market. This led to strong returns for US and Global facing names in the Fund. However, our 'quality' approach has led us to be generally underweight the magnificent seven names, and as such that will have added as a drag on performance versus the benchmark. Additionally, whilst it wasn't plain sailing, over the period in question equity markets in many other regions such as the UK and Asia saw gains as concerns that economies would experience a deep recession faded. Our overweight to Asian equities versus the benchmark hindered performance over early part of the period in question, however in the last 3 months these have outperformed.

On the other hand, inflation proving stickier than hoped in 2024 did not help many fixed income strategies in the Fund, as yields moved higher over the period to factor in lower amounts of those previously mentioned major central bank interest-rate cuts. Generally the Fund is run with a lower duration versus the benchmark and therefore this was a positive.

#### Outlook

We have made a strategic shift towards a core-satellite approach. The core of the portfolio embodies several characteristics such as Emphasis on quality, Factor-aware equity allocation, Utilisation of best-in-class global funds, Balanced exposure across world equity markets, Uniformed to be held across all risk profiles and maintaining a relatively stable composition over time.

Complementing the core are satellite positions, which serve as avenues for thematic investment, short-term trading strategies or exposure to long-term megatrends such as artificial intelligence emerging market consumer trends and the energy transition. This hybrid portfolio approach combines both active and passive elements, allowing for style-agnostic diversification through passive market beta while leveraging active funds for high-conviction investment opportunities. This strategy aims to deliver tailored solutions that align with client objectives while optimising risk-adjusted returns.

Quality investing still remains our key focus, seeking strong fundamentals such as low debt, wide profit margins, and significant pricing power. These types of companies are well-positioned to provide downside protection during market volatility, ensuring a smoothed return profile over the long term. Historical data shows that quality investing has outperformed over the long run. The current market dynamics, with elevated Price to Earnings ratios in the 'Magnificent 7', suggest that our focus on quality stocks trading at normal valuations presents attractive future returns.

Despite recent underperformance, Chinese equities are trading at historically cheap valuations and exhibit growth potential exceeding their Western counterparts. We expect that our exposure here will yield positive returns as economic conditions improve.

Commodities have shown strong performance, providing opportunities for diversification. Additionally, our holdings in Japanese equities have been top performers, demonstrating the effectiveness of our diversified approach.

Our strategic allocation has larger positions in US value, Europe, Asia, and emerging markets, which are expected to offer better long-term returns compared to US growth stocks. This diversified strategy is aligned with analyst consensus and historical trends.

## Volare Strategic Income Fund

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### Investment Manager's Report (continued)

For the year ended 31 May 2024

#### Outlook (continued)

Our global quality bias has been a significant contributor to performance, especially in recent quarters. This momentum is expected to continue, supporting our optimistic outlook for quality companies. As markets normalise, with inflation gradually decreasing and employment remaining strong, we believe investors will return to valuing fundamentals. This environment is likely to favour our quality-focused, conservative investment approach.

#### Investment Manager

LGT Wealth Management UK LLP

19 August 2024

## Volare Strategic Income Fund

### Comparative Tables As at 31 May 2024

#### A Income

	31/05/24 (p)	31/05/23 (p)	31/05/22 (p)
Change in net assets per Share			
Opening net asset value per Share	94.90	99.15	102.14
Return before operating charges*	8.64	0.28	1.49
Operating charges	(1.13)	(1.11)	(1.24)
Return after operating charges*	7.51	(0.83)	0.25
Distributions	(3.37)	(3.42)	(3.24)
Retained distributions on accumulation	-	-	-
Closing net asset value per Share	99.04	94.90	99.15
* after direct transaction costs of:	0.00	0.00	0.00
Performance			
Return after operating charges	7.91%	(0.84%)	0.24%
Other information			
Closing net asset value	£3,234,954	£3,837,082	£4,046,959
Closing number of Shares	3,266,452	4,043,434	4,081,693
Operating charges	1.17%	1.16%	1.28%
Direct transaction costs	0.00%	0.00%	0.00%
Prices			
Highest Share price	101.70	100.40	106.77
Lowest Share price	91.87	90.67	96.65

Highest and lowest Share prices are based on official published daily NAVs.

## Volare Strategic Income Fund

### Performance Information

As at 31 May 2024

#### Operating Charges

Date	AMC* (%)	Investment Manager subsidy (%)	Other expenses (%)	Transaction costs (%)	Operating Charges (%)	Synthetic expense ratio (%)	Total Operating Charges (%)
31/05/24							
Share Class A	0.35	(1.90)	2.01	0.14	0.60	0.57	1.17
31/05/23							
Share Class A	0.35	(1.40)	1.54	0.11	0.60	0.56	1.16

\* Annual Management Charge

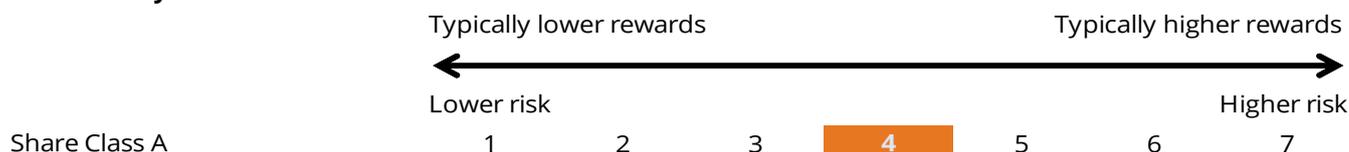
The Operating Charge is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund.

The Fund has invested in Collective Investment Schemes during the year and the expenses incurred by these schemes are included in the above as the Synthetic expense ratio. From November 2023, the Investment Association has updated guidance and all closed ended investments are to be excluded from the Fund's Synthetic expense ratio. As at the year end date, 31 May 2024, the Fund did not invest in any closed ended investments.

An Operating Charges cap of 0.60% for the A Income Share class is currently in effect. This is excluding any impact from the Synthetic expense ratio. Investment Manager subsidy will be provided from the sponsor to ensure operating charge ratios do not exceed these limits.

#### Risk and Reward Profile

As at 31 May 2024



- The indicator is based on historical data and may not be a reliable indication of the future risk profile of the Fund.
- The risk category shown is not guaranteed to remain unchanged and may shift over time.
- The lowest category does not mean 'risk free'.
- The Fund appears as a '4' on the scale. This is partly because the Fund invests in a mixture of investments, some of which have values that may fluctuate widely.
- The Fund does not provide its investors with any guarantee on performance, nor on monies invested in it.

#### Risk Warning

An investment in an Open-Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

## Volare Strategic Income Fund

### Portfolio Statement

As at 31 May 2024

Holdings or Nominal Value	Investments	Market value £	% of Total Net Assets
<b>Collective Investment Schemes 96.15% [82.08%]</b>			
16,922	Aegon High Yield Global Bond	177,846	5.49
243,662	AXA US Short Duration High Yield	249,267	7.70
133,279	Fidelity Global Dividend	207,382	6.41
17,526	Fundsmith Equity	123,250	3.81
244,489	Jupiter Strategic Bond	195,249	6.04
692	Lazard Global Equity Franchise	83,035	2.57
1,741	Lazard Global Listed Infrastructure Equity	195,090	6.03
21,301	Legal & General Global Equity Index	77,984	2.41
124,242	Legal & General UK Index	223,387	6.91
30,231	Lindsell Train Global Equity	134,207	4.15
10,492	Morgan Stanley Global Brands	134,823	4.17
1,615	Muzinich Emerging Markets Short Duration	168,365	5.20
1,539	Muzinich Global Tactical Credit	156,214	4.83
292,844	Schroder Asian Income Maximiser	127,124	3.93
174,871	Schroder Income Maximiser	76,418	2.36
192,248	Schroder US Equity Income Maximiser	139,649	4.32
32,172	Stewart Investors Asia Pacific Leaders Sustainability	100,305	3.10
113,578	TB Evenlode Global Income	168,936	5.22
140,752	TM Redwheel UK Equity Income	170,169	5.26
1,505	Vontobel TwentyFour Sustainable Short Term Bond Income	159,385	4.93
43,453	WS Ruffer Diversified Return	42,505	1.31
		<b>3,110,590</b>	<b>96.15</b>
<b>Fixed Interest 3.66% [3.15%]</b>			
£248,010	UK Treasury Gilt 1.25% 31/07/2051	118,285	3.66
		<b>118,285</b>	<b>3.66</b>
<b>Portfolio of investments</b>		<b>3,228,875</b>	<b>99.81</b>
Net other assets		6,079	0.19
<b>Net assets</b>		<b>3,234,954</b>	<b>100.00</b>

The investments have been valued in accordance with note 1(i) of the Accounting Policies and Financial Instruments.

All investments are listed on an official stock exchange and/or traded on regulated markets unless otherwise stated.

Comparative figures shown above in square brackets relate to 31 May 2023.

Gross purchases for the year: £2,173,741 [2023: £1,039,359] (See Note 14).

Total sales net of transaction costs for the year: £2,368,571 [2023: £1,344,793] (See Note 14).

## Volare Strategic Income Fund

### Statement of Total Return For the year ended 31 May 2024

	Note	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
		£	£	£	£
Income					
Net capital gains/(losses)	2		204,941		(105,661)
Revenue	3	126,114		144,457	
Expenses	4	(77,470)		(70,154)	
Interest paid and similar charges		-		-	
Net revenue before taxation		48,644		74,303	
Taxation	5	(10,684)		(7,615)	
Net revenue after taxation			37,960		66,688
Total return before distributions			242,901		(38,973)
Finance costs: Distributions	6		(115,430)		(136,844)
<b>Change in net assets attributable to Shareholders from investment activities</b>			<b>127,471</b>		<b>(175,817)</b>

### Statement of Change in Net Assets Attributable to Shareholders For the year ended 31 May 2024

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Opening net assets attributable to Shareholders</b>		3,837,082		4,046,959
Amounts received on issue of Shares	388,953		851,210	
Less: Amounts paid on cancellation of Shares	(1,118,552)		(885,270)	
		(729,599)		(34,060)
Change in net assets attributable to Shareholders from investment activities (see above)		127,471		(175,817)
<b>Closing net assets attributable to Shareholders</b>		<b>3,234,954</b>		<b>3,837,082</b>

## Volare Strategic Income Fund

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### Balance Sheet As at 31 May 2024

		31/05/24		31/05/23	
	Note	£	£	£	£
<b>Assets</b>					
Fixed assets:					
Investments			3,228,875		3,270,419
Current assets:					
Debtors	7	40,797		614,437	
Cash and bank balances	8	39,650		141,822	
Total current assets			80,447		756,259
Total assets			3,309,322		4,026,678
<b>Liabilities</b>					
Creditors:					
Distribution payable on income Shares		(31,747)		(29,101)	
Other creditors	9	(42,621)		(160,495)	
Total creditors			(74,368)		(189,596)
Total liabilities			(74,368)		(189,596)
<b>Net assets attributable to Shareholders</b>					
			<b>3,234,954</b>		<b>3,837,082</b>

## Volare Strategic Income Fund

### Notes to the Financial Statements For the year ended 31 May 2024

#### 1 Accounting Basis And Policies

The Funds' Financial Statements have been prepared on the basis detailed on pages 12 to 15.

2 Net capital gains/(losses)	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
<b>The net capital gains/(losses) during the year</b>		
Investment manager subsidy	64,528	53,485
Non-derivative securities gains/(liabilities)	145,132	(155,419)
Transaction charges	(4,719)	(3,727)
<b>Net capital gains/(losses)</b>	<b>204,941</b>	<b>(105,661)</b>
<b>3 Revenue</b>		
	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	£	£
Bank interest	5,674	3,192
Franked dividends from Collective Investment Schemes	45,758	65,734
Interest from Debt Securities	7,727	-
Interest income from Collective Investment Schemes	33,486	34,188
Offshore funds dividends	13,994	23,977
Offshore funds interest	19,475	17,366
<b>Total revenue</b>	<b>126,114</b>	<b>144,457</b>
<b>4 Expenses</b>		
	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	£	£
<b>Payable to the ACD, associates of the ACD, and agents of either of them</b>		
AMC fees	11,500	13,370
Fund accounting fees	18,772	18,225
Registration fees	8,342	7,451
	38,614	39,046
<b>Payable to the Depositary, associates of the Depositary, and agents of either of them</b>		
Depositary's fees	14,400	14,400
Safe custody fees	157	(1,719)
	14,557	12,681
<b>Other expenses</b>		
Audit fees*	10,980	10,470
EMX/Calastone fees	931	641
FCA fees	43	110
General expenses	9,049	5,844
Legal fees	2,572	744
LEI licence fee	124	18
Printing, postage, stationery and typesetting costs	600	600
	24,299	18,427
<b>Total expenses</b>	<b>77,470</b>	<b>70,154</b>

\* Audit fees of £9,150 + VAT have been charged in the current year (2023: £8,725 + VAT).

**Notes to the Financial Statements (continued)**  
**For the year ended 31 May 2024**

<b>5 Taxation</b>	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
<b><i>(a) Analysis of the tax charge in the year</i></b>		
Corporation tax	10,684	7,615
<b>Total current tax charge (Note 6 (b))</b>	<b>10,684</b>	<b>7,615</b>
Deferred tax (Note 6 (c))	-	-
<b>Total taxation for the year</b>	<b>10,684</b>	<b>7,615</b>

***(b) Factors affecting current tax charge for the year***

The tax assessed for the year is different from that calculated when the standard rate of corporation tax for an open ended investment company of 20% (2023: 20%) is applied to the net revenue before taxation

The differences are explained below:

	<b>01/06/23 to 31/05/24</b>	<b>01/06/22 to 31/05/23</b>
	<b>£</b>	<b>£</b>
Net revenue before taxation	48,644	74,303
Net revenue for the year multiplied by the standard rate of corporation tax	9,729	14,861
<b>Effects of:</b>		
Investment manager subsidy	12,906	10,697
Revenue not subject to corporation tax	(11,951)	(17,943)
<b>Total tax charge for the year</b>	<b>10,684</b>	<b>7,615</b>

OEICs are exempt from tax on capital gains in the UK. Therefore, any capital return is not included within the reconciliation above.

***(c) Provision for deferred tax***

There is no provision required for deferred taxation at the balance sheet date in the current or prior year.

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### 6 Finance costs

##### Distributions

The distributions take account of revenue received on the issue of Shares and revenue deducted on the cancellation of Shares and comprise:

	01/06/23 to 31/05/24	01/06/22 to 31/05/23
	£	£
Interim	82,239	107,950
Final	31,747	29,101
Add: Revenue paid on cancellation of Shares	2,809	6,142
Deduct: Revenue received on issue of Shares	(1,365)	(6,349)
<b>Net distribution for the year</b>	<b>115,430</b>	<b>136,844</b>

##### Reconciliation of net revenue after taxation to distributions

Net revenue after taxation	37,960	66,688
Expenses charged to capital	77,470	70,154
Net movement in revenue account	-	2
<b>Net distribution for the year</b>	<b>115,430</b>	<b>136,844</b>

Details of the distributions per Share are set out in the distribution table on page 120.

#### 7 Debtors

	31/05/24	31/05/23
	£	£
Accrued bank interest	153	331
Accrued revenue	8,923	9,464
Investment manager subsidy	31,721	23,865
Sales awaiting settlement	-	580,777
<b>Total debtors</b>	<b>40,797</b>	<b>614,437</b>

#### 8 Cash and bank balances

	31/05/24	31/05/23
	£	£
Cash and bank balances	39,650	141,822
<b>Total cash and bank balances</b>	<b>39,650</b>	<b>141,822</b>

## Volare Strategic Income Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

9 Creditors	31/05/24	31/05/23
	£	£
Amounts payable for cancellation of Shares	520	211
Corporation tax payable	10,684	7,615
Purchases awaiting settlement	-	132,134
	<u>11,204</u>	<u>139,960</u>
<i>Accrued expenses</i>		
<i>Manager and Agents</i>		
AMC fees	974	1,126
Fund accounting fees	1,591	1,545
Registration fees	1,336	3,265
	<u>3,901</u>	<u>5,936</u>
<i>Depository and Agents</i>		
Depository fees	16,125	2,612
Safe custody fees	13	59
Transaction charges	389	1,440
	<u>16,527</u>	<u>4,111</u>
<i>Other accrued expenses</i>		
Audit fees	10,980	10,470
FCA fees	9	18
	<u>10,989</u>	<u>10,488</u>
<b>Total creditors</b>	<b><u>42,621</u></b>	<b><u>160,495</u></b>

#### 10 Related party transactions

The monies received and paid by the ACD through the issue and cancellation of Shares are disclosed in the Statement of Change in Shareholders' Net Assets and amounts due at the year end are disclosed in notes 7 and 9.

The ACD and its associates (including other authorised investment funds managed by the ACD) have no Shareholdings in the Company at the year end.

#### Significant Shareholdings

FundRock Partners Limited, as the Fund's Authorised Corporate Director, wishes to disclose to the Fund's Shareholders that 25.52% and 29.54% (2023: 29.60%) of the Fund's shares in issue are under the control of two nominees and their related parties for the current year.

#### 11 Share Classes

The Share Class and ACD's Annual Management Charges applicable to the Fund are as follows:

Share Class	%
A Income	0.35

Each Share Class has equal rights in the event of the wind up of any Fund.

The reconciliation of the opening and closing numbers of Shares of each class is shown below:

	31/05/23	Issued	Cancelled	Converted	31/05/24
A Income	4,043,434	396,310	(1,173,292)	-	3,266,452

### Notes to the Financial Statements (continued)

For the year ended 31 May 2024

#### 12 Capital commitments and contingent liabilities

There were no contingent liabilities or outstanding commitments at the balance sheet date (2023: Nil).

#### 13 Derivatives and other financial instruments

The main risks from the Fund's holding of financial instruments, together with the ACD's policy for managing these risks, are disclosed in note 2 on pages 15 to 17.

##### (a) Foreign currency risk

The functional currency of the Fund is Pound Sterling. All assets and liabilities of the Fund are denominated in Pound Sterling. There was no direct foreign currency exposure within the Fund at the balance sheet date. However, there was a significant foreign currency exposure within the Fund's holdings of Collective Investment Schemes since a proportion of their assets are denominated in currencies other than Pound Sterling, with the effect their balance sheet and total returns can be affected by exchange rate fluctuations.

##### (b) Interest rate risk profile of financial assets and liabilities

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

Currency Assets	Floating rate financial assets £	Fixed rate financial assets £	Financial assets not carrying interest £	Total £
<b>31/05/24</b>				
Pound Sterling	39,650	118,285	3,151,387	3,309,322
<b>Total</b>	<b>39,650</b>	<b>118,285</b>	<b>3,151,387</b>	<b>3,309,322</b>
<b>31/05/23</b>				
Pound Sterling	141,822	-	3,884,856	4,026,678
<b>Total</b>	<b>141,822</b>	<b>-</b>	<b>3,884,856</b>	<b>4,026,678</b>
Currency Liabilities	Floating rate financial liabilities £	Fixed rate financial liabilities £	Financial liabilities not carrying interest £	Total £
<b>31/05/24</b>				
Pound Sterling	-	-	74,368	74,368
<b>Total</b>	<b>-</b>	<b>-</b>	<b>74,368</b>	<b>74,368</b>
<b>31/05/23</b>				
Pound Sterling	-	-	189,596	189,596
<b>Total</b>	<b>-</b>	<b>-</b>	<b>189,596</b>	<b>189,596</b>

Changes in interest rates would have no material impact to the valuation of floating rate financial assets or liabilities as at the balance sheet date. Consequently, no sensitivity analysis has been presented.

## Volare Strategic Income Fund

### Notes to the Financial Statements (continued) For the year ended 31 May 2024

#### (c) Market Risk

If market prices had increased by 10% as at the balance sheet date, the net asset value of the Fund would have increased by the amounts set out in the table below.

If market prices had decreased by 10% as at the balance sheet date, the net asset value of the Fund would have decreased by the amounts set out in the table below.

These calculations have been applied to non-derivative securities only (see note 2 (h) for an explanation of the Fund's leverage during the period). These calculations assume all other variables remain constant.

	Increase £	Decrease £
2024	322,888	322,888
2023	327,042	327,042

#### (d) Leverage

The Fund did not employ any significant leverage as at 31 May 2024 (2023: no significant leverage), other than that available to the Fund as a result of its ability to borrow up to 10% of its value on a permanent basis.

#### 14 Portfolio transaction costs

	01/06/23 to 31/05/24		01/06/22 to 31/05/23	
	£	£	£	£
<b>Analysis of total purchase costs</b>				
Purchases in year before transaction costs:				
Collective Investment Schemes		2,173,741		921,083
Bonds		-		118,276
		2,173,741		1,039,359
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total purchase costs		-		-
<b>Gross purchase total</b>		<b>2,173,741</b>		<b>1,039,359</b>
<b>Analysis of total sale costs</b>				
Gross sales in year before transaction costs:				
Collective Investment Schemes		2,368,571		1,344,793
		2,368,571		1,344,793
Commissions - Collective Investment Schemes	-		-	
Fees - Collective Investment Schemes	-		-	
Total sale costs		-		-
<b>Total sales net of transaction costs</b>		<b>2,368,571</b>		<b>1,344,793</b>

For the Fund's investment in Collective Investment Scheme holdings there will potentially be dealing spread costs applicable to purchases and sales. However additionally there are indirect transaction costs suffered in those underlying funds, throughout the holding period for the instruments, which are not separately identifiable and do not form part of the analysis above.

## Volare Strategic Income Fund

### Notes to the Financial Statements (continued)

For the year ended 31 May 2024

#### 14 Portfolio transaction costs (continued)

For the Fund's investment transactions in debt instruments any applicable transaction charges form part of the dealing spread for these instruments.

	01/06/23 to 31/05/24 %	01/06/22 to 31/05/23 %
<b>Transaction costs as percentage of principal amounts</b>		
Purchases - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Purchases - Fees		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Commissions		
Collective Investment Schemes	0.0000%	0.0000%
Sales - Fees		
Collective Investment Schemes	0.0000%	0.0000%
	<b>01/06/23 to 31/05/24 %</b>	<b>01/06/22 to 31/05/23 %</b>
<b>Transaction costs as percentage of average net asset value</b>		
Commissions	0.0000%	0.0000%
Fees	0.0000%	0.0000%

#### 15 Post balance sheet events

There are no post balance sheet events which require adjustments at the year end.

#### 16 Fair value disclosure

	31/05/24		31/05/23	
Valuation technique	Assets £	Liabilities £	Assets £	Liabilities £
Level 1: The unadjusted quoted price in an active market for identical assets or liabilities	118,285	-	120,734	-
Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly	3,110,590	-	3,149,685	-
Level 3: Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability*	-	-	-	-
	<b>3,228,875</b>	<b>-</b>	<b>3,270,419</b>	<b>-</b>

\* The valuation techniques and the ACD's policy is disclosed in note 1(i) on page 14.

## Volare Strategic Income Fund

### Distribution Table As at 31 May 2024

#### First Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 June 2023

Group 2 Shares purchased on or after 1 June 2023 to 31 August 2023

	Net revenue (p)	Equalisation (p)	Distribution paid 31/10/23 (p)	Distribution paid 30/10/22 (p)
<b>Share Class A Income</b>				
Group 1	0.9271	-	0.9271	0.8899
Group 2	0.0443	0.8828	0.9271	0.8899

#### Second Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 September 2023

Group 2 Shares purchased on or after 1 September 2023 to 30 November 2023

	Net revenue (p)	Equalisation (p)	Distribution paid 31/01/24 (p)	Distribution paid 30/01/23 (p)
<b>Share Class A Income</b>				
Group 1	0.7715	-	0.7715	0.9143
Group 2	0.4672	0.3043	0.7715	0.9143

#### Third Interim Distribution in pence per Share

Group 1 Shares purchased prior to 1 December 2023

Group 2 Shares purchased on or after 1 December 2023 to 29 February 2024

	Net revenue (p)	Equalisation (p)	Distribution paid 30/04/24 (p)	Distribution paid 30/04/23 (p)
<b>Share Class A Income</b>				
Group 1	0.6958	-	0.6958	0.9004
Group 2	0.0191	0.6767	0.6958	0.9004

#### Final Distribution in pence per Share

Group 1 Shares purchased prior to 1 March 2024

Group 2 Shares purchased on or after 1 March 2024 to 31 May 2024

	Net revenue (p)	Equalisation (p)	Distribution payable 31/07/24 (p)	Distribution paid 31/07/23 (p)
<b>Share Class A Income</b>				
Group 1	0.9719	-	0.9719	0.7197
Group 2	0.7394	0.2325	0.9719	0.7197

### General Information

#### Classes of Shares

The Company can issue different classes of Shares in respect of the Fund. Holders of Income Shares are entitled to be paid the revenue attributable to such Shares, in respect of each annual accounting period, with the exception of Volare Strategic Income Fund which pays quarterly distributions as detailed below (see Distribution Payment Dates). Holders of Accumulation Shares are not entitled to be paid the revenue attributable to such Shares, but that revenue is retained and accumulated for the benefit of Shareholders and is reflected in the price of Shares.

#### Buying and Selling Shares

The Authorised Corporate Director ("ACD") will accept orders to deal in the Shares on normal business days between 9.00 am and 5.00 pm. Instructions to buy or sell Shares may be either in writing to: FundRock Partners Limited - LGT Wealth Management, PO Box 12391, Chelmsford, CM99 2EU or by telephone on 01268 445772\* (UK only) or +44 1268 445772\* (outside the UK)\* or by fax on 01268 441498 (UK only) or +44 1268 441498 (outside the UK). A contract note will be issued by close of business on the next business day after the dealing date to confirm the transaction.

#### Valuation Point

The valuation point for the Fund is 12 noon on each dealing day (being each day which is a business day in London). Valuations may be made at other times under the terms contained within the Prospectus.

#### Prices

The prices of Shares for each class in the Fund will be posted via a link on [www.trustnet.com](http://www.trustnet.com). The prices can also be obtained by telephoning the Administrator on 01268 445772\* (UK only) or +44 1268 445772\* (outside the UK)\* during the ACD's normal business hours.

#### Report

The annual report of the Company will normally be published within two months of each annual accounting period, although the ACD reserves the right to publish the annual report at a later date but not later than four months from the end of each annual accounting period and the interim report will be published within two months of each interim accounting period.

Interim Financial Statements period ended:	30 November
Annual Financial Statements year ended:	31 May

#### Distribution Payment Dates

Interim	31 January, 30 April, 31 October (Strategic Income Fund)
Annual	31 July

\* Please note that telephone calls may be recorded for monitoring and training purposes, and to confirm investors' instructions.

### General Information (continued)

#### Remuneration Information

Under the UCITS V Directive, the ACD must establish and apply remuneration policies and practices that are consistent with and promote sound and effective risk management. Under the COLL Sourcebook, FundRock Partners ("FP") as UK UCITS Manager, are required to disclose details on how those individuals whose actions can have a material impact on the Fund are remunerated (known as Identified Staff or 'Material Risk Takers').

The remuneration strategy across FP is governed by the FP Board. FP has chosen not to establish a Remuneration Committee. The FP Board has established a Remuneration Policy designed to ensure the UCITS Remuneration Code in the UK Financial Authority handbook is met proportionately for all UCITS Remuneration Code Staff.

FP considers its activities as non complex due to the fact that regulation limits the UCITS strategies conducted and the scope of investment in such a way that investor risk is mitigated. The discretion of FP and the portfolio manager is strictly controlled within certain pre-defined parameters as determined in the prospectus of each UK UCITS.

In its role as an UK UCITS Manager, FP deems itself as lower risk due to the nature of the activities it conducts. Therefore FP has provided a basic overview of how staff whose actions have a material impact on the Funds are remunerated.

May 24	Number of Beneficiaries <sup>1</sup>	Total remuneration paid <sup>2</sup>	Fixed remuneration	Variable remuneration paid	Carried interest paid by the UCITS
Total remuneration paid by FP during the financial year	21	2,163,310	2,040,517	122,793	0
Remuneration paid to employees of FP who have a material impact on the risk profile of the UK UCITS	5	695,781	652,122	43,659	0
Senior Management	5	695,781	652,122	43,659	0
Control functions	5	695,781	652,122	43,659	0
Employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers	0	0	0	0	0

<sup>1</sup>Number of beneficiaries represents employees of the FP who are fully or partially involved in the activities of the UK UCITS as at 31 May 2024.

<sup>2</sup>Total remuneration paid represents total compensation of those employees of FP who are fully or partially involved in the activities of the UK UCITS based on their time in the role during the reporting period. Due to FP's operational structure, the information needed to provide a further breakdown of remuneration attributable to the Company is not readily available and would not be relevant or reliable.

There were no material changes in FP's remuneration policy since the previous year end.

Based on the annual review of the remuneration policy and remuneration principles, FundRock Partners have not noted any irregularities which require action.

### General Information (continued)

#### Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Document ("KIID"), Supplementary Information Document ("SID") and the most recent interim and annual reports may be inspected at the office of the ACD which is also the Head Office of the Company and copies can be obtained upon request as well digital copies may be obtained on the below:-

<https://www.fundrock.com/investor-information/lgt-wealth-management-uk-llp/>

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depository in the first instance. In the event that a Shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at Exchange Tower, Harbour Exchange Square, London E14 9SR.

#### Data Protection

The way in which we may use personal information of individuals ("personal data") is governed by the "Data Protection Requirements" which means all applicable data protection laws and regulations including, without limitation, (a) the General Data Protection Regulation (EU) 2016/679 ("GDPR"), (b) UK GDPR (as that term is defined by the Data Protection, Privacy and Electronic Communications (Amendments etc.) (EU Exit) Regulations 2019) and the Data Protection Act 2018, and (c) any legislation that supplements or replaces the foregoing in the UK. The Data Protection Requirements are designed to strengthen data protection for all individuals.

Further details on our privacy policy and your rights under the Data Protection Requirements can be found on our website: <https://www.fundrock.com/policies-and-compliance/privacy-policy/>. Changes to our privacy policy will be published on our website.

We will use personal data to open the Shareholder's accounts, maintain the Register; process subscriptions, redemptions and exchanges of Shares and payments of dividends; perform controls on excessive trading and market timing; comply with applicable anti-money laundering rules or anti-terrorist financing rules; or comply with our reporting obligations to regulatory bodies or tax authorities as well as our obligations under other applicable laws and regulations, monitor calls and electronic communications to process and verify instructions, or for investigation and fraud prevention purposes. We will only share the Shareholder's personal data in accordance with Data Protection Laws.

#### Effects of Personal Taxation

Investors should be aware that unless their Shares are held within an ISA, selling Shares is treated as a disposal for the purpose of Capital Gains Tax.

#### Risk Warning

An investment in an Open Ended Investment Company should be regarded as a medium to long term investment. Investors should be aware that the price of Shares and the income from them may fall as well as rise and investors may not receive back the full amount invested. Past performance is not a guide to future performance. Investments denominated in currencies other than the base currency of a fund are subject to fluctuation in exchange rates, which may be favourable or unfavourable.

### General Information (continued)

#### Value Assessment

With effect from 30 September 2019, an authorised fund manager (“AFM”) or a UCITS management company authorised by the FCA must perform a detailed assessment on whether its funds are providing value to investors and then publish an annual statement summarising the outcome. This statement can be part of a fund’s annual long report or AFMs can produce a composite report covering two or more funds. In carrying out the value assessment, the AFMs must consider several criteria: quality of service, performance, AFM costs, economies of scale, comparable market rates, comparable services and classes of units. FundRock Partners Limited has chosen to use the composite report approach. The assessment will be published on the FundRock website within four months after the reference date - 30 June.

<https://www.fundrock.com/investor-information/lgt-wealth-management-uk-llp/>

#### Task Force on Climate-Related Financial Disclosures (TCFD)

The ACD is required to publish a public TCFD product report in respect of each Sub-fund. The report is designed to provide institutional investors with transparency into their portfolios’ climate-related risks and opportunities according to the recommendations from the TCFD and aims to help investors understand their exposure to these risks and opportunities.

Reports for each Sub-fund are published on <https://www.fundrock.com/investor-information/> and can be found by selecting the relevant Fund Name and then category downloads TCFD reports.

## Volare UCITS Portfolios

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### Contact Information

#### The Company and its Head Office

Volare UCITS Portfolios  
Hamilton Centre,  
Rodney Way,  
Chelmsford,  
England, CM1 3BY  
Incorporated in England and Wales  
under registration number IC001079  
Website address: [www.fundrock.com](http://www.fundrock.com)  
(Authorised and regulated by the FCA)

#### Directors of the ACD

C. Deptford (appointed 16 September 2024)  
S. Gunson  
L. Poynter

#### Non-executive Directors

S. Gordon-Hart (resigned 25 September 2024)  
E. Personne  
D. Phillips (appointed 16 September 2024)  
J. Thompson (appointed 16 September 2024)  
M. Vareika (resigned 25 September 2024)

#### Registrar

SS&C Financial Services Europe Limited  
Head Office:  
SS&C House,  
St Nicholas Lane,  
Basildon,  
Essex SS15 5FS

#### Customer Service Centre

FundRock Partners Limited - LGT Wealth Management  
PO Box 12391,  
Chelmsford CM99 2EU  
Telephone: 01268 445 772\* (within UK only)  
Outside the UK: +44 1268 445 772\*  
Fax: 01268 441 498  
Outside the UK: +44 1268 441 498

#### Auditor

Deloitte LLP  
Statutory Auditor  
2 New Street Square  
London EC4A 3BZ  
United Kingdom

#### Authorised Corporate Director ("ACD")

FundRock Partners Limited  
Hamilton Centre,  
Rodney Way,  
Chelmsford,  
England, CM1 3BY  
(Authorised and regulated by the FCA and  
a member of the Investment Association)

#### Investment Manager

LGT Wealth Management UK LLP  
14 Cornhill,  
London EC3V 3NR  
(Authorised and regulated by the FCA)

#### Depository

Citibank UK Limited,  
Citigroup Centre,  
Canada Square,  
Canary Wharf,  
London E14 5LB  
(Authorised by the Prudential Regulation  
Authority ("PRA") and regulated by the  
PRA and FCA)

\* Please note that telephone calls may be recorded for monitoring and training purposes, and to confirm investors' instructions.

