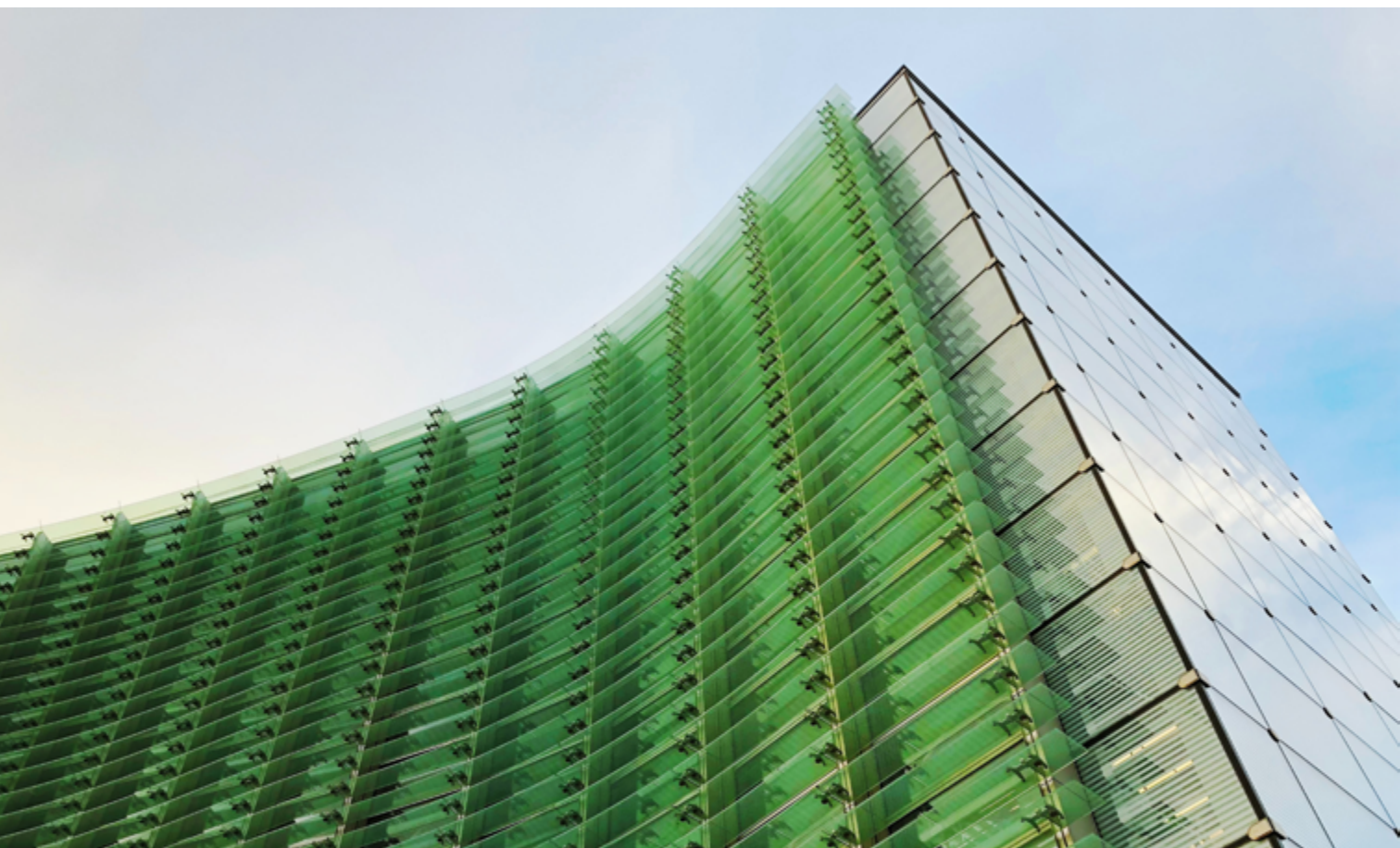




WS Canada Life Investments Fund II

Annual Report and Financial Statements
for the year ended 15 October 2024



WS Canlife Diversified Monthly Income Fund

WS Canlife Diversified Risk Managed III Fund

WS Canlife Diversified Risk Managed IV Fund

WS Canlife Diversified Risk Managed V Fund

WS Canlife Diversified Risk Managed VI Fund

WS Canlife Portfolio III Fund

WS Canlife Portfolio IV Fund

WS Canlife Portfolio V Fund

WS Canlife Portfolio VI Fund

WS Canlife Portfolio VII Fund

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(Authorised and regulated by
the Financial Conduct Authority)

DIRECTORS OF THE ACD

A.M. Berry
V. Karalekas
T.K. Madigan*
K.J. Midl
E.E. Tracey*
R.E. Wheeler
S.P. White*

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* Non-Executive Directors of the ACD.

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INDEPENDENT AUDITOR

ERNST & YOUNG LLP

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ACD'S REPORT

for the year ended 15 October 2024

Authorised Status

WS Canada Life Investments Fund II ('the Company') is an investment company with variable capital incorporated in England and Wales under registered number IC000980 and authorised by the Financial Conduct Authority with effect from 21 November 2013. The Company has an unlimited duration.

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

The Company is a Non-UCITS Retail Scheme. The base currency of the Company and each sub-fund is pounds sterling.

The AIFM is the legal person appointed on behalf of the Company and which (through this appointment) is responsible for managing the Company in accordance with the AIFM Directive and The Alternative Investment Fund Managers Regulations 2013. This role is performed by the ACD and references to the ACD in this Annual Report and Financial Statements include the AIFM as applicable.

ACD's Statement

Economic Uncertainty

Whilst the outbreak of COVID-19 in March 2020 now seems a distant memory, Russia's incursion into Ukraine in February 2022 remains an unresolved conflict that has led to inflationary pressures globally. Add to this the Israel-Hamas conflict that commenced in October 2023, and we are faced with consequences in both the domestic and global economy. Significant increases in the prices of energy and commodities have reverberated around the world, leading to many countries experiencing inflation at levels not seen for many years. To curb the increase in inflation, many nations' central banks have been progressively increasing interest rates. In light of most economies heading in a downward trajectory, central banks have recently ended their aggressive monetary tightening and have projected loosening their monetary policies in the second half of 2024. Although the consequences of the geopolitical events remain unclear, the global economy has shown resilience to the inflationary environment and gives hope that a 'soft-landing' is attainable. July brought political uncertainty in Europe with snap elections in the UK and France which eventually had a moderate impact on financial markets. In addition, Western Central Banks in the US, Eurozone and UK recently started cutting interest rates to support job market and deteriorating manufacturing activity as inflation has continued to ease.

Important Information

With effect from 12 February 2024, the Registrar's transaction fee, which is benchmarked to the Retail Prices Index, was increased for all the Company's sub-funds as permitted by the Funds.

With effect from 28 June 2024, the registered office of the ACD changed to 3rd Floor, Central Square, 29 Wellington Street, Leeds, United Kingdom, LS1 4DL.

ACD'S REPORT continued

Important Information continued

With effect from 30 September 2024, the Registrar changed its name from Link Fund Administrators Limited ('LFAL') to Waystone Transfer Agency Solutions (UK) Limited ('WTASL').

With effect from 21 October 2024, the following changes occurred:

- The Depositary and Custodian of the Company changed from The Bank of New York Mellon (International) Limited to Northern Trust Investor Services Limited.
- The Fund Accountant of the Company changed from The Bank of New York Mellon (International) Limited to Northern Trust Global Services SE (UK Branch).

With effect from 11 November 2024, the settlement period changed from three business days to two business days for all sub-funds of the Company.

Cross Holdings

No sub-funds had holdings in any other sub-fund of the Company at the end of the year.

Remuneration Policy

Waystone Management (UK) Limited ('WMUK') is committed to ensuring that its remuneration policies and practices are consistent with, and promote, sound and effective risk management. WMUK's remuneration policy is designed to ensure that excessive risk taking is not encouraged by or within WMUK including in respect of the risk profile of the funds it operates, to manage the potential for conflicts of interest in relation to remuneration (having regard, inter alia, to its formal conflicts of interest policy) and to enable WMUK to achieve and maintain a sound capital base.

None of WMUK's staff receives remuneration based on the performance of any individual fund. WMUK acts as the operator of both UK UCITS funds and Alternative Investment Funds ('AIFs').

WMUK delegates portfolio management for the funds to various investment management firms. The portfolio managers' fees and expenses for providing investment management services are paid by the ACD out of its own remuneration under the ACD agreement. The investment management firms may make information on remuneration publicly available in accordance with the disclosure requirements applicable to them. This disclosure is in respect of WMUK activities (including activities performed by its sister company Waystone Transfer Agency Solutions (UK) Limited (WTASL) or by employees of that entity), and excludes activities undertaken by third party investment management firms. WMUK staff do not perform duties solely for particular funds, nor are they remunerated by reference to the performance of any individual fund. Accordingly, the information below is for WMUK as a whole. No attempt has been made to attribute remuneration to the Company itself.

ACD'S REPORT continued

Remuneration Policy continued

Information on WMUK's remuneration arrangements is collated annually, as part of its statutory accounts preparation processes. Accordingly, the information disclosed relates to the year ended 31 December 2023, being the most recent accounting period for which accounts have been prepared by WMUK prior to the production of these accounts. As at 31 December 2023, WMUK operated 83 UK UCITS and 119 AIFs, whose respective assets under management ('AuM') were £36,868 million and £52,751 million. The Company was valued at £1,356 million as at that date and represented 1.51% of WMUK's total AuM and 2.57% of its AIF AuM.

The disclosure below represents that required under FUND 3.3.5R (5) and (6) for funds subject to AIFMD obligations.

2023	Number of beneficiaries	Fixed £'000	Variable £'000	Total £'000
Total amount of remuneration paid by WMUK for the financial year to 31 December 2023	166	3,223	324	3,547
Total amount of remuneration paid to members of staff whose activities have a material impact on the risk profile of the funds for the financial year to 31 December 2023				
Senior management (incl all Board members)	7	390	104	494
Staff engaged in control functions	11	411	86	497
Risk takers and other identified staff	17	461	50	511
Any employees receiving total remuneration that takes them into the same remuneration bracket as senior management and risk takers	-	-	-	-

WMUK's remuneration arrangement includes fixed salaries, contributory pension arrangements and certain other benefits, and the potential for discretionary bonuses. The amount available for payment of discretionary bonuses is dependent on satisfactory performance by WMUK, and the Waystone Group as a whole, rather than the performance of any individual fund. Bonuses may then be paid to staff to reflect their contribution to WMUK's success. The precise metrics used vary by function, but consideration is given to both qualitative and quantitative measures.

Further details can be found at: <https://www.fundsolutions.net/media/jyujy1n3/wmuk-explanation-of-compliance-with-remuneration-code.pdf>.

ACD'S REPORT continued

Securities Financing Transactions

The Company has the ability to utilise Securities Financing Transactions (being transactions such as lending or borrowing of securities, repurchase or reverse repurchase transactions, buy-sell back or sell-buy back transactions, or margin lending transactions). No such transactions have been undertaken in the period covered by this report for the sub-funds other than the WS Canlife Diversified Monthly Income Fund.

Please refer to Note 18 for the securities on loan for the WS Canlife Diversified Monthly Income Fund.

Task Force on Climate-related Financial Disclosures ('TCFD')

In accordance with current Financial Conduct Authority rules, the ACD is required to publish its own TCFD report and that of each fund. The report can be found at TCFD Reporting (fundsolutions.net/tcf-d-reporting) and the report of the sub-funds of the Company can be found at <https://www.fundsolutions.net/uk/canada-life-asset-management-limited/ws-canada-life-investments-fund-ii/>.

Prior to accessing the report of the sub-funds of the Company there is a link to the 'TCFD Reporting Guide' which provides an explanation of the TCFD report.

Value Assessment

In accordance with current Financial Conduct Authority rules, the ACD is required to carry out an annual assessment on whether the Company provides value to investors. The outcome of the latest assessment is available on the ACD's website.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canada Life Investments Fund II
27 January 2025

DIRECTOR'S STATEMENT

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook and the Investment Funds Sourcebook, as applicable, as issued and amended by the Financial Conduct Authority together with the relevant provisions of the Alternative Investment Fund Manager's Directive and modified by a direction given by the Financial Conduct Authority where the ACD has opted to provide a NURS KII Document, a Key Investor Information Document for Non-UCITS Retail Schemes.

K.J. MIDL

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canada Life Investments Fund II
27 January 2025

STATEMENT OF ACD'S RESPONSIBILITIES

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

In preparing the financial statements the ACD is responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland;
- complying with the disclosure requirements of the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Association in May 2014;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company and its sub-funds' ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to wind up the Company or its sub-funds or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, the Prospectus, the COLL and FUND Sourcebook.

STATEMENT OF DEPOSITARY'S RESPONSIBILITIES

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook and, from 22 July 2014, the Investment Funds Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228), as amended, the Financial Services and Markets Act 2000, as amended, (together 'the Regulations'), the Company's Instrument of Incorporation and Prospectus (together 'the Scheme documents') as summarised below.

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

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

The Depositary must ensure that:

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

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

REPORT OF THE DEPOSITARY

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

- (i) has carried out the issue, sale, redemption and cancellation, and calculation of the price of the Company's shares and the application of the Company's income in accordance with the Regulations and the Scheme documents of the Company; and
- (ii) has observed the investment and borrowing powers and restrictions applicable to the Company.

THE BANK OF NEW YORK MELLON (INTERNATIONAL) LIMITED

Depositary of WS Canada Life Investments Fund II
27 January 2025

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II

Opinion

We have audited the financial statements of WS Canada Life Investments Fund II ('the Company') comprising each of its sub-funds for the year ended 15 October 2024, which comprise the Statement of Total Return, the Statement of Changes in Net Assets Attributable to Shareholders, the Balance Sheet, the related notes and the Distribution Tables, and the accounting policies of the Company, which include summary of significant accounting policies.

The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland'.

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Company comprising each of its sub-funds as at 15 October 2024 and of the net revenue and the net capital gains on the scheme property of the Company comprising each of its sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice.

Basis for Opinion

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

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

Conclusions Relating to Going Concern

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

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

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

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II continued

Other Information

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

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

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

We have nothing to report in this regard.

Opinions on Other Matters Prescribed by the Rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority (the 'FCA')

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the FCA and the Instrument of Incorporation; and
- there is nothing to indicate that adequate accounting records have not been kept or that the financial statements are not in agreement with those records; and
- the information given in the ACD's report for the financial year for which the financial statements are prepared is consistent with the financial statements.

Matters on Which We Are Required to Report by Exception

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

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

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II continued

Responsibilities of the ACD

As explained more fully in the ACD's responsibilities statement set out on page 17, the ACD is responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the ACD determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

Explanation as to What Extent the Audit Was Considered Capable of Detecting Irregularities, Including Fraud

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

Our approach was as follows:

- We obtained an understanding of the legal and regulatory frameworks that are applicable to the Company and determined that the most significant are United Kingdom Generally Accepted Accounting Practice (UK GAAP), Investment Management Association's Statement of Recommended Practice (IMA SORP), the FCA Collective Investment Schemes Sourcebook, the OEIC Regulations, the Company's Instrument of Incorporation and the Prospectus.
- We understood how the Company is complying with those frameworks through discussions with the ACD and the Company's administrators and a review of the Company's documented policies and procedures.

INDEPENDENT AUDITOR'S REPORT TO THE SHAREHOLDERS OF WS CANADA LIFE INVESTMENTS FUND II continued

- We assessed the susceptibility of the Company's financial statements to material misstatement, including how fraud might occur by considering the risk of management override, specifically management's propensity to influence revenue and amounts available for distribution. We identified fraud risks in relation to the incomplete or inaccurate income recognition through incorrect classifications of special dividends and the resulting impact to amounts available for distribution. We tested the appropriateness of management's classification of material special dividends as either a capital or revenue return.
- Based on this understanding we designed our audit procedures to identify non-compliance with such laws and regulations. Our procedures involved review of the reporting to the ACD with respect to the application of the documented policies and procedures and review of the financial statements to test compliance with the reporting requirements of the Company.
- Due to the regulated nature of the Company, the Statutory Auditor considered the experience and expertise of the engagement team to ensure that the team had the appropriate competence and capabilities to identify non-compliance with the applicable laws and regulations.

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

Use of Our Report

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

ERNST & YOUNG LLP

Statutory Auditor
Edinburgh
28 January 2025

ACCOUNTING AND DISTRIBUTION POLICIES

for the year ended 15 October 2024

1. Accounting Policies

The principal accounting policies, which have been applied to the financial statements of the sub-funds in both the current and prior year, are set out below. These have been applied consistently across all sub-funds unless otherwise stated in the Notes to the Financial Statements of each sub-fund.

(A) BASIS OF ACCOUNTING

The financial statements of each sub-fund have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with FRS 102 The Financial Reporting Standard applicable in the UK and Republic of Ireland. The financial statements have been prepared in accordance with the Statement of Recommended Practice ('SORP') for Financial Statements of UK Authorised Funds issued by the Investment Association ('IA') in May 2014, as amended.

These financial statements are prepared on a going concern basis. The ACD has made an assessment of each sub-fund's ability to continue as a going concern, and is satisfied they have the resources to continue in business for the foreseeable future and is not aware of any material uncertainties that may cast significant doubt on this assessment. This assessment is made as at the date of issue of these financial statements, covering the subsequent 12 months, and considers liquidity, declines in global capital markets, known redemption levels and key service provider's operational resilience. The ACD also considered each sub-fund's continued ability to meet ongoing costs, and is satisfied they have the resources to meet these costs and to continue in business.

(B) RECOGNITION OF REVENUE

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

US REIT dividend revenue is accounted for partly as revenue and partly as capital, depending on the underlying REIT distribution. All REIT dividend revenue is recognised on an accruals basis.

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

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

Revenue received from tax transparent funds is recognised when the information is made available by the reporting fund.

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

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

ACCOUNTING AND DISTRIBUTION POLICIES continued

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

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

(C) TREATMENT OF EXPENSES

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

Expenses incurred by tax transparent funds are recognised when the information is made available by the reporting fund.

(D) ALLOCATION OF REVENUE AND EXPENSES TO MULTIPLE SHARE CLASSES AND SUB-FUNDS

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

All share classes are ranked pari passu and have no particular rights or terms attached, including rights on winding up.

(E) TAXATION

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

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

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

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

(F) BASIS OF VALUATION OF INVESTMENTS

All investments are valued at their fair value as at close of business on the last business day of the financial year.

Quoted investments are valued at fair value which generally is the bid price, excluding any accrued interest in the case of debt securities. Accrued interest on debt securities is included in revenue.

ACCOUNTING AND DISTRIBUTION POLICIES continued

Collective investment schemes are valued at published bid prices for dual priced funds and at published prices for single priced funds.

(G) EXCHANGE RATES

The base and functional currency of the sub-funds is pounds sterling. Transactions in foreign currencies are recorded in sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the exchange rate prevailing at close of business on the last business day of the financial year.

(H) DILUTION LEVY

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

(I) PORTFOLIO TRANSACTION COSTS

Direct transaction costs may consist of fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Debt security investments have no separately identifiable transaction costs as they form part of the dealing spread. Indirect transaction costs may be incurred on transactions in underlying schemes but these do not form part of the direct transaction costs disclosures. Direct transaction costs do not include any difference between the quoted bid and offer prices or internal administrative or holding costs. The average portfolio dealing spread disclosed is the difference between the bid and offer prices of investments at the balance sheet date, including the effect of foreign exchange, expressed as a percentage of the value determined by reference to the offer price.

2. Distribution Policies

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

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

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

ACCOUNTING AND DISTRIBUTION POLICIES continued

The ordinary element of stock received in lieu of cash dividends is credited to capital in the first instance followed by a transfer to revenue of the cash equivalent being offered and this forms part of the distributable revenue of the Fund. In the case of an enhanced stock dividend, the value of the enhancement is treated as capital and does not form part of any distribution.

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

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Monthly Income Fund ('the Fund') is to provide income monthly with the prospect for long term (at least 5 years) capital growth.

The investment policy of the Fund is to invest globally in the following asset classes: equities, debt securities (government, corporate bonds, convertibles and preference shares), cash, near cash, money market instruments, immovable property, infrastructure and commodities.

The Fund may gain exposure to the asset classes listed directly and indirectly by investing in other transferable securities, Real Estate Investment Trusts, Exchange Traded Funds and collective investment schemes (open and closed ended), which may include collective investment schemes managed or advised by the ACD, the Portfolio Manager or their associates. Exposure to immovable property, infrastructure and commodities will be indirect.

The Fund may not have exposure to all asset classes at all times.

The Fund's exposure to the following asset classes will be within the ranges stated:

Asset Class	Min %	Max %
Property	0	20
Equities	25	55
Government and Corporate Bonds	30	70

The Fund has no particular geographic focus.

The Portfolio Manager may employ derivatives for the purpose of efficient portfolio management.

Additional Information

The Portfolio Manager undertakes asset allocation with a particular focus on both valuation and yield. A review is undertaken at least quarterly which determines target weights for the asset classes (for example, whether government or corporate bonds are preferred and which regions are preferred).

At an individual security level the Portfolio Manager will consider investment in securities which in their opinion have a robust business model, a strong balance sheet and market share and the ability to provide stable and/or growing level of distribution.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Monthly Income Fund
27 January 2025

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks were the standout winners, with hardware and artificial intelligence (AI) leading the charge. Particularly in the second quarter of 2024, this skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Income shares of the Fund increased by 12.74% in the twelve months to 15 October 2024. This compares with an increase of 12.37% in the Fund's benchmark, the IA Mixed Investment 20-60% Shares sector.

Fund Activity

The Fund's performance was influenced by various factors during the period, including currency movements and the broadening out of market returns. Sterling's appreciation during 2024 has been a double-edged sword for investors. While the currency aspect has been beneficial, the lack of capital gains from the UK yield curve has been a drawback compared to overseas bonds. Returns from global equities have also been lowered by the depreciation of the dollar compared to sterling.

The REITs allocation showed some positive momentum towards the end of the period. These asset classes had struggled earlier in the year, but confidence has been growing and our view of these is now cautiously optimistic.

In terms of Fund changes, last year, the Fund had an increased allocation to fixed income due to attractive yields and Spring 2024 marked the turning point for the Fund's shift back towards equities. We also moved the allocation to global equities to be significantly higher than UK equities (from roughly equal weightings

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

at the beginning of the period). This reflected our conviction in a broadening out of performance for global equities outside the US. In the second quarter of 2024, following strong gains in the sector, we reduced exposure to tech companies, continuing to trim as the equity market rally extended into other sectors in early autumn.

We reduced exposure in high yield bonds as well as sterling bonds in favour of global fixed income. Towards the end of the period, as sterling bonds began to offer a competitive yield, we added back to our holding, reducing cash and equities.

The Fund reduced exposure to both property and infrastructure mid-period during a challenging period for alternatives, before increasing the allocation towards the end of the period as the asset class recovered, to act as a hedge against potential volatility.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers like gold offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

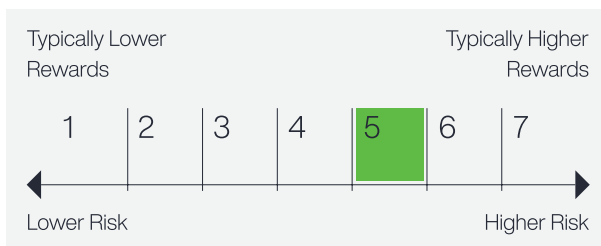
Portfolio Manager
8 November 2024

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



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

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

This indicator may not be a reliable indication of the future risk profile of this Fund.

The risk and reward profile shown is not guaranteed to remain the same and may change over time. Number 1 on the scale does not mean that a fund is risk free.

Income Risk: The amount of income is not guaranteed. The Fund can only distribute income it has and there is no guarantee that income will be paid each month.

Charges to Capital Risk: As charges are taken from the Fund's capital, this will erode capital and may constrain capital growth.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

Property Fund Investment Risk: Property Funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, which may result in large and frequent price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	96.03	93.86	106.55
Return before operating charges*	12.93	7.47	(7.45)
Operating charges	(0.68)	(0.77)	(0.70)
Return after operating charges	12.25	6.70	(8.15)
Distributions	(4.46)	(4.53)	(4.54)
Closing net asset value per share	103.82	96.03	93.86
* after direct transaction costs of:	0.06	0.06	0.06

PERFORMANCE

Return after charges	12.76%	7.14%	(7.65)%
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OTHER INFORMATION

Closing net asset value (£'000)	15,936	4,587	2,306
Closing number of shares	15,350,069	4,777,048	2,456,920
Operating charges	0.66% ²	0.78% ¹	0.66%
Direct transaction costs	0.06%	0.05%	0.06%

PRICES

Highest share price	105.64	104.32	110.91
Lowest share price	94.55	94.44	94.78

¹ As the Fund had significant investment in collective investment schemes, the operating charges took account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

² 0.09% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	115.23	107.59	116.93
Return before operating charges*	15.68	8.54	(8.56)
Operating charges	(0.83)	(0.90)	(0.78)
Return after operating charges	14.85	7.64	(9.34)
Distributions	(5.45)	(5.29)	(5.06)
Retained distributions on accumulation shares	5.45	5.29	5.06
Closing net asset value per share	130.08	115.23	107.59
* after direct transaction costs of:	0.07	0.06	0.07

PERFORMANCE

Return after charges	12.89%	7.10%	(7.99)%
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OTHER INFORMATION

Closing net asset value (£'000)	9,230	2,790	628
Closing number of shares	7,095,368	2,421,027	583,593
Operating charges	0.66% ²	0.78%	0.66% ¹
Direct transaction costs	0.06%	0.05%	0.06%

PRICES

Highest share price	130.78	120.72	122.03
Lowest share price	113.45	108.49	107.85

¹ As the Fund did not have significant investment in collective investment schemes, the operating charges did not take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

² 0.09% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	115.93	108.13	117.37
Return before operating charges*	15.75	8.57	(8.60)
Operating charges	(0.68)	(0.77)	(0.64)
Return after operating charges	15.07	7.80	(9.24)
Distributions	(5.49)	(5.32)	(5.09)
Retained distributions on accumulation shares	5.49	5.32	5.09
Closing net asset value per share	131.00	115.93	108.13
* after direct transaction costs of:	0.07	0.06	0.07

PERFORMANCE

Return after charges	13.00%	7.21%	(7.87)%
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OTHER INFORMATION

Closing net asset value (£'000)	35,912	31,309	28,939
Closing number of shares	27,413,178	27,006,584	26,762,074
Operating charges	0.54% ²	0.66%	0.54% ¹
Direct transaction costs	0.06%	0.05%	0.06%

PRICES

Highest share price	131.67	121.37	122.52
Lowest share price	114.15	109.03	108.39

¹ As the Fund did not have significant investment in collective investment schemes, the operating charges did not take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

² 0.09% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	96.46	94.18	106.81
Return before operating charges*	12.97	7.48	(7.50)
Operating charges	(0.56)	(0.66)	(0.57)
Return after operating charges	12.41	6.82	(8.07)
Distributions	(4.48)	(4.54)	(4.56)
Closing net asset value per share	104.39	96.46	94.18
* after direct transaction costs of:	0.06	0.06	0.06

PERFORMANCE

Return after charges	12.87%	7.24%	(7.56)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,292	5,919	1,308
Closing number of shares	6,027,170	6,136,103	1,389,009
Operating charges	0.54% ²	0.66%	0.54% ¹
Direct transaction costs	0.06%	0.05%	0.06%

PRICES

Highest share price	106.23	104.72	111.21
Lowest share price	94.98	94.90	95.16

¹ As the Fund did not have significant investment in collective investment schemes, the operating charges did not take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end date weighted against the net asset value of the share class at that date.

² 0.09% is excluded from the current year Operating Charges Figure in relation to closed end funds.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Diversified Monthly Income Fund	12.74	11.48	29.35
IA Mixed Investment 20-60% Shares sector ¹	12.37	4.82	16.18

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Income share with income reinvested.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 62 to 69.

RISK WARNING

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

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	DEBT SECURITIES – 42.54% (15.10.23 – 42.41%)		
	GOVERNMENT BONDS – 3.23% (15.10.23 – 0.83%)		
\$445,000	US Treasury Inflation Protected Securities 0.75% Bonds 15/2/2042	389	0.58
\$2,280,000	US Treasury 4.5% Bonds 31/5/2029	1,787	2.65
	TOTAL GOVERNMENT BONDS	<u>2,176</u>	<u>3.23</u>
	CORPORATE BONDS – 39.31% (15.10.23 – 41.58%)		
£500,000	AA BOND 8.45% 31/7/2050	529	0.79
\$400,000	Allianz 3.2% <i>floating rate notes Perpetual</i>	262	0.39
£475,000	America Movil 5.75% 28/6/2030	493	0.73
\$750,000	American Honda Finance 4.9% 13/3/2029	582	0.86
\$640,000	Amgen 5.6% 2/3/2043	506	0.75
£450,000	AT&T 7% 30/4/2040	513	0.76
£10,000	Aviva 6.125% <i>floating rate notes</i> 14/11/2036	10	0.01
£600,000	Banco Santander 4.75% <i>floating rate notes</i> 30/8/2028	599	0.89
£650,000	Bank of America 3.584% 27/4/2031	609	0.90
£400,000	Barclays 9.25% <i>Perpetual</i>	425	0.63
\$500,000	Barclays 9.625% 15/3/2073	427	0.63
£640,000	Becton Dickinson 3.02% 24/5/2025	631	0.94
£750,000	Becton Dickinson 5.081% 7/6/2029	587	0.87
\$200,000	BMW US Capital 3.7% 1/4/2032	142	0.21
£600,000	BNP Paribas 6% 18/8/2029	623	0.92
£600,000	BP Capital Markets 4.25% <i>Perpetual</i>	581	0.86
£800,000	Burberry Group 5.75% 20/6/2030	775	1.15
\$400,000	Cloverie 5.625% 24/6/2046	306	0.45
€ 800,000	CNP Assurances 4.75% <i>Perpetual</i>	658	0.98
\$370,000	Comcast 4.25% 15/1/2033	274	0.41
\$450,000	Demeter Investments 5.625% 15/8/2052	345	0.51
£500,000	Deutsche Bank 4% 24/6/2026	495	0.73

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
£280,000	Deutsche Telekom International Finance 7.625% 15/6/2030	320	0.48
\$640,000	Duke Energy Carolinas 4.95% 15/1/2033	497	0.74
£470,000	Eastern Power Networks 6.25% 12/11/2036	509	0.76
£600,000	Électricité de France 6% <i>Perpetual</i>	597	0.89
£410,000	Equinor 6.125% 27/11/2028	435	0.65
£550,000	Gatwick Funding 4.375% 7/4/2026	538	0.80
£550,000	Gatwick Funding 6.125% 2/3/2038	560	0.83
£400,000	HSBC 5.29% <i>floating rate notes</i> 16/9/2032	398	0.59
£400,000	HSBC 6.75% 11/9/2028	420	0.62
\$450,000	ING 4.875% <i>Perpetual</i>	317	0.47
\$430,000	ING 7.25% <i>Perpetual</i>	335	0.51
\$400,000	International Business Machines 4.15% 15/5/2039	278	0.41
€ 400,000	Intesa Sanpaolo 7.75% <i>Perpetual</i>	349	0.52
£394,064	Intu Metrocentre Finance 8.75% 6/12/2028	201	0.30
£530,000	John Deere Bank 5.125% 18/10/2028	542	0.80
£465,000	John Lewis 4.25% 18/12/2034	358	0.53
\$700,000	JPMorgan Chase & Co 4.6% <i>Perpetual</i>	530	0.79
£600,000	Legal & General 4.5% <i>floating rate notes</i> 1/11/2050	560	0.83
£200,000	Lloyds Banking 11.75% <i>Perpetual</i>	329	0.49
£375,000	M&G 5.625% 20/10/2051	363	0.54
£139,548	Marstons Issuer <i>floating rate notes</i> 15/10/2027	124	0.18
£202,114	Mitchells & Butlers Finance 6.013% 15/12/2030	198	0.29
£600,000	Motability Operations 3.75% 16/7/2026	591	0.88
£2,000	Nationwide Building Society 10.25% <i>Perpetual</i>	265	0.39
£300,000	NIE Finance 5.875% 1/12/2032	314	0.47
£600,000	Pacific Life Global 5% 12/1/2028	606	0.90
£525,000	Phoenix 5.75% <i>Perpetual</i>	488	0.72
€1,000,000	Rabobank 4.875% <i>Perpetual</i>	806	1.20
£400,000	RENTOKIL 5% 27/6/2032	389	0.58
£250,000	RL Finance No 4 4.875% 7/10/2049	207	0.31
£500,000	Southern Gas Network 4.875% 21/3/2029	504	0.75

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
£500,000	Thames 4.375% 3/7/2034	364	0.54
£500,000	Total Capital International 1.66% 22/7/2026	477	0.71
£400,000	Toyota Motor Finance Netherlands BV 4.625% 8/6/2026	400	0.59
\$400,000	UBS 9.25% <i>Perpetual</i>	337	0.50
\$300,000	Verizon Communications 5.25% 16/3/2037	234	0.35
€ 100,000	Volkswagen International Finance 3.748% <i>floating rate notes Perpetual</i>	80	0.12
€ 400,000	Volkswagen International Finance 3.748% <i>floating rate notes Perpetual</i>	319	0.47
£400,000	Weir 6.875% 14/6/2028	418	0.62
£520,000	Yorkshire Power Finance 7.25% 4/8/2028	551	0.82
	TOTAL CORPORATE BONDS	<u>26,480</u>	<u>39.31</u>
	TOTAL DEBT SECURITIES	<u>28,656</u>	<u>42.54</u>
	PREFERENCE SHARES – 2.85% (15.10.23 – 0.00%)		
19,632	Apollo Global Management	1,129	1.68
19,500	Ares Management Corporation	788	1.17
	TOTAL PREFERENCE SHARES	<u>1,917</u>	<u>2.85</u>
	EQUITIES – 52.17% (15.10.23 – 51.85%)		
	UNITED KINGDOM – 23.28% (15.10.23 – 25.33%)		
3,878	AstraZeneca	460	0.68
58,651	BAE Systems	760	1.13
24,632	Bellway	814	1.21
22,480	BlackRock Smaller Companies ¹	314	0.47
146,102	BP	573	0.85
555,392	Custodian REIT ¹	464	0.69
52,643	Dunelm	628	0.93
685,651	Foresight Environmental Infrastructure ¹	589	0.87
449,834	Greencoat UK Wind ¹	603	0.90
47,678	GSK	712	1.06

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

 Holding 	 Portfolio of Investments 	 Value £'000 	 15.10.24 %
502,521	HICL Infrastructure ¹	630	0.94
96,124	HSBC	643	0.95
33,708	IG	316	0.47
503,817	International Public Partnership ¹	636	0.94
246,585	J Sainsbury	683	1.01
71,696	Landsec	460	0.68
178,014	Legal & General	398	0.59
285,623	LondonMetric Property	580	0.86
97,817	National Grid	995	1.49
43,521	Persimmon	723	1.07
62,500	Phoenix	323	0.48
647,512	Picton Property Income	468	0.69
614,338	Renewables Infrastructure ¹	593	0.88
28,620	Shell 'B'	716	1.06
441,408	Supermarket Income REIT ¹	317	0.48
177,986	Tesco	635	0.94
13,355	Unilever	650	0.96
	TOTAL UNITED KINGDOM	15,683	23.28
	CONTINENTAL EUROPE – 5.81% (15.10.23 – 3.62%)		
1,024	ASML	570	0.85
60,441	Iberdrola	708	1.05
1,152	LVMH Moët Hennessy Louis Vuitton	600	0.89
86,519	METSO	656	0.97
89,635	Repsol	872	1.30
15,069	Smurfit Westrock	505	0.75
	TOTAL CONTINENTAL EUROPE	3,911	5.81
	NORTH AMERICA – 17.76% (15.10.23 – 19.94%)		
9,159	Amazon.com	1,313	1.95
3,563	Amgen	884	1.31
9,865	Broadcom	1,326	1.97

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

 Holding	 Portfolio of Investments	 Value £'000	 15.10.24 %
3,030	Cadence Design Systems	623	0.92
26,067	Clearway Energy	515	0.76
17,201	Exchange Income	521	0.77
5,647	JPMorgan Chase & Co	959	1.42
33,346	Ladder Capital REIT	286	0.42
5,119	Microsoft	1,637	2.43
24,418	Onemain	870	1.29
3,297	Paychex	358	0.54
38,259	Pfizer	860	1.28
43,554	Sixth Street Specialty Lending	685	1.02
26,904	Starwood Property REIT	411	0.61
18,594	Williams Companies	723	1.07
	TOTAL NORTH AMERICA	11,971	17.76
	ASIA PACIFIC (EXCLUDING JAPAN) – 1.43% (15.10.23 – 0.64%)		
6,743	Taiwan Semiconductor Manufacturing ADS	964	1.43
	AUSTRALIA – 1.29% (15.10.23 – 1.91%)		
23,906	BHP	533	0.79
6,697	Rio Tinto	338	0.50
	TOTAL AUSTRALIA	871	1.29
	GLOBAL – 1.74% (15.10.23 – 2.00%)		
488,913	BBGI Global infrastructure ¹	606	0.90
194,195	CQS New City High Yield ¹	101	0.15
351,609	Foresight Solar ¹	309	0.46
91,753	Invesco Bond Income Plus ¹	158	0.23
	TOTAL GLOBAL	1,174	1.74

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

 Holding	 Portfolio of Investments	 Value £'000	 15.10.24 %
	JAPAN – 0.86% (15.10.23 – 0.00%)		
35,100	Sumitomo Mitsui Financial	578	0.86
	TOTAL EQUITIES	35,152	52.17
	MONEY MARKETS – 0.00% (15.10.23 – 1.57%)	–	–
	Portfolio of investments	65,725	97.56
	Net other assets	1,645	2.44
	Net assets	67,370	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are ordinary shares listed on a regulated market unless stated otherwise.

¹ Closed end fund.

Definition:

ADS – American Depositary Shares.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 16)	27,787	Total sales for the year £'000 (note 16)	8,993
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
US Treasury 4.5% Bonds 31/5/2029	1,799	Blackstone	671
Repsol	1,051	Coca-Cola	668
Amazon.com	881	Aviva 6.125% <i>floating rate notes</i>	
Amgen	807	14/11/2036	649
Burberry Group 5.75% 20/6/2030	798	Alibaba	561
Ares Management Corporation	757	Diageo Finance 2.375% 8/6/2028	461
METSO	737	Siemens	456
Alibaba	677	UBS Switzerland 7% <i>Perpetual</i>	402
J Sainsbury	651	BASF	366
Iberdrola	638	Crédit Agricole Assurances 4.25% <i>floating rate notes Perpetual</i>	343
		Telefonica Europe 4.375% <i>Perpetual</i>	341

In addition to the above, purchases totalling £4,065,000 and sales totalling to £4,779,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains	3		4,129		604
Revenue	4	2,834		2,149	
Expenses	5	(322)		(228)	
Interest payable and similar charges	7	(1)		(1)	
Net revenue before taxation		2,511		1,920	
Taxation	6	(320)		(233)	
Net revenue after taxation			2,191		1,687
Total return before distributions			6,320		2,291
Distributions	8		(2,448)		(1,871)
Change in net assets attributable to shareholders from investment activities			3,872		420

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders		44,605		33,181
Amounts receivable on issue of shares	21,692		13,827	
Amounts payable on redemption of shares	(4,561)		(4,383)	
		17,131		9,444
Change in net assets attributable to shareholders from investment activities		3,872		420
Retained distributions on Accumulation shares		1,762		1,560
Closing net assets attributable to shareholders		67,370		44,605

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		65,725	43,456
Current assets			
Debtors	9	736	566
Cash and cash equivalents	10	1,300	916
Total assets		<u>67,761</u>	<u>44,938</u>
LIABILITIES			
Creditors			
Distribution payable	11	(197)	(97)
Other creditors	11	(194)	(236)
Total liabilities		<u>(391)</u>	<u>(333)</u>
Net assets attributable to shareholders		<u>67,370</u>	<u>44,605</u>

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year. The distribution policy described below has also been applied to this Fund.

All expenses are transferred to capital for distribution purposes in line with the Fund's investment objective. This will increase the amount of revenue available for distribution; however, will erode capital and may constrain capital growth.

3. Net Capital Gains

The net capital gains during the year comprise:

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	4,157	623
Transaction charges	(1)	(2)
Property gains on US REITs	–	10
Currency losses	(27)	(27)
Net capital gains	<u>4,129</u>	<u>604</u>

The net capital gains figure includes realised gains of £179,000 and unrealised gains of £2,466,000 (15.10.23: includes realised losses of £224,000 and unrealised losses of £1,485,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	1,231	1,028
US property dividends	60	69
UK property income distributions	88	110
Interest on debt securities	1,373	904
Interest distributions on CIS holdings	21	–
Bank interest	57	34
Stock lending revenue	4	4
Total revenue	<u>2,834</u>	<u>2,149</u>

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	230	160
Legal and professional fees	10	10
Typesetting costs	2	3
Registration fees	36	22
TCFD fees	4	–
	282	195
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	20	15
Safe custody and other bank charges	8	6
	28	21

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Other expenses:		
Audit fees	11	11
Legal and professional fees	1	1
	<u>12</u>	<u>12</u>
Total expenses	<u>322</u>	<u>228</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	260	179
Double tax relief	(12)	(11)
Overseas tax	<u>73</u>	<u>65</u>
Current tax charge	321	233
Deferred tax – origination and reversal of timing differences (note 6c)	<u>(1)</u>	<u>-</u>
Total taxation (note 6b)	<u>320</u>	<u>233</u>

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	<u>2,511</u>	<u>1,920</u>
Corporation tax at 20%	502	384

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Effects of:		
Non-taxable dividends	(246)	(206)
Double tax relief	(9)	(12)
Capitalised income subject to tax	<u>–</u>	<u>2</u>
Corporation tax charge	247	168
Overseas tax	<u>73</u>	<u>65</u>
Total tax charge (note 6a)	<u>320</u>	<u>233</u>
c) Deferred tax		
Provision at the start of the year	1	1
Deferred tax charge in the year (note 6a)	<u>(1)</u>	<u>–</u>
Provision at the end of the year	<u>–</u>	<u>1</u>

7. Interest Payable and Similar Charges

	15.10.24 £'000	15.10.23 £'000
Interest payable	<u>1</u>	<u>1</u>
Total interest payable and similar charges	<u>1</u>	<u>1</u>

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

8. Distributions

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

	15.10.24 £'000	15.10.23 £'000
First Interim	136	96
Second Interim	139	97
Third Interim	199	114
Fourth Interim	155	114
Fifth Interim	161	120
Sixth Interim	253	246
Seventh Interim	172	126
Eighth Interim	181	130
Ninth Interim	277	295
Tenth Interim	188	128
Eleventh Interim	193	132
Final	457	312
	<u>2,511</u>	<u>1,910</u>
Add: Revenue deducted on redemption of shares	14	17
Deduct: Revenue received on issue of shares	<u>(77)</u>	<u>(56)</u>
Net distributions for the year	<u>2,448</u>	<u>1,871</u>

Details of the distributions per share are set out in the table on pages 62 to 69.

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	2,191	1,687
Allocations to capital:		
Expenses, net of tax relief	<u>257</u>	<u>184</u>
Net distributions for the year	<u>2,448</u>	<u>1,871</u>

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

9. Debtors

	15.10.24 £'000	15.10.23 £'000
Amounts receivable for issue of shares	93	52
Accrued revenue:		
Non-taxable dividends	114	108
Interest from debt securities	514	387
	628	495
Prepaid expenses	-	1
Taxation recoverable:		
Corporation tax refund	-	11
Overseas withholding tax	15	7
	15	18
Total debtors	736	566

10. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	1,300	916
Total cash and cash equivalents	1,300	916

11. Creditors

	15.10.24 £'000	15.10.23 £'000
Distribution payable	197	97

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Other Creditors		
Amounts payable for redemption of shares	23	13
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	12	22
Legal and professional fees	3	–
Typesetting costs	2	2
Registration fees	5	2
TCFD fees	2	–
	24	26
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	2
Transaction charges	–	1
Safe custody and other bank charges	2	1
	3	4
Other expenses	12	13
Taxation payable:		
Corporation tax	132	179
Deferred tax	–	1
	132	180
Total other creditors	194	236

12. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 45 and amounts due at the year end are disclosed in notes 9 and 11.

Canada Life Asset Management and its associates (including other authorised investment funds managed by Canada Life Asset Management or its associates) held 34,089,760 (15.10.23: 33,431,873) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management and its associates 61.00% (15.10.23: 82.87%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	—	700

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

14. Shares in Issue

	C Income	C Accumulation	G Accumulation	G Income
Annual Management Charge	0.50%	0.50%	0.375%	0.375%
Opening shares in issue	4,777,048	2,421,027	27,006,584	6,136,103
Issues	11,308,167	5,533,489	1,173,578	1,620,774
Redemptions	<u>(735,146)</u>	<u>(859,148)</u>	<u>(766,984)</u>	<u>(1,729,707)</u>
Closing shares in issue	<u>15,350,069</u>	<u>7,095,368</u>	<u>27,413,178</u>	<u>6,027,170</u>

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

15. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

The bond investments held are exposed to credit risk which reflects the ability of the issuer to meet its obligations. The ACD monitors the credit rating of bond holdings.

Credit Quality	15.10.24 %	15.10.23 %
Investment grade debt securities	34.64	34.16
Non-investment grade debt securities	5.95	6.70
Non-rated debt securities	1.95	1.55
Other investments	55.02	55.01
Net other assets	2.44	2.58
	100.00	100.00

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund takes on interest rate risk within its investment portfolio where the ACD and Portfolio Manager believe that the expected return compensates for the overall risk. The ACD and Portfolio Manager continue to monitor the level of direct interest rate risk posed by the Fund's underlying investments on a regular basis using the DV01 method. As at 15 October 2024, a one basis point change in the yield would have an impact of £13,000 (15.10.23: £9,000) on the direct net assets of the Fund.

The table below shows the interest rate risk profile:

	15.10.24 £'000	15.10.23 £'000
Floating rate investments	3,360	2,464
Fixed rate investments	25,555	16,694
Investments on which interest is not paid	<u>36,810</u>	<u>24,298</u>
Total investments	<u>65,725</u>	<u>43,456</u>

The floating rate investments comprise securities that earn interest at rates adjusted by changes in the UK Retail Prices Index (RPI) or its international equivalents and collective investment schemes that pay UK interest distributions.

Investments on which interest is not paid include equities, collective investment schemes that don't pay UK interest.

(C) FOREIGN CURRENCY RISK

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

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and may not seek to hedge all foreign currency risk.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

The table below shows the direct foreign currency risk profile:

	15.10.24 £'000	15.10.23 £'000
Currency:	525	341
Canadian dollars	5,688	3,292
Euros	586	-
Japanese yen	22,545	13,489
US dollars	29,344	17,122
	38,026	27,483
Pounds sterling	67,370	44,605

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £1,467,000 on the net assets of the Fund (15.10.23: £856,000).

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 0.98:1 and leverage under the commitment method was 1:1 (15.10.23: 0.97:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 100% of the portfolio can be liquidated within 7 days and 100% within 30 days (15.10.23: 61.69% within 5 days and 98.85% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £3,286,000 (15.10.23: £2,173,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

16. Portfolio Transaction Costs

15.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	13,873	4	22	13,899
Collective investment schemes	1,825	1	4	1,830
Debt securities	12,058	–	–	12,058
Purchases total	<u>27,756</u>	<u>5</u>	<u>26</u>	<u>27,787</u>
Transaction cost % of purchases total		0.02%	0.09%	
Transaction cost % of average NAV		0.01%	0.05%	
Ordinary shares	5,252	(2)	–	5,250
Collective investment schemes	383	–	–	383
Debt securities	3,360	–	–	3,360
Sales total	<u>8,995</u>	<u>(2)</u>	<u>–</u>	<u>8,993</u>
Transaction cost % of sales total		0.02%	–	
Transaction cost % of average NAV		–	–	

Average portfolio dealing spread at 15.10.24 is 0.28% (15.10.23: nil).

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Ordinary shares	8,009	3	15	8,027
Collective investment schemes	1,050	-	3	1,053
Debt securities	9,350	-	-	9,350
Purchases total	18,409	3	18	18,430
Transaction cost % of purchases total		0.02%	0.10%	
Transaction cost % of average NAV		0.01%	0.04%	
Ordinary shares	5,728	(2)	-	5,726
Collective investment schemes	259	-	-	259
Debt securities	2,401	-	-	2,401
Sales total	8,388	(2)	-	8,386
Transaction cost % of sales total		0.02%	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.24				
Investment assets	39,245	26,480	–	65,725

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	21,623	21,833	–	43,456

18. Securities Lending

The revenue arising from the Securities Lending Programme is currently split between the Company and The Bank of New York Mellon, London Branch in the proportion 80%:20%. The 20% paid to The Bank of New York Mellon, London Branch is to cover operational cost, risk and profit.

Collateral accepted is OECD Government Bonds rated A and above and Supra-Nationals bonds and equities from the following indices: FTSE 100 (United Kingdom), CAC40 (France), DAX 30 (Germany), SMI (Switzerland), AEX (Netherlands), Hang Seng (Hong Kong), Nikkei 225 (Japan) and S&P 500 (United States of America).

As at 15 October 2024, £nil (15.10.23: £42,842,000) of investments were subject to securities lending agreements and on behalf of the Fund £nil (15.10.23: £1,922,000) was held in collateral. The collateral is held nil% in debt securities and nil% in equity securities (15.10.23: debt securities 30.3% and equity securities 69.7%).

The gross earnings and the fees for the year are £5,000 and £1,000 respectively (15.10.23: £5,000 and £1,000 respectively).

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	First Interim	Second Interim	Third Interim	Fourth Interim
From	16.10.23	16.11.23	16.12.23	16.01.24
To	15.11.23	15.12.23	15.01.24	15.02.24

Group 2	Fifth Interim	Sixth Interim	Seventh Interim	Eighth Interim
From	16.02.24	16.03.24	16.04.24	16.05.24
To	15.03.24	15.04.24	15.05.24	15.06.24

Group 2	Ninth Interim	Tenth Interim	Eleventh Interim	Final
From	16.06.24	16.07.24	16.08.24	16.09.24
To	15.07.24	15.08.24	15.09.24	15.10.24

C INCOME SHARES

First Interim	Net Revenue	Equalisation	Paid 15.01.24	Paid 15.01.23
Group 1	0.3360	–	0.3360	0.3054
Group 2	0.2327	0.1033	0.3360	0.3054

Second Interim	Net Revenue	Equalisation	Paid 15.02.24	Paid 15.02.23
Group 1	0.3360	–	0.3360	0.3055
Group 2	0.0492	0.2868	0.3360	0.3055

Third Interim	Net Revenue	Equalisation	Paid 15.03.24	Paid 15.03.23
Group 1	0.3550	–	0.3550	0.3400
Group 2	0.1175	0.2375	0.3550	0.3400

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

Fourth Interim	Net Revenue	Equalisation	Paid 15.04.24	Paid 15.04.23
Group 1	0.3425	–	0.3425	0.3360
Group 2	0.1775	0.1650	0.3425	0.3360
Fifth Interim	Net Revenue	Equalisation	Paid 15.05.24	Paid 15.05.23
Group 1	0.3425	–	0.3425	0.3360
Group 2	0.0488	0.2937	0.3425	0.3360
Sixth Interim	Net Revenue	Equalisation	Paid 15.06.24	Paid 15.06.23
Group 1	0.4000	–	0.4000	0.5200
Group 2	0.0972	0.3028	0.4000	0.5200
Seventh Interim	Net Revenue	Equalisation	Paid 15.07.24	Paid 15.07.23
Group 1	0.3425	–	0.3425	0.3360
Group 2	0.0957	0.2468	0.3425	0.3360
Eighth Interim	Net Revenue	Equalisation	Paid 15.08.24	Paid 15.08.23
Group 1	0.3425	–	0.3425	0.3360
Group 2	–	0.3425	0.3425	0.3360
Ninth Interim	Net Revenue	Equalisation	Paid 15.09.24	Paid 15.09.23
Group 1	0.4000	–	0.4000	0.5100
Group 2	–	0.4000	0.4000	0.5100
Tenth Interim	Net Revenue	Equalisation	Paid 15.10.24	Paid 15.10.23
Group 1	0.3425	–	0.3425	0.3360
Group 2	–	0.3425	0.3425	0.3360

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

Eleventh Interim	Net Revenue	Equalisation	Paid 15.11.24	Paid 15.11.23
Group 1	0.3425	–	0.3425	0.3360
Group 2	–	0.3425	0.3425	0.3360

Final	Net Revenue	Equalisation	Payable 15.12.24	Paid 15.12.23
Group 1	0.5798	–	0.5798	0.5293
Group 2	0.1281	0.4517	0.5798	0.5293

C ACCUMULATION SHARES

First Interim	Net Revenue	Equalisation	Allocated 15.01.24	Allocated 15.01.23
Group 1	0.3278	–	0.3278	0.2979
Group 2	0.0693	0.2585	0.3278	0.2979

Second Interim	Net Revenue	Equalisation	Allocated 15.02.24	Allocated 15.02.23
Group 1	0.3277	–	0.3277	0.2980
Group 2	–	0.3277	0.3277	0.2980

Third Interim	Net Revenue	Equalisation	Allocated 15.03.24	Allocated 15.03.23
Group 1	0.5000	–	0.5000	0.3500
Group 2	0.1219	0.3781	0.5000	0.3500

Fourth Interim	Net Revenue	Equalisation	Allocated 15.04.24	Allocated 15.04.23
Group 1	0.3600	–	0.3600	0.3278
Group 2	0.0488	0.3112	0.3600	0.3278

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

	Net Revenue	Equalisation	Allocated 15.05.24	Allocated 15.05.23
Fifth Interim				
Group 1	0.3600	–	0.3600	0.3278
Group 2	–	0.3600	0.3600	0.3278
Sixth Interim				
Group 1	0.6000	–	0.6000	0.7000
Group 2	0.0591	0.5409	0.6000	0.7000
Seventh Interim				
Group 1	0.3600	–	0.3600	0.3278
Group 2	–	0.3600	0.3600	0.3278
Eighth Interim				
Group 1	0.3600	–	0.3600	0.3278
Group 2	–	0.3600	0.3600	0.3278
Ninth Interim				
Group 1	0.6000	–	0.6000	0.8250
Group 2	–	0.6000	0.6000	0.8250
Tenth Interim				
Group 1	0.3600	–	0.3600	0.3278
Group 2	–	0.3600	0.3600	0.3278
Eleventh Interim				
Group 1	0.3600	–	0.3600	0.3278
Group 2	–	0.3600	0.3600	0.3278

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	0.9381	–	0.9381	0.8481
Group 2	0.2145	0.7236	0.9381	0.8481

G ACCUMULATION SHARES

First Interim	Net Revenue	Equalisation	Allocated 15.01.24	Allocated 15.01.23
Group 1	0.3323	–	0.3323	0.3021
Group 2	0.1803	0.1520	0.3323	0.3021

Second Interim	Net Revenue	Equalisation	Allocated 15.02.24	Allocated 15.02.23
Group 1	0.3323	–	0.3323	0.3021
Group 2	–	0.3323	0.3323	0.3021

Third Interim	Net Revenue	Equalisation	Allocated 15.03.24	Allocated 15.03.23
Group 1	0.5000	–	0.5000	0.3500
Group 2	0.1575	0.3425	0.5000	0.3500

Fourth Interim	Net Revenue	Equalisation	Allocated 15.04.24	Allocated 15.04.23
Group 1	0.3600	–	0.3600	0.3323
Group 2	–	0.3600	0.3600	0.3323

Fifth Interim	Net Revenue	Equalisation	Allocated 15.05.24	Allocated 15.05.23
Group 1	0.3600	–	0.3600	0.3323
Group 2	0.3600	0.0000	0.3600	0.3323

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Sixth Interim				
Group 1	0.6000	–	0.6000	0.7000
Group 2	0.6000	0.0000	0.6000	0.7000
Seventh Interim				
Group 1	0.3600	–	0.3600	0.3323
Group 2	–	0.3600	0.3600	0.3323
Eighth Interim				
Group 1	0.3600	–	0.3600	0.3323
Group 2	0.3600	0.0000	0.3600	0.3323
Ninth Interim				
Group 1	0.6000	–	0.6000	0.8250
Group 2	0.6000	0.0000	0.6000	0.8250
Tenth Interim				
Group 1	0.3600	–	0.3600	0.3323
Group 2	–	0.3600	0.3600	0.3323
Eleventh Interim				
Group 1	0.3600	–	0.3600	0.3323
Group 2	–	0.3600	0.3600	0.3323
Final				
Group 1	0.9653	–	0.9653	0.8463
Group 2	0.2321	0.7332	0.9653	0.8463

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE continued

G INCOME SHARES

	Net Revenue	Equalisation	Paid 15.01.24	Paid 15.01.23
First Interim				
Group 1	0.3298	–	0.3298	0.2998
Group 2	0.2525	0.0773	0.3298	0.2998
Second Interim				
Group 1	0.3298	–	0.3298	0.2998
Group 2	0.2063	0.1235	0.3298	0.2998
Third Interim				
Group 1	0.3550	–	0.3550	0.3400
Group 2	0.1816	0.1734	0.3550	0.3400
Fourth Interim				
Group 1	0.3425	–	0.3425	0.3298
Group 2	0.3425	0.0000	0.3425	0.3298
Fifth Interim				
Group 1	0.3425	–	0.3425	0.3298
Group 2	0.3425	0.0000	0.3425	0.3298
Sixth Interim				
Group 1	0.4000	–	0.4000	0.5200
Group 2	0.1535	0.2465	0.4000	0.5200

WS CANLIFE DIVERSIFIED MONTHLY INCOME FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

	Net Revenue	Equalisation	Paid 15.07.24	Paid 15.07.23
Seventh Interim				
Group 1	0.3425	–	0.3425	0.3298
Group 2	0.3425	0.0000	0.3425	0.3298
Eighth Interim				
Group 1	0.3425	–	0.3425	0.3298
Group 2	0.3425	0.0000	0.3425	0.3298
Ninth Interim				
Group 1	0.4000	–	0.4000	0.5100
Group 2	0.4000	0.0000	0.4000	0.5100
Tenth Interim				
Group 1	0.3425	–	0.3425	0.3298
Group 2	0.3425	0.0000	0.3425	0.3298
Eleventh Interim				
Group 1	0.3425	–	0.3425	0.3298
Group 2	–	0.3425	0.3425	0.3298
Final				
Group 1	0.6148	–	0.6148	0.5951
Group 2	0.6148	0.0000	0.6148	0.5951

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed III Fund ('the Fund') is to achieve capital growth and income over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 3 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website: www.waystone.com.

The Fund aims to invest in the following assets: debt (including government and public securities, corporate bonds), equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). At least 45% of the Fund's assets by value will be exposed to lower risk assets such as fixed income assets and cash. The Fund's exposure to equities can be between 0% to 40% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in Sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposures limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short-term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 3 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 0-35% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 0-35% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed III Fund
27 January 2025

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks the standout winners, with hardware and artificial intelligence (AI) leading the charge, particularly in the second quarter of 2024. This skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 9.64% in the twelve months to 15 October 2024. This compares with an increase of 10.46% in the Fund's benchmark, the IA Mixed Investment 0-35% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from its alternatives, UK corporate and global high yield bond allocation and least from its property holding.

We initially favoured global bonds (particularly from the US) during the period over UK gilts. However, in Spring 2024, with the number of expected US rate cuts having dropped substantially, and the changing dynamics in both inflation trends and monetary policy for the UK and US, we exited positions in US Treasuries, switching back to UK gilts. As we entered a rate cutting environment towards the end of the period, we increased exposure to hedged global bonds, which provided protection from the rise in sterling.

Over the period, we reduced UK equity (where we took profits after a positive run) and Japanese equity in favour of short duration high yield. This offered diversification and lower correlation to investment grade fixed income. We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

We continued to sell down our physical property holding, and opened a position in physical gold as an alternative to equities and bonds.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers like gold offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager

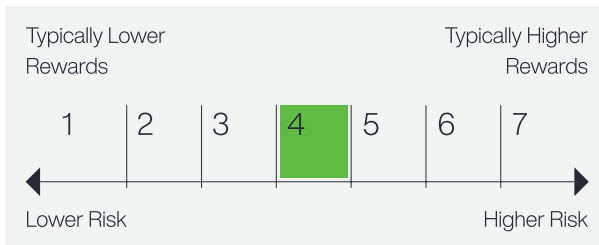
8 November 2024

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is a measure of a fund's volatility. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time. The lowest number on the scale does not mean that a fund is risk free.

The SRRI measure differs from the risk rating referenced in the Fund's objective and name. Further details about the Fund's risk rating can be found in the Prospectus.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	102.87	97.53	108.42
Return before operating charges*	10.95	7.04	(8.98)
Operating charges ¹	(1.63)	(1.59)	(1.72)
Property expenses	(0.11)	(0.11)	(0.19)
Return after operating charges	9.21	5.34	(10.89)
Distributions	(1.07)	(1.39)	(1.17)
Retained distributions on accumulation shares	1.07	1.39	1.17
Closing net asset value per share	112.08	102.87	97.53
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	8.95%	5.48%	(10.04)%
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OTHER INFORMATION

Closing net asset value (£'000)	14,337	15,040	15,534
Closing number of shares	12,791,448	14,620,414	15,927,388
Operating charges ¹	1.51% ²	1.54%	1.62%
Property expenses	0.10%	0.11%	0.18%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	112.10	106.39	110.21
Lowest share price	101.09	97.70	95.98

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

² 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	93.42	89.77	101.01
Return before operating charges*	9.78	6.33	(8.51)
Operating charges ¹	(0.70)	(0.69)	(0.81)
Property expenses	(0.10)	(0.10)	(0.18)
Return after operating charges	8.98	5.54	(9.50)
Distributions	(1.61)	(1.89)	(1.74)
Closing net asset value per share	100.79	93.42	89.77
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	9.61%	6.17%	(9.41)%
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OTHER INFORMATION

Closing net asset value (£'000)	77	144	107
Closing number of shares	76,550	153,952	119,434
Operating charges ¹	0.71% ²	0.73%	0.82%
Property expenses	0.10%	0.11%	0.18%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	101.75	98.17	102.80
Lowest share price	91.81	89.93	89.37

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

² 0.003%% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	107.49	101.26	111.84
Return before operating charges*	11.30	7.14	(9.48)
Operating charges ¹	(0.81)	(0.79)	(0.90)
Property expenses	(0.11)	(0.12)	(0.20)
Return after operating charges	10.38	6.23	(10.58)
Distributions	(1.86)	(2.14)	(1.93)
Retained distributions on accumulation shares	1.86	2.14	1.93
Closing net asset value per share	117.87	107.49	101.26
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	9.66%	6.15%	(9.46)%
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OTHER INFORMATION

Closing net asset value (£'000)	2,164	2,249	2,320
Closing number of shares	1,835,583	2,092,062	2,290,766
Operating charges ¹	0.71% ²	0.74%	0.82%
Property expenses	0.10%	0.11%	0.18%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	117.87	110.73	113.83
Lowest share price	105.65	101.44	99.64

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

² 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	107.74	101.43	111.97
Return before operating charges*	11.31	7.11	(9.52)
Operating charges ¹	(0.73)	(0.68)	(0.82)
Property expenses	(0.11)	(0.12)	(0.20)
Return after operating charges	10.47	6.31	(10.54)
Distributions	(1.93)	(2.21)	(2.00)
Retained distributions on accumulation shares	1.93	2.21	2.00
Closing net asset value per share	118.21	107.74	101.43
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	9.72%	6.22%	(9.41)%
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OTHER INFORMATION

Closing net asset value (£'000)	120,581	131,015	6,416
Closing number of shares	102,001,661	121,604,982	6,325,853
Operating charges ¹	0.64% ²	0.63%	0.74%
Property expenses	0.10%	0.11%	0.18%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	118.21	110.94	113.97
Lowest share price	105.89	101.61	99.81

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

² 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Diversified Risk Managed III Fund	9.64	5.37	8.02
IA Mixed Investment 0-35% Shares sector ¹	10.46	0.90	7.74

¹ Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 98 and 99.

RISK WARNING

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

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 59.75% (15.10.23 – 55.96%)		
181,679	Amundi Index J.P. Morgan GBI Global Govies	8,102	5.91
935,317	iShares \$ Treasury Bond UCITS ETF GBP Hedged	3,986	2.91
655,311	iShares Core UK Gilts UCITS ETF	6,753	4.92
481,166	Lord Abbett Global High Yield	5,601	4.08
84,708	Vanguard Global Corporation Bond Index	9,238	6.74
7,685,057	WS Canlife Corporate Bond ¹	21,793	15.89
5,382,261	WS Canlife Global Macro Bond ¹	7,121	5.19
10,866,296	WS Canlife Short Duration Corporate Bond ¹	12,346	9.00
6,355,251	WS Canlife Sterling Short Term Bond ¹	7,014	5.11
	TOTAL FIXED INTEREST	81,954	59.75
	EQUITIES – 29.57% (15.10.23 – 30.99%)		
176,203	Amundi Prime Japan UCITS ETF	4,142	3.02
6,183	HC Sephira GEM Long Only UCITS F Acc	686	0.50
6,900	HC Sephira GEM Long Only UCITS S Acc	695	0.51
44,942	Invesco NASDAQ-100 Swap UCITS ETF	2,159	1.57
1,314,448	iShares Continental European Equity Index (UK)	5,029	3.67
86,146	WS Canlife Asia Pacific ¹	1,437	1.05
146,096	WS Canlife European ¹	320	0.23
570,705	WS Canlife North American ¹	17,858	13.02
1,022,472	WS Canlife UK Equity Income ¹	8,237	6.00
	TOTAL EQUITIES	40,563	29.57
	EMERGING MARKETS – 0.71% (15.10.23 – 0.00%)		
463,993	iShares Emerging Markets Equity Index (UK)	975	0.71
	PROPERTY – 4.48% (15.10.23 – 7.12%)		
11,933,912	WS Canlife UK Property ACS ^{1,2}	6,144	4.48

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

ACD'S REPORT continued

PORTFOLIO STATEMENT continued

as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	EXCHANGE TRADED COMMODITIES – 2.07% (15.10.23 – 0.00%)		
71,753	iShares Physical Gold	<u>2,837</u>	<u>2.07</u>
	MONEY MARKETS – 3.03% (15.10.23 – 5.62%)		
3,679,011	WS Canlife UK Sterling Liquidity ¹	<u>4,155</u>	<u>3.03</u>
	Portfolio of investments	136,628	99.61
	Net other assets	<u>531</u>	<u>0.39</u>
	Net assets	<u>137,159</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 11).

² In liquidation.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 15)	25,911	Total sales for the year £'000 (note 15)	42,620
	Cost		Proceeds
Major purchases	£'000	Major sales	£'000
Lord Abbett Global High Yield	5,458	WS Canlife UK Equity Income	7,060
WS Canlife North American	2,948	WS Canlife Corporate Bond	5,572
iShares Physical Gold	2,929	WS Canlife Short Duration Corporate Bond	5,533
WS Canlife Short Duration Corporate Bond	2,856	SPDR S&P 500 UCITS ETF	5,276
WS Canlife Corporate Bond	2,702	Vanguard Global Corporation Bond Index	2,647
Invesco NASDAQ-100 Swap UCITS ETF	2,150	iShares \$ Treasury Bond UCITS ETF GBP Hedged	2,369
iShares Core UK Gilts UCITS ETF	1,490	iShares Continental European Equity Index (UK)	1,688
HSBC MSCI China UCITS ETF	1,404	WS Canlife North American	1,544
Amundi Prime Japan UCITS ETF	1,201	Amundi Prime Japan UCITS ETF	1,500
HC Sephira GEM Long Only UCITS S Acc	702	iShares £ Index-Linked Gilts UCITS ETF	1,477

In addition to the above, purchases totalling £1,300,000 and sales totalling £5,727,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains/(losses)	3		10,947		(819)
Revenue	4	3,680		3,016	
Expenses	5	(972)		(766)	
Net revenue before taxation		2,708		2,250	
Taxation	6	(458)		(276)	
Net revenue after taxation			2,250		1,974
Total return before distributions			13,197		1,155
Distributions	7		(2,269)		(1,992)
Change in net assets attributable to shareholders from investment activities			10,928		(837)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders		148,448		24,377
Amounts receivable on issue of shares	1,672		137,080	
Amounts payable on redemption of shares	(26,092)		(15,202)	
		(24,420)		121,878
Change in net assets attributable to shareholders from investment activities		10,928		(837)
Retained distributions on Accumulation shares		2,203		3,030
Closing net assets attributable to shareholders		137,159		148,448

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		136,628	147,988
Current assets			
Debtors	8	26	30
Cash and cash equivalents	9	995	1,106
Total assets		<u>137,649</u>	<u>149,124</u>
LIABILITIES			
Creditors			
Distribution payable	10	(1)	(2)
Other creditors	10	(489)	(674)
Total liabilities		<u>(490)</u>	<u>(676)</u>
Net assets attributable to shareholders		<u>137,159</u>	<u>148,448</u>

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains/(Losses)

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

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	10,827	(923)
Transaction charges	(3)	(3)
AMC rebates from underlying investments	123	105
Currency gains	–	2
Net capital gains/(losses)	<u>10,947</u>	<u>(819)</u>

The net capital gains/(losses) figure includes realised gains of £5,483,000 and unrealised gains of £2,798,000 (15.10.23: includes realised losses of £1,550,000 and unrealised losses of £2,546,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	511	960
Taxable dividends	475	428
Interest on debt securities	457	342
Interest distributions on CIS holdings	2,150	1,253
AMC rebates from underlying investments	54	23
Bank interest	33	10
Total revenue	<u>3,680</u>	<u>3,016</u>

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	666	526
Legal and professional fees	8	8
Typesetting costs	2	3
Registration fees	46	33
TCFD fees	4	-
	726	570
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	45	32
Safe custody and other bank charges	17	12
	62	44
Other expenses:		
Audit fees	11	11
Property income expenses on tax transparent fund	140	114
Expenses on tax transparent fund	72	60
Rebate of expenses from tax transparent fund	(39)	(33)
	184	152
Total expenses	972	766

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	464	278
Adjustments in respect of prior periods	(6)	(2)
Current tax charge	458	276
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	458	276

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	2,708	2,250
Corporation tax at 20%	542	450
Effects of:		
Non-taxable dividends	(102)	(193)
AMC rebates taken to capital	24	21
Corporation tax charge	464	278
Adjustments in respect of prior periods	(6)	(2)
Total tax charge (note 6a)	458	276

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

7. Distributions

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

	15.10.24 £'000	15.10.23 £'000
Interim	923	1,303
Final	<u>1,281</u>	<u>1,730</u>
	2,204	3,033
Add: Revenue deducted on redemption of shares	70	62
Deduct: Revenue received on issue of shares	<u>(5)</u>	<u>(1,103)</u>
Net distributions for the year	<u>2,269</u>	<u>1,992</u>

Details of the distributions per share are set out in the table on pages 98 and 99.

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	2,250	1,974
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	<u>19</u>	<u>18</u>
Net distributions for the year	<u>2,269</u>	<u>1,992</u>

8. Debtors

	15.10.24 £'000	15.10.23 £'000
Amounts receivable for issue of shares	–	1
Accrued revenue:		
AMC rebates from underlying investments	<u>26</u>	<u>29</u>
Total debtors	<u>26</u>	<u>30</u>

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

9. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	995	1,106
Total cash and cash equivalents	995	1,106

10. Creditors

	15.10.24 £'000	15.10.23 £'000
Distribution payable	1	2
Other Creditors		
Amounts payable for redemption of shares	154	284
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	26	86
Typesetting costs	3	2
Registration fees	5	6
TCFD fees	2	-
	36	94
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	6
Transaction charges	1	1
Safe custody and other bank charges	3	3
	6	10
Other expenses	12	10
Taxation payable:		
Corporation tax	281	276
Total other creditors	489	674

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

11. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 10.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 85 and amounts due at the year end are disclosed in notes 8 and 10.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 14,677 (15.10.23: 14,677) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 116,203,679 (15.10.23: 137,805,644) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 99.57% (15.10.23: 99.52%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	86,425	99,408

12. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

13. Shares in Issue

	A Accumulation	C Income	C Accumulation	G Accumulation
Annual Management Charge	1.25%	0.45%	0.45%	0.375%
Opening shares in issue	14,620,414	153,952	2,092,062	121,604,982
Issues	108,625	28,995	90,275	1,239,589
Redemptions	<u>(1,937,591)</u>	<u>(106,397)</u>	<u>(346,754)</u>	<u>(20,842,910)</u>
Closing shares in issue	<u>12,791,448</u>	<u>76,550</u>	<u>1,835,583</u>	<u>102,001,661</u>

14. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

Based on this analysis 89.99% of the portfolio can be liquidated within 7 days and 92.56% within 30 days (15.10.23: 73.83% within 5 days and 75.42% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £6,831,000 (15.10.23: £7,399,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

15. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.24				
Collective investment schemes	25,907	-	4	25,911
Purchases total	25,907	-	4	25,911
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	42,620	-	-	42,620
Sales total	42,620	-	-	42,620
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.24 is 0.03% (15.10.23: nil).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	161,909	-	3	161,912
Purchases total	161,909	-	3	161,912
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	46,985	(1)	(9)	46,975
Sales total	46,985	(1)	(9)	46,975
Transaction cost % of sales total		-	0.02%	
Transaction cost % of average NAV		-	0.01%	

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

16. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.24	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	19,877	116,751	–	136,628

15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	22,000	125,988	–	147,988

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.3682	–	0.3682	0.5165
Group 2	–	0.3682	0.3682	0.5165

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	0.6997	–	0.6997	0.8751
Group 2	–	0.6997	0.6997	0.8751

C INCOME SHARES

Interim	Net Revenue	Equalisation	Paid 15.06.24	Paid 15.06.23
Group 1	0.6577	–	0.6577	0.7815
Group 2	0.5372	0.1205	0.6577	0.7815

Final	Net Revenue	Equalisation	Payable 15.12.24	Paid 15.12.23
Group 1	0.9570	–	0.9570	1.1079
Group 2	0.8611	0.0959	0.9570	1.1079

WS CANLIFE DIVERSIFIED RISK MANAGED III FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.7513	–	0.7513	0.8802
Group 2	0.6696	0.0817	0.7513	0.8802

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.1090	–	1.1090	1.2595
Group 2	0.5041	0.6049	1.1090	1.2595

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.7843	–	0.7843	0.9146
Group 2	0.0476	0.7367	0.7843	0.9146

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.1480	–	1.1480	1.2948
Group 2	0.9419	0.2061	1.1480	1.2948

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed IV Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 4 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website: www.waystone.com.

The Fund aims to invest in the following assets: debt (including government and public securities, corporate bonds), equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). The Fund has a balanced exposure between lower risk assets such as fixed income assets and cash, and a higher risk assets such as equities. The Fund's exposure to equities can be between 20% to 60% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may invest in derivatives for efficient portfolio management purposes.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposure limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short-term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 4 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed IV Fund
27 January 2025

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks were the standout winners, with hardware and artificial intelligence (AI) leading the charge. Particularly in the second quarter of 2024, this skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 10.78% in the twelve months to 15 October 2024. This compares with an increase of 12.37% in the Fund's benchmark, the IA Mixed Investment 20-60% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from its alternatives, UK corporate and global high yield bond allocation and least from its property holding.

We initially favoured global bonds (particularly from the US) during the period over UK gilts. However, in Spring 2024, with the number of expected US rate cuts having dropped substantially, and the changing dynamics in both inflation trends and monetary policy for the UK and US, we exited positions in US Treasuries, switching back to UK gilts. Later, we reduced corporate and global bonds. This has offered diversification and lower correlation to investment grade fixed income. As we entered a rate cutting environment towards the end of the period, we increased exposure to hedged and high yield global bonds.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund. We added two new active funds into the emerging markets equity holding for added diversification and exposure, later adding to this allocation in view of potentially increasing political tensions and potential policy stimulus, and reduced our passive emerging markets holding accordingly.

We continued to sell down our physical property holding, and opened a position in physical gold as an alternative to equities and bonds.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers like gold offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

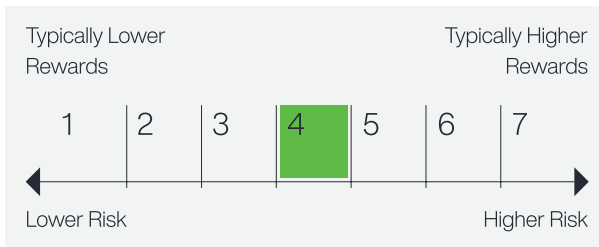
Portfolio Manager
8 November 2024

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time. The lowest number on the scale does not mean that a fund is risk free.

The SRRI measure differs from the risk rating referenced in the Fund's objective and name. Further details about the Fund's risk rating can be found in the Prospectus.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	104.61	100.01	111.33
Return before operating charges*	12.22	7.61	(8.25)
Operating charges ¹	(0.72)	(0.69)	(0.85)
Property expenses	(0.09)	(0.11)	(0.12)
Return after operating charges	11.41	6.81	(9.22)
Distributions	(1.97)	(2.21)	(2.10)
Closing net asset value per share	114.05	104.61	100.01
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	10.91%	6.81%	(8.28)%
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OTHER INFORMATION

Closing net asset value (£'000)	-	-	-
Closing number of shares	250	250	250
Operating charges ¹	0.65% ²	0.65%	0.77%
Property expenses	0.08%	0.10%	0.11%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	115.30	109.14	115.08
Lowest share price	102.65	99.54	100.19

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

² 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	114.31	107.21	117.11
Return before operating charges*	13.27	8.04	(8.88)
Operating charges ¹	(0.88)	(0.83)	(0.89)
Property expenses	(0.10)	(0.11)	(0.13)
Return after operating charges	12.29	7.10	(9.90)
Distributions	(1.97)	(2.22)	(2.03)
Retained distributions on accumulation shares	1.97	2.22	2.03
Closing net asset value per share	126.60	114.31	107.21
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	10.75%	6.62%	(8.45)%
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OTHER INFORMATION

Closing net asset value (£'000)	980	897	869
Closing number of shares	773,921	784,492	810,539
Operating charges ¹	0.73% ²	0.73%	0.77%
Property expenses	0.08%	0.10%	0.11%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	126.64	117.03	121.04
Lowest share price	112.16	106.70	106.08

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

² 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	114.55	107.38	117.23
Return before operating charges*	13.30	8.02	(8.91)
Operating charges ¹	(0.80)	(0.74)	(0.81)
Property expenses	(0.10)	(0.11)	(0.13)
Return after operating charges	12.40	7.17	(9.85)
Distributions	(2.00)	(2.29)	(2.10)
Retained distributions on accumulation shares	2.00	2.29	2.10
Closing net asset value per share	126.95	114.55	107.38
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	10.82%	6.68%	(8.40)%
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OTHER INFORMATION

Closing net asset value (£'000)	78,860	94,613	29,305
Closing number of shares	62,118,020	82,591,781	27,291,118
Operating charges ¹	0.66% ²	0.65%	0.70%
Property expenses	0.08%	0.10%	0.11%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	126.99	117.24	121.18
Lowest share price	112.41	106.88	106.25

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

² 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Diversified Risk Managed IV Fund	10.78	8.17	21.68
IA Mixed Investment 20–60% Shares sector ¹	12.37	4.82	16.18

¹ Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 128 to 130.

RISK WARNING

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

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 46.17% (15.10.23 – 43.29%)		
53,018	Amundi Index JP Morgan GBI Global Govies UCITS ETF	2,364	2.96
542,261	iShares \$ Treasury Bond UCITS ETF GBP Hedged	2,311	2.89
227,326	iShares Core UK Gilts UCITS ETF	2,343	2.94
283,692	Lord Abbett Short Duration High Yield	3,302	4.14
28,651	Vanguard Global Corporate Bond Index	3,124	3.91
3,634,618	WS Canlife Corporate Bond ¹	10,307	12.91
2,371,390	WS Canlife Global Macro Bond ¹	3,138	3.93
4,965,338	WS Canlife Short Duration Corporate Bond ¹	5,642	7.07
3,920,791	WS Canlife Sterling Short Term Bond ¹	4,327	5.42
	TOTAL FIXED INTEREST	<u>36,858</u>	<u>46.17</u>
	EQUITIES – 43.31% (15.10.23 – 43.56%)		
139,382	Amundi Prime Japan UCITS ETF	3,276	4.10
9,019	HC Sephira GEM Long Only UCITS F Acc	1,001	1.25
4,001	HC Sephira GEM Long Only UCITS S Acc	403	0.50
34,168	Invesco NASDAQ-100 Swap UCITS ETF	1,642	2.06
860,865	iShares Continental European Equity Index (UK)	3,294	4.13
23,909	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	637	0.80
149,331	WS Canlife Asia Pacific ¹	2,491	3.12
306,273	WS Canlife European ¹	670	0.84
397,938	WS Canlife North American ¹	12,452	15.60
240,280	WS Canlife UK Equity ¹	405	0.51
1,030,928	WS Canlife UK Equity Income ¹	8,305	10.40
	TOTAL EQUITIES	<u>34,576</u>	<u>43.31</u>
	EMERGING MARKETS – 0.89 (15.10.23 – 0.00%)		
28,249	Chikara Global Emerging Markets Opportunities	306	0.38
194,595	iShares Emerging Markets Equity Index (UK)	409	0.51
	TOTAL EMERGING MARKETS	<u>715</u>	<u>0.89</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	PROPERTY – 3.76% (15.10.23 – 5.82%)		
5,829,732	WS Canlife UK Property ACS ^{1,2}	<u>3,001</u>	<u>3.76</u>
	EXCHANGE TRADED COMMODITIES – 2.11% (15.10.23 – 0.00%)		
42,635	iShares Physical Gold	<u>1,686</u>	<u>2.11</u>
	MONEY MARKETS – 3.48% (15.10.23 – 6.98%)		
2,460,954	WS Canlife Sterling Liquidity ¹	<u>2,779</u>	<u>3.48</u>
	Portfolio of investments	79,615	99.72
	Net other assets	<u>225</u>	<u>0.28</u>
	Net assets	<u>79,840</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

² In liquidation.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 16)	17,979	Total sales for the year £'000 (note 16)	36,195
	Cost		Proceeds
Major purchases	£'000	Major sales	£'000
Lord Abbett Short Duration High Yield	3,139	WS Canlife North American	6,713
WS Canlife Corporate Bond	2,932	WS Canlife Short Duration Corporate Bond	4,919
Invesco NASDAQ-100 Swap UCITS ETF	1,605	WS Canlife UK Equity Income	4,440
iShares Physical Gold	1,601	WS Canlife Corporate Bond	3,240
WS Canlife Short Duration Corporate Bond	1,302	iShares Continental European Equity Index (UK)	1,967
HC Sephira GEM Long Only UCITS <i>F Acc</i>	996	Amundi Prime Japan UCITS ETF	1,865
iShares Core UK Gilts UCITS ETF	835	iShares Emerging Markets Equity Index (UK)	1,769
HSBC MSCI China UCITS ETF	802	Vanguard Global Corporate Bond Index	1,764
Amundi Prime Japan UCITS ETF	750	iShares \$ Treasury Bond UCITS ETF GBP Hedged	1,569
Vanguard Global Corporate Bond Index	700	WS Canlife Sterling Short Term Bond	1,200

In addition to the above, purchases totalling £1,550,000 and sales totalling £5,591,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains	3		7,116		867
Revenue	4	1,999		2,100	
Expenses	5	(480)		(448)	
Interest payable and similar charges	7	<u>-</u>		<u>(1)</u>	
Net revenue before taxation		1,519		1,651	
Taxation	6	<u>(219)</u>		<u>(173)</u>	
Net revenue after taxation			<u>1,300</u>		<u>1,478</u>
Total return before distributions			<u>8,416</u>		<u>2,345</u>
Distributions	8		<u>(1,310)</u>		<u>(1,490)</u>
Change in net assets attributable to shareholders from investment activities			<u>7,106</u>		<u>855</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders			95,510		30,174
Amounts receivable on issue of shares		1,498		79,552	
Amounts payable on redemption of shares		<u>(25,558)</u>		<u>(17,050)</u>	
			(24,060)		62,502
Dilution levy	1(H)		3		-
Change in net assets attributable to shareholders from investment activities			7,106		855
Retained distributions on Accumulation shares	8		<u>1,281</u>		<u>1,979</u>
Closing net assets attributable to shareholders			<u>79,840</u>		<u>95,510</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		79,615	95,176
Current assets			
Debtors	9	17	20
Cash and cash equivalents	10	469	557
Total assets		<u>80,101</u>	<u>95,753</u>
LIABILITIES			
Creditors			
Other creditors	11	(261)	(243)
Total liabilities		<u>(261)</u>	<u>(243)</u>
Net assets attributable to shareholders		<u>79,840</u>	<u>95,510</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	7,051	801
Transaction charges	(3)	(4)
AMC rebates from underlying investments	68	69
Currency gains	–	1
Net capital gains	<u>7,116</u>	<u>867</u>

The net capital gains figure includes realised gains of £2,963,000 and unrealised gains of £3,204,000 (15.10.23: includes realised gains of £443,000 and unrealised losses of £884,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	474	847
Interest distributions on CIS holdings	1,231	978
AMC rebates from underlying investments	46	36
Bank interest	25	12
Property – rental income	223	227
Total revenue	<u>1,999</u>	<u>2,100</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	309	279
Legal and professional fees	6	6
Typesetting costs	2	3
Registration fees	25	23
TCFD fees	4	-
	346	311
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	30	26
Safe custody and other bank charges	8	7
	38	33
Other expenses:		
Audit fees	11	11
Property income expenses on tax transparent fund	69	75
Expenses on tax transparent fund	35	40
Rebate of expenses from tax transparent fund	(19)	(22)
	96	104
Total expenses	480	448

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	222	175
Adjustments in respect of prior periods	(3)	(2)
Current tax charge	219	173
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	219	173

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	1,519	1,651
Corporation tax at 20%	304	330
Effects of:		
Non-taxable dividends	(95)	(169)
AMC rebates taken to capital	13	14
Corporation tax charge	222	175
Adjustments in respect of prior periods	(3)	(2)
Total tax charge (note 6a)	219	173

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.24 £'000	15.10.23 £'000
Interest payable	–	1
Total interest payable and similar charges	–	1

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

8. Distributions

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

	15.10.24 £'000	15.10.23 £'000
First Interim	–	21
Second Interim	472	747
Third Interim	–	1
Final	809	1,210
	<u>1,281</u>	<u>1,979</u>
Add: Revenue deducted on redemption of shares	33	22
Deduct: Revenue received on issue of shares	(4)	(511)
Net distributions for the year	<u>1,310</u>	<u>1,490</u>

Details of the distributions per share are set out in the table on pages 128 to 130.

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	1,300	1,478
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	10	12
Net distributions for the year	<u>1,310</u>	<u>1,490</u>

9. Debtors

	15.10.24 £'000	15.10.23 £'000
Accrued revenue:		
AMC rebates from underlying investments	17	20
Total debtors	<u>17</u>	<u>20</u>

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

10. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	469	557
Total cash and cash equivalents	469	557

11. Other Creditors

	15.10.24 £'000	15.10.23 £'000
Amounts payable for redemption of shares	4	-
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	12	44
Typesetting costs	3	2
Legal and professional fees	1	-
Registration fees	3	4
TCFD fees	2	-
	21	50
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	4
Transaction charges	-	1
Safe custody and other bank charges	2	2
	3	7
Other expenses	11	11
Taxation payable:		
Corporation tax	222	175
Total other creditors	261	243

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

12. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 115 and amounts due at the year end are disclosed in note 11.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by the Canada Life Asset Management Limited) held 62,709,272 (15.10.23: 83,193,116) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 99.71% (15.10.23: 99.78%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	53,517	69,570

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

14. Shares in Issue

	C Income	C Accumulation	G Accumulation
Annual Management Charge	0.45%	0.45%	0.375%
Opening shares in issue	250	784,492	82,591,781
Issues	-	105,938	1,121,103
Redemptions	-	(116,509)	(21,594,864)
Closing shares in issue	<u>250</u>	<u>773,921</u>	<u>62,118,020</u>

15. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

Based on this analysis 93.25% of the portfolio can be liquidated within 7 days and 95.35% within 30 days (15.10.23: 74.41% within 5 days and 75.57% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £3,981,000 (15.10.23: £4,759,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.24				
Collective investment schemes	17,978	-	1	17,979
Purchases total	17,978	-	1	17,979
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	36,195	-	-	36,195
Sales total	36,195	-	-	36,195
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.24 is 0.02% (15.10.23: nil).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	105,134	-	2	105,136
Purchases total	105,134	-	2	105,136
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	48,540	(1)	(5)	48,534
Sales total	48,540	(1)	(5)	48,534
Transaction cost % of sales total		-	0.01%	
Transaction cost % of average NAV		-	0.01%	

The collective investment schemes include exchange traded commodities.

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.24	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	14,259	65,356	–	79,615

15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	15,168	80,008	–	95,176

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	First Interim	Second Interim	Third Interim	Final
From	16.10.23	16.01.24	16.04.24	16.07.24
To	15.01.24	15.04.24	15.07.24	15.10.24

C INCOME SHARES

First Interim	Net Revenue	Equalisation	Paid 15.03.24	Paid 15.03.23
Group 1	–	–	–	0.0880
Group 2	–	0.0000	–	0.0880

Second Interim	Net Revenue	Equalisation	Paid 15.06.24	Paid 15.06.23
Group 1	0.7520	–	0.7520	0.7320
Group 2	0.7520	0.0000	0.7520	0.7320

Third Interim	Net Revenue	Equalisation	Paid 15.09.24	Paid 15.09.23
Group 1	–	–	–	0.0280
Group 2	–	0.0000	–	0.0280

Final	Net Revenue	Equalisation	Payable 15.12.24	Paid 15.12.23
Group 1	1.2200	–	1.2200	1.3600
Group 2	1.2200	0.0000	1.2200	1.3600

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

There was no third interim distribution in the current or prior year.

	Net Revenue	Equalisation	Allocated 15.03.24	Allocated 15.03.23
First Interim				
Group 1	-	-	-	0.0573
Group 2	-	0.0000	-	0.0573
Second Interim				
Group 1	0.7207	-	0.7207	0.7484
Group 2	-	0.7207	0.7207	0.7484
Third Interim				
Group 1	-	-	-	-
Group 2	-	0.0000	-	-
Final				
Group 1	1.2459	-	1.2459	1.4164
Group 2	-	1.2459	1.2459	1.4164

G ACCUMULATION SHARES

	Net Revenue	Equalisation	Allocated 15.03.24	Allocated 15.03.23
First Interim				
Group 1	-	-	-	0.0741
Group 2	-	0.0000	-	0.0741
Second Interim				
Group 1	0.7128	-	0.7128	0.7670
Group 2	0.0437	0.6691	0.7128	0.7670

WS CANLIFE DIVERSIFIED RISK MANAGED IV FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

Third Interim	Net Revenue	Equalisation	Allocated 15.09.24	Allocated 15.09.23
Group 1	-	-	-	0.0016
Group 2	-	0.0000	-	0.0016
Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.2868	-	1.2868	1.4515
Group 2	1.2868	0.0000	1.2868	1.4515

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed V Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 5 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website www.waystone.com.

The Fund aims to invest in the following assets: equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), debt (including government and public securities, corporate bonds), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). The Fund will have a bias to higher risk assets, such as equities over lower risk assets such as fixed income assets and cash. The Fund's exposure to equities can be between 40% to 85% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in Sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may invest in derivatives for efficient portfolio management purposes.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposures limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short-term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 5 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed V Fund
27 January 2025

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks the standout winners, with hardware and artificial intelligence (AI) leading the charge, particularly in the second quarter of 2024. This skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 12.9% in the twelve months to 15 October 2024. This compares with an increase of 14.7% in the Fund's benchmark, the IA Mixed Investment 40-85% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from its alternatives and property allocations and least from its exposure to Asia ex Japan and North America.

In terms of fund changes, we reduced exposure to UK equities to a neutral weighting. We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund. Later, we reduced corporate and global bonds, in favour of short duration high yield. This has offered diversification and lower correlation to investment grade fixed income.

We added two new active funds into the emerging markets equity holding for added diversification and exposure, later adding to this allocation in view of potentially increasing political tensions and potential policy stimulus, and reduced our passive EM holding accordingly.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

We initially favoured global bonds (particularly from the US) during the period over UK gilts. However, in Spring 2024, with the number of expected US rate cuts having dropped substantially, and the changing dynamics in both inflation trends and monetary policy for the UK and US, we exited positions in US Treasuries, switching back to UK gilts.

As we entered a rate cutting environment towards the end of the period, we reallocated bonds to global high yield, reducing exposure to UK gilts and unhedged global bonds.

We continued to sell down our physical property holding, and opened a position in physical gold as an alternative to equities and bonds.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers like gold offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager

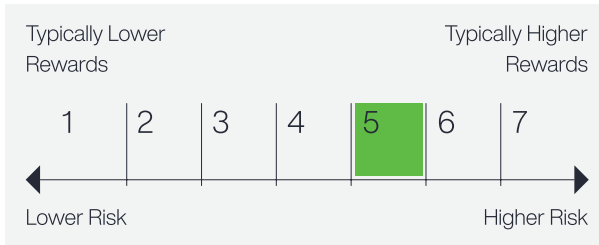
8 November 2024

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



This indicator shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is a measure of a fund's volatility. As the Fund has less than 5 years' price history, this calculation incorporates the volatility of an appropriate benchmark index. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time. The lowest number on the scale does not mean that a fund is risk free.

The SRRI measure differs from the risk rating referenced in the Fund's objective and name. Further details about the Fund's risk rating can be found in the Prospectus.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23¹ pence per share
Opening net asset value per share	104.02	100.00
Return before operating charges*	14.22	4.67
Operating charges	(0.84)	(0.65)
Return after operating charges	13.38	4.02
Distributions	(1.86)	(1.70)
Retained distributions on accumulation shares	1.86	1.70
Closing net asset value per share	117.40	104.02
* after direct transaction costs of:	-	0.01

PERFORMANCE

Return after charges	12.86%	4.02%
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OTHER INFORMATION

Closing net asset value (£'000)	58	52
Closing number of shares	50,000	50,000
Operating charges	0.76% ³	0.75% ²
Direct transaction costs	0.00%	0.01%

PRICES

Highest share price	117.47	106.39
Lowest share price	101.29	98.81

¹ From 12 December 2022.

² Annualised figure due to Fund launched less than 1 year.

³ 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23¹ pence per share
Opening net asset value per share	104.07	100.00
Return before operating charges*	14.22	4.66
Operating charges	(0.76)	(0.59)
Return after operating charges	13.46	4.07
Distributions	(1.93)	(1.75)
Retained distributions on accumulation shares	1.93	1.75
Closing net asset value per share	117.53	104.07
* after direct transaction costs of:	-	0.01

PERFORMANCE

Return after charges	12.93%	4.07%
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OTHER INFORMATION

Closing net asset value (£'000)	36,055	31,494
Closing number of shares	30,678,062	30,262,798
Operating charges	0.68% ³	0.68% ²
Direct transaction costs	-	0.01%

PRICES

Highest share price	117.59	106.41
Lowest share price	101.35	98.81

¹ From 12 December 2022.

² Annualised figure due to Fund launched less than 1 year.

³ 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	Since launch ¹
WS Canlife Diversified Risk Managed V Fund	12.90	17.45
IA Mixed Investment 40-85% Shares sector ²	14.70	16.93

¹ Launch date: 12 December 2022.

² Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on page 158.

RISK WARNING

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

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 31.96% (15.10.23 – 30.26%)		
23,739	Amundi Index J.P. Morgan GBI Global Govies	1,059	2.93
105,319	iShares Core UK Gilts UCITS ETF	1,085	3.00
123,401	Lord Abbett Short Duration High Yield	1,436	3.98
9,867	Vanguard Global Corporate Bond Index	1,076	2.98
884,157	WS Canlife Corporate Bond ¹	2,507	6.94
810,707	WS Canlife Global Macro Bond ¹	1,073	2.97
1,270,770	WS Canlife Short Duration Corporate Bond ¹	1,444	4.00
1,689,103	WS Canlife Sterling Short Term Bond ¹	1,864	5.16
	TOTAL FIXED INTEREST	11,544	31.96
	EQUITIES – 57.88% (15.10.23 – 59.79%)		
63,220	Amundi Prime Japan UCITS ETF	1,486	4.11
1,790	HC Sephira GEM Long Only UCITS S Acc	180	0.50
3,247	HC Sephira GEM Long Only UCITS F Acc	360	1.00
19,250	Invesco NASDAQ-100 Swap UCITS ETF	925	2.56
539,461	iShares Continental European Equity Index (UK)	2,064	5.72
92,028	iShares Japan Equity Index (UK)	284	0.79
25,990	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	692	1.92
85,765	WS Canlife Asia Pacific ¹	1,431	3.96
23,149	WS Canlife European ¹	51	0.14
257,240	WS Canlife North American ¹	8,049	22.29
1,474,986	WS Canlife UK Equity ¹	2,487	6.89
358,570	WS Canlife UK Equity Income ¹	2,889	8.00
	TOTAL EQUITIES	20,898	57.88
	EMERGING MARKETS – 2.34% (15.10.23 – 0.00%)		
28,374	Chikara Global Emerging Markets Opportunities	308	0.85
256,395	iShares Emerging Markets Equity Index	539	1.49
	TOTAL EMERGING MARKETS	847	2.34

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

 Holding	 Portfolio of Investments	 Value £'000	 15.10.24 %
	PROPERTY – 1.97% (15.10.23 – 3.86%)		
293,806	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	710	1.97
	EXCHANGE TRADED COMMODITIES – 2.05% (15.10.23 – 0.00%)		
18,731	iShares Physical Gold	741	2.05
	MONEY MARKETS – 3.68% (15.10.23 – 5.60%)		
1,176,393	WS Canlife Sterling Liquidity ¹	1,329	3.68
	Portfolio of investments	36,069	99.88
	Net other assets	44	0.12
	Net assets	36,113	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 16)	8,633	Total sales for the year £'000 (note 16)	7,637
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
Lord Abbett Short Duration High Yield	1,371	WS Canlife North American	1,350
WS Canlife Short Duration Corporate Bond	958	WS Canlife Short Duration Corporate Bond	779
Amundi Prime Japan UCITS ETF	896	iShares Emerging Markets Equity Index	770
Invesco NASDAQ-100 Swap UCITS ETF	858	iShares Japan Equity Index (UK)	696
iShares Core UK Gilts UCITS ETF	703	HSBC MSCI China UCITS ETF	645
HSBC MSCI China UCITS ETF	697	iShares \$ Treasury Bond UCITS ETF GBP Hedged	608
iShares Physical Gold	675	WS Canlife Corporate Bond	465
WS Canlife Corporate Bond	634	WS Canlife UK Equity Income	456
HC Sephira GEM Long Only UCITS F Acc	360	iShares Core UK Gilts UCITS ETF	375
Chikara Global Emerging Markets Opportunities	301	WS Canlife Global Macro Bond	299

In addition to the above, purchases totalling £400,000 and sales totalling £900,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	12.12.22 to 15.10.23 ¹ £'000
Income:					
Net capital gains	3		3,519		700
Revenue	4	820		697	
Expenses	5	(176)		(133)	
Interest payable and similar charges	7	–		(1)	
Net revenue before taxation		644		563	
Taxation	6	(60)		(39)	
Net revenue after taxation			584		524
Total return before distributions			4,103		1,224
Distributions	8		(588)		(528)
Change in net assets attributable to shareholders from investment activities			3,515		696

¹ The Fund launched on 12 December 2022.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	£'000	15.10.24 £'000	£'000	12.12.22 to 15.10.23 ¹ £'000
Opening net assets attributable to shareholders		31,546		-
Amounts receivable on issue of shares	469		30,351	
Amounts payable on redemption of shares	(8)		(31)	
		461		30,320
Change in net assets attributable to shares from investment activities		3,515		696
Retained distributions on Accumulation shares		591		530
Closing net assets attributable to shareholders		36,113		31,546

¹ The Fund launched on 12 December 2022.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		36,069	31,391
Current assets			
Debtors	9	71	7
Cash and cash equivalents	10	124	217
Total assets		<u>36,264</u>	<u>31,615</u>
LIABILITIES			
Creditors			
Other creditors	11	(151)	(69)
Total liabilities		<u>(151)</u>	<u>(69)</u>
Net assets attributable to shareholders		<u>36,113</u>	<u>31,546</u>

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current year and prior period.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the current year and prior period comprise:

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
Non-derivative securities	3,499	694
Transaction charges	(1)	(2)
AMC rebates from underlying investments	20	17
Currency gains/(losses)	1	(9)
Net capital gains	<u>3,519</u>	<u>700</u>

The net capital gains figure includes realised gains of £336,000 and unrealised gains of £3,717,000 (15.10.23: includes realised gains of £132,000 and unrealised gains of £553,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior period.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

4. Revenue

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
Non-taxable dividends	363	385
Taxable dividends	46	47
Interest distributions on CIS holdings	369	231
AMC rebates from underlying investments	33	24
Bank interest	9	10
Total revenue	<u>820</u>	<u>697</u>

5. Expenses

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	128	98
Legal and professional fees	5	4
Typesetting costs	3	3
Registration fees	10	8
TCFD fees	4	-
	150	113
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fees	12	9
Safe custody and other bank charges	3	1
	15	10
Other expenses:		
Audit fees	11	10
Total expenses	<u>176</u>	<u>133</u>

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
a) Analysis of charge for the year/period		
Corporation tax at 20%	60	39
Current tax charge	60	39
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	60	39

b) Factors affecting the tax charge for the year/period

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
Net revenue before taxation	644	563
Corporation tax at 20%	129	113
Effects of:		
Non-taxable dividends	(73)	(78)
AMC rebates taken to capital	4	4
Corporation tax charge	60	39
Total tax charge (note 6a)	60	39

c) Deferred tax

There is no deferred tax recognised in the current year or prior period.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

7. Interest Payable and Similar Charges

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
Interest payable	-	1
Total interest payable and similar charges	-	1

8. Distributions

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

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
Interim	207	217
Final	384	313
	591	530
Deduct: Revenue received on issue of shares	(3)	(2)
Net distributions for the year/period	588	528

Details of the distributions per share are set out in the table on page 158.

	15.10.24 £'000	For the period from 12.12.22 to 15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	584	524
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	4	4
Net distributions for the year/period	588	528

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

9. Debtors

	15.10.24 £'000	15.10.23 £'000
Sales awaiting settlement	60	-
Accrued revenue:		
AMC rebates from underlying investments	9	7
Taxation recoverable:		
Income tax	2	-
Total debtors	<u>71</u>	<u>7</u>

10. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	<u>124</u>	<u>217</u>
Total cash and cash equivalents	<u>124</u>	<u>217</u>

11. Other Creditors

	15.10.24 £'000	15.10.23 £'000
Purchases awaiting settlement	65	-
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	6	15
Legal and professional fees	1	-
Typesetting costs	2	2
Registration fees	1	1
TCFD fees	2	-
	<u>12</u>	<u>18</u>

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	1
Safe custody and other bank charges	1	1
	2	2
Other expenses	12	10
Taxation payable:		
Corporation tax	60	39
Total other creditors	<u>151</u>	<u>69</u>

12. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 145. There are no amounts due at the year end.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 30,728,062 (15.10.23 30,312,798) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management and its associates	100% (15.10.23: 100%)
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WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	<u>23,124</u>	<u>21,948</u>

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

14. Shares in Issue

	C Accumulation	G Accumulation
Annual Management Charge	0.45%	0.375%
Opening shares in issue	50,000	30,262,798
Issues	–	422,024
Redemptions	–	(6,760)
Closing shares in issue	<u>50,000</u>	<u>30,678,062</u>

15. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 97.21% of the portfolio can be liquidated within 7 days and 99.30% within 30 days (15.10.23: 75.12% within 5 days and 78.44% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £1,803,000 (15.10.23: £1,570,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current year or prior period.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.24				
Collective investment schemes	8,632	-	1	8,633
Purchases total	8,632	-	1	8,633
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	7,637	-	-	7,637
Sales total	7,637	-	-	7,637
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.24 is 0.03% (15.10.23: nil).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	35,453	1	3	35,457
Purchases total	35,453	1	3	35,457
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	0.01%	
Collective investment schemes	7,039	-	-	7,039
Sales total	7,039	-	-	7,039
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds and exchange traded commodities.

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.24				
Investment assets	5,988	30,081	–	36,069

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	3,911	27,480	–	31,391

WS CANLIFE DIVERSIFIED RISK MANAGED V FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.6439	–	0.6439	0.7002
Group 2	0.6439	0.0000	0.6439	0.7002

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.2131	–	1.2131	0.9982
Group 2	1.2131	0.0000	1.2131	0.9982

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.6765	–	0.6765	0.7213
Group 2	0.1044	0.5721	0.6765	0.7213

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.2486	–	1.2486	1.0306
Group 2	0.3466	0.9020	1.2486	1.0306

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Diversified Risk Managed VI Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain within a defined risk profile with defined volatility parameters. The Fund will seek to remain in risk profile 6 on a scale of 1 to 10, where 1 is the lowest risk profile and 10 is the highest risk profile.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

For further information on the approach to risk for this Fund please refer to the Approach to Risk document on the ACD's website www.waystone.com.

The Fund aims to invest in the following assets: equities (including shares of companies, equity related securities such as depositary receipts, equity infrastructure, equity warrants), debt (including government and public securities, corporate bonds), cash (including deposits, money market instruments) and alternative investments (including immovable property, property related securities).

The asset mix of the Fund is tailored to its risk profile (which is provided by an external risk provider). The Fund will have a strong bias to higher risk assets, such as equities over lower risk assets such as fixed income assets and cash. The Fund's exposure to equities can be between 40% to 85% of the assets by value and the exposure to alternative investments will be no more than 10% of the assets by value. The capital growth of the Fund is dictated by the limits of the risk profile. The Fund may not always have exposure to all asset classes at all times and the Portfolio Manager may operate outside of the limits to ensure the risk profile of the Fund is adhered to.

The Fund will invest at least 90% of the assets by value indirectly and will gain exposure to the above asset classes by investing in collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (including Exchange Traded Funds) as well as closed end funds (including Investment Trusts and REITS). Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% of the assets by value directly in permitted transferable securities to gain exposure to the above asset classes.

The Fund can invest, directly or indirectly, in securities issued by non-UK domiciled entities denominated in Sterling or non-Sterling. The Fund will typically invest in sterling denominated assets which in turn may have exposure to non-Sterling denominated currency.

There is no limit to the Fund's exposure to any sector or geographic area.

The Portfolio Manager may invest in derivatives for efficient portfolio management purposes.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued

Investment Objective and Policy continued

The exposures limits referenced above will not apply under extraordinary market conditions or a sustained period of changes to the historic norms that are used to model the exposure limits, in which circumstances the Fund may invest in asset classes in order to mitigate its exposure to market risk. Examples of extraordinary market conditions include economic, political unrest or instability, world events leading to market instability, or any events which give rise to high downside risk. During such periods, the Fund may temporarily invest up to 100% of its total assets in cash, deposits, treasury bills, government and public securities and/or short-term money market instruments or have substantial holding in cash and cash equivalents. In these circumstances the capital growth of the Fund may be constrained.

Additional Information

The Fund has a flexible investment approach with the freedom to invest in different types of assets to meet its objective. The asset mix is diversified and adjusted regularly with the aim of keeping the Fund within risk profile 6 on a scale of 1 to 10. The Fund's risk profile is managed by varying the weighting of the asset types that are indirectly held in the Fund.

Strategic Asset Allocation ('SAA') provides a reference SAA for the Fund. Based on the SAA, the Portfolio Manager constructs a diversified, actively managed portfolio.

The Portfolio Manager may position the portfolio away from the SAA on a medium to long term basis, or to capture opportunities presented by shorter term market movements ("tactical asset allocation"). In such instances the allocation of the portfolio will be kept consistent with achieving the Fund's objective.

The Portfolio Manager's views of the economic environment along with the absolute and relative risk-adjusted attractions of different asset classes is used to determine the mix of assets to invest in to achieve the Fund's objective.

The Portfolio Manager will adjust the asset allocation on an ongoing basis to reflect changes in the SAA and to take advantage of tactical investment opportunities.

Other information: The Fund's objective to stay within its specified risk profile may restrict the type and proportions of the assets it holds and limit the potential gains and losses.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Diversified Risk Managed VI Fund
27 January 2025

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks were the standout winners, with hardware and artificial intelligence (AI) leading the charge. Particularly in the second quarter of 2024, this skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 14.13% in the twelve months to 15 October 2024. This compares with an increase of 14.70% in the Fund's benchmark, the IA Mixed Investment 40-85% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from its alternatives and property allocations and least from its exposure to UK equities.

We reduced exposure to UK equities to a neutral weighting. We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund. Later, we added short duration high yield some of which was funded by selling the last of our exposure to inflation-linked bonds. This offered diversification and lower correlation to investment grade fixed income.

We added two new active funds into the emerging markets equity holding for added diversification and exposure, later adding to this allocation in view of potentially increasing political tensions and potential policy stimulus, and reducing our passive EM holding accordingly.

We continued to sell down our physical property holding, and opened a position in physical gold as an alternative to equities and bonds.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued PORTFOLIO MANAGER'S REPORT continued

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers like gold offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

Portfolio Manager
8 November 2024

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time. The lowest number on the scale does not mean that a fund is risk free.

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

The SRRI measure differs from the risk rating referenced in the Fund's objective and name. Further details about the Fund's risk rating can be found in the Prospectus.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 ¹ pence per share
Opening net asset value per share	208.39	209.71
Return before operating charges*	31.37	1.00
Operating charges	(3.90)	(2.32)
Return after operating charges	27.47	(1.32)
Distributions	(2.52)	(1.84)
Retained distributions on accumulation shares	2.52	1.84
Closing net asset value per share	235.86	208.39
* after direct transaction costs of:	0.01	-

PERFORMANCE

Return after charges	13.18%	(0.63)%
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OTHER INFORMATION

Closing net asset value (£'000)	120,911	109,156
Closing number of shares	51,264,195	52,380,430
Operating charges	1.75% ³	1.75% ²
Direct transaction costs	-	-

PRICES

Highest share price	236.11	211.78
Lowest share price	202.16	200.56

¹ From 24 February 2023.

² Annualised figure due to Fund launched less than 1 year.

³ 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23¹ pence per share
Opening net asset value per share	221.90	221.95
Return before operating charges*	32.91	0.94
Operating charges	(1.67)	(0.99)
Return after operating charges	31.24	(0.05)
Distributions	(4.58)	(3.29)
Retained distributions on accumulation shares	4.58	3.29
Closing net asset value per share	253.14	221.90
* after direct transaction costs of:	0.01	-

PERFORMANCE

Return after charges	14.08%	(0.02)%
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OTHER INFORMATION

Closing net asset value (£'000)	13,456	11,887
Closing number of shares	5,315,644	5,356,968
Operating charges	0.70% ³	0.70% ²
Direct transaction costs	-	-

PRICES

Highest share price	253.34	225.30
Lowest share price	215.36	212.42

¹ From 24 February 2023.

² Annualised figure due to Fund launched less than 1 year.

³ 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 ¹ pence per share
Opening net asset value per share	228.04	228.00
Return before operating charges*	33.77	0.94
Operating charges	(1.52)	(0.90)
Return after operating charges	32.25	0.04
Distributions	(4.85)	(3.47)
Retained distributions on accumulation shares	4.85	3.47
Closing net asset value per share	260.29	228.04
* after direct transaction costs of:	0.01	-

PERFORMANCE

Return after charges	14.14%	0.02%
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OTHER INFORMATION

Closing net asset value (£'000)	67,709	67,159
Closing number of shares	26,012,918	29,450,865
Operating charges	0.62% ³	0.62% ²
Direct transaction costs	-	-

PRICES

Highest share price	260.50	231.51
Lowest share price	221.32	218.22

¹ From 24 February 2023.

² Annualised figure due to Fund launched less than 1 year.

³ 0.003% is excluded from the current year Operating Charges Figure in relation to an exchange-traded commodity.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND ACD'S REPORT continued FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	Since launch ¹
WS Canlife Diversified Risk Managed VI Fund	14.13	14.12
IA Mixed Investment 40-85% Shares sector ²	14.70	13.29

¹ Launch date: 24 February 2023.

² Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 186 and 187.

RISK WARNING

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

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 22.94% (15.10.23 – 21.98%)		
43,704	Amundi Index JP Morgan GBI Global Govies UCITS ET	1,949	0.96
393,672	iShares Core UK Gilts UCITS ETF	4,057	2.01
255,576	Lord Abbett Global High Yield	3,067	1.52
135,422	Payden Global High Yield Bond	3,041	1.51
18,069	Vanguard Global Corporate Bond Index	1,970	0.97
4,231,541	WS Canlife Corporate Bond ¹	12,000	5.94
2,979,813	WS Canlife Global Macro Bond ¹	3,943	1.95
5,310,864	WS Canlife Short Duration Corporate Bond ¹	6,034	2.99
9,320,070	WS Canlife Sterling Short Term Bond ¹	10,286	5.09
	TOTAL FIXED INTEREST	46,347	22.94
	EQUITIES – 67.09% (15.10.23 – 68.48%)		
326,415	Amundi Prime Japan UCITS ETF	7,673	3.80
25,847	HC Sephira GEM Long Only UCITS F Acc	2,869	1.42
10,012	HC Sephira GEM Long Only UCITS S Acc	1,008	0.50
127,148	Invesco NASDAQ-100 Swap UCITS ETF	6,109	3.02
3,492,374	iShares Continental European Equity Index (UK)	13,363	6.61
614,897	iShares Japan Equity Index (UK)	1,896	0.94
148,188	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	3,948	1.95
604,019	WS Canlife Asia Pacific ¹	10,076	4.99
323,510	WS Canlife European ¹	707	0.35
1,741,060	WS Canlife North American ¹	54,480	26.96
9,353,100	WS Canlife UK Equity ¹	15,772	7.81
2,192,536	WS Canlife UK Equity Income ¹	17,663	8.74
	TOTAL EQUITIES	135,564	67.09
	EMERGING MARKETS – 3.01% (15.10.23 – 0.00%)		
113,755	Chikara Global Emerging Markets Opportunities	1,234	0.61
2,305,544	iShares Emerging Markets Equity Index (UK)	4,847	2.40
	TOTAL EMERGING MARKETS	6,081	3.01

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	PROPERTY – 1.96% (15.10.23 – 4.24%)		
1,639,518	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	<u>3,964</u>	<u>1.96</u>
	EXCHANGE TRADED COMMODITIES – 2.05% (15.10.23 – 0.00%)		
104,988	iShares Physical Gold	<u>4,151</u>	<u>2.05</u>
	MONEY MARKETS – 2.92% (15.10.23 – 4.93%)		
5,225,945	WS Canlife Sterling Liquidity ¹	<u>5,902</u>	<u>2.92</u>
	Portfolio of investments	202,009	99.97
	Net other assets	<u>67</u>	<u>0.03</u>
	Net assets	<u>202,076</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (see note 12).

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 16)	38,990	Total sales for the year £'000 (note 16)	47,136
Major purchases	Cost £'000	Major sales	Proceeds £'000
Invesco NASDAQ-100 Swap UCITS ETF	5,728	SPDR S&P 500 UCITS ETF	6,604
Amundi Prime Japan UCITS ETF	5,122	WS Canlife UK Equity	5,789
WS Canlife Short Duration Corporate Bond	4,804	WS Canlife North American	5,003
WS Canlife Corporate Bond	4,659	iShares Emerging Markets Equity Index (UK)	4,546
HSBC MSCI China UCITS ETF	4,012	WS Canlife Short Duration Corporate Bond	4,473
WS Canlife North American	3,610	iShares Japan Equity Index (UK)	4,003
iShares Physical Gold	3,478	WS Canlife UK Equity Income	3,824
HC Sephira GEM Long Only UCITS <i>F Acc</i>	2,865	HSBC MSCI China UCITS ETF	3,700
Chikara Global Emerging Markets Opportunities	1,202	iShares £ Index-Linked Gilts UCITS ETF	1,871
HC Sephira GEM Long Only UCITS <i>S Acc</i>	1,018	iShares Continental European Equity Index (UK)	1,855

In addition to the above, purchases totalling £1,750,000 and sales totalling £5,426,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND FINANCIAL STATEMENTS

STATEMENT OF TOTAL RETURN

for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	24.02.23 to 15.10.23 ¹ £'000
Income:					
Net capital gains/(losses)	3		22,015		(2,906)
Revenue	4	5,030		3,498	
Expenses	5	(2,194)		(1,333)	
Interest payable and similar charges	7	(1)		(4)	
Net revenue before taxation		2,835		2,161	
Taxation	6	15		-	
Net revenue after taxation			2,850		2,161
Total return before distributions			24,865		(745)
Distributions	8		(2,854)		(2,175)
Change in net assets attributable to shareholders from investment activities			22,011		(2,920)

¹ The Fund launched on 24 February 2023.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	Note	£'000	15.10.24 £'000	£'000	24.02.23 to 15.10.23 ¹ £'000
Opening net assets attributable to shareholders			188,202		-
Amounts receivable on issue of shares		5,349		5,772	
Amounts payable on redemption of shares		(16,309)		(10,984)	
In-specie in		-		194,167	
			(10,960)		188,955
Change in net assets attributable to shares from investment activities			22,011		(2,920)
Retained distributions on Accumulation shares	8		2,823		2,167
Closing net assets attributable to shareholders			202,076		188,202

¹ The Fund launched on 24 February 2023.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		202,009	187,508
Current assets			
Debtors	9	157	73
Cash and cash equivalents	10	175	1,039
Total assets		<u>202,341</u>	<u>188,620</u>
LIABILITIES			
Creditors			
Other creditors	11	(265)	(418)
Total liabilities		<u>(265)</u>	<u>(418)</u>
Net assets attributable to shareholders		<u>202,076</u>	<u>188,202</u>

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current year and prior period.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current year and prior period.

3. Net Capital Gains/(Losses)

The net capital gains/(losses) during the current year and prior period comprise:

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
Non-derivative securities	21,919	(2,970)
Transaction charges	(3)	(2)
AMC rebates from underlying investments	94	68
Currency gains/(losses)	<u>5</u>	<u>(2)</u>
Net capital gains/(losses)	<u>22,015</u>	<u>(2,906)</u>

The net capital gains figure includes realised gains of £2,043,000 and unrealised gains of £18,023,000 (15.10.23: includes realised losses of £1,114,000 and unrealised losses of £1,858,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior period.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

4. Revenue

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
Non-taxable dividends	2,620	2,620
Taxable dividends	513	71
Interest distributions on CIS holdings	1,645	653
AMC rebates from underlying investments	232	129
Bank interest	20	25
Total revenue	<u>5,030</u>	<u>3,498</u>

5. Expenses

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	2,043	1,238
Legal and professional fees	6	4
Typesetting costs	2	3
Registration fees	64	41
	2,115	1,286
Payable to the Depositary, associates of the Depositary or agents of either of them:		
Depositary's fees	52	32
Safe custody and other bank charges	15	5
	67	37
Other expenses:		
Audit fees	12	10
Total expenses	<u>2,194</u>	<u>1,333</u>

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
a) Analysis of charge for the year/period		
Corporation tax at 20%	-	-
Current tax charge	-	-
Deferred tax – origination and reversal of timing differences (note 6c)	(15)	-
Total taxation (note 6b)	(15)	-

b) Factors affecting the tax charge for the year/period

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
Net revenue before taxation	2,835	2,161
Corporation tax at 20%	567	432
Effects of:		
Non-taxable dividends	(523)	(524)
AMC rebates taken to capital	19	14
(Utilisation of)/unutilised excess management expenses	(78)	78
Corporation tax charge	(15)	-
Total tax charge (note 6a)	(15)	-
c) Deferred tax		
Provision at the start of the year/period	-	-
Deferred tax charge in the year/period (note 6a)	(15)	-
Provision at the end of the year/period	(15)	-

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

7. Interest Payable and Similar Charges

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
Interest payable	1	4
Total interest payable and similar charges	1	4

8. Distributions

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

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
Interim	747	114
Final	2,076	2,053
	2,823	2,167
Add: Revenue deducted on redemption of shares	42	28
Deduct: Revenue received on issue of shares	(11)	(20)
Net distributions for the year/period	2,854	2,175

Details of the distributions per share are set out in the table on pages 186 and 187.

	15.10.24 £'000	For the period from 24.02.23 to 15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	2,850	2,161
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	19	14
Deferred tax on offshore funds	(15)	-
	4	14
Net distributions for the year/period	2,854	2,175

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

9. Debtors

	15.10.24 £'000	15.10.23 £'000
Amounts receivable in relation to in specie transfer	–	25
Sales awaiting settlement	65	–
Accrued revenue: AMC rebates from underlying investments	63	47
Taxation recoverable: Income tax	14	1
Deferred tax asset	15	–
Total debtors	<u>157</u>	<u>73</u>

10. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	<u>175</u>	<u>1,039</u>
Total cash and cash equivalents	<u>175</u>	<u>1,039</u>

11. Other Creditors

	15.10.24 £'000	15.10.23 £'000
Amounts payable for redemption of shares	84	148
Purchases awaiting settlement	65	–

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	87	240
Typesetting costs	2	3
Registration fees	8	8
	97	251
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	6
Transaction charges	1	1
Safe custody and other bank charges	3	2
	6	9
Other expenses	13	10
Total other creditors	265	418

12. Related Party Transactions

The Annual Management Charge and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 173 and amounts due at the year end are disclosed in note 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 3,629,963 (15.10.23: 3,968,905) of the Fund's shares at the balance sheet date.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 74,560,604 (15.10.23: 78,696,453) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management and its associates 90.27% (15.10.23: 90.26%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	136,863	128,809

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

14. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.50%	0.45%	0.375%
Opening shares in issue	52,380,430	5,356,968	29,450,865
Issues	1,172,825	379,114	740,018
Redemptions	<u>(2,289,060)</u>	<u>(420,438)</u>	<u>(4,177,965)</u>
Closing shares in issue	<u>51,264,195</u>	<u>5,315,644</u>	<u>26,012,918</u>

15. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

(C) FOREIGN CURRENCY RISK

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

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 91.19% of the portfolio can be liquidated within 7 days and 95.98% within 30 days (15.10.23: 72.39% within 5 days and 73.40% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £10,100,000 (15.10.23: £9,375,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current year or prior period.

16. Portfolio Transaction Costs

15.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	38,984	–	6	38,990
Purchases total	<u>38,984</u>	<u>–</u>	<u>6</u>	<u>38,990</u>
Transaction cost % of purchases total		–	0.02%	
Transaction cost % of average NAV		–	–	
Collective investment schemes	47,136	–	–	47,136
Sales total	<u>47,136</u>	<u>–</u>	<u>–</u>	<u>47,136</u>
Transaction cost % of sales total		–	–	
Transaction cost % of average NAV		–	–	

Average portfolio dealing spread at 15.10.24 is 0.02% (15.10.23: nil).

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	26,738	-	-	26,738
Purchases total	26,738	-	-	26,738
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	28,711	-	(3)	28,708
Sales total	28,711	-	(3)	28,708
Transaction cost % of sales total		-	0.01%	
Transaction cost % of average NAV		-	-	

The collective investment schemes include closed end funds.

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.24	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	25,938	176,071	-	202,009
15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	20,855	166,653	-	187,508

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.4564	–	0.4564	–
Group 2	0.0446	0.4118	0.4564	–

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.0609	–	2.0609	1.8406
Group 2	1.5614	0.4995	2.0609	1.8406

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.4592	–	1.4592	0.2903
Group 2	0.3166	1.1426	1.4592	0.2903

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	3.1176	–	3.1176	3.0037
Group 2	2.8657	0.2519	3.1176	3.0037

WS CANLIFE DIVERSIFIED RISK MANAGED VI FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.5709	–	1.5709	0.3209
Group 2	1.3718	0.1991	1.5709	0.3209
Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	3.2809	–	3.2809	3.1505
Group 2	2.3351	0.9458	3.2809	3.1505

WS CANLIFE PORTFOLIO III FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio III Fund ('the Fund') is to achieve capital growth and income over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 3 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 45% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 3 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 3 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 3 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 0-35% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 0-35% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio III Fund

27 January 2025

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks were the standout winners, with hardware and artificial intelligence (AI) leading the charge. Particularly in the second quarter of 2024, this skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 8.83% in the twelve months to 15 October 2024. This compares with an increase of 10.46% in the Fund's benchmark, the IA Mixed Investment 0-35% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from global bonds and least from UK equities.

In terms of Fund positioning, we initially favoured global bonds (particularly from the US) over UK gilts during the period. However, in Spring 2024, with the number of expected US rate cuts having dropped substantially, and the changing dynamics in both inflation trends and monetary policy for the UK and US, we exited positions in US Treasuries, switching back to UK gilts. As we entered a rate cutting environment towards the end of the period, we reduced the allocation to short-dated gilts in favour of longer-dated gilts, and we also switched some hedged global bonds into unhedged.

We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund. Within property, we continued to replace our physical property holding with REITs and global infrastructure holdings.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

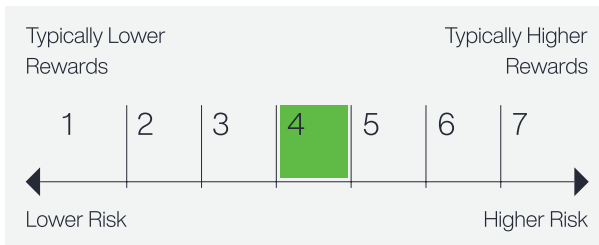
Portfolio Manager
8 November 2024

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 3 hence the reference to III in the name of the Fund. Further details can be found in the Prospectus.

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time. The lowest number on the scale does not mean that a fund is risk free.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	119.88	114.50	132.37
Return before operating charges*	11.55	7.47	(15.65)
Operating charges ¹	(2.12)	(2.03)	(2.17)
Property expenses	(0.05)	(0.06)	(0.05)
Return after operating charges	9.38	5.38	(17.87)
Distributions	(3.92)	(3.18)	(2.27)
Retained distributions on accumulation shares	3.92	3.18	2.27
Closing net asset value per share	129.26	119.88	114.50
* after direct transaction costs of:	-	(0.03)	-

PERFORMANCE

Return after charges	7.82%	4.70%	(13.50)%
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OTHER INFORMATION

Closing net asset value (£'000)	3,021	2,819	2,880
Closing number of shares	2,337,125	2,351,086	2,515,074
Operating charges ¹	1.69%	1.69%	1.70%
Property expenses	0.04%	0.05%	0.04%
Direct transaction costs	-	0.02%	-

PRICES

Highest share price	130.03	124.63	136.38
Lowest share price	117.71	114.51	113.28

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	108.15	105.03	122.56
Return before operating charges*	10.39	6.89	(14.53)
Operating charges ¹	(0.81)	(0.79)	(0.85)
Property expenses	(0.05)	(0.06)	(0.05)
Return after operating charges	9.53	6.04	(15.43)
Distributions	(3.53)	(2.92)	(2.10)
Closing net asset value per share	114.15	108.15	105.03
* after direct transaction costs of:	-	(0.02)	-

PERFORMANCE

Return after charges	8.81%	5.75%	(12.59)%
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OTHER INFORMATION

Closing net asset value (£'000)	1,363	1,338	1,778
Closing number of shares	1,194,193	1,237,566	1,693,441
Operating charges ¹	0.72%	0.72%	0.72%
Property expenses	0.04%	0.05%	0.04%
Direct transaction costs	-	0.02%	-

PRICES

Highest share price	116.77	114.66	126.45
Lowest share price	106.20	105.05	105.14

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	131.19	124.09	142.06
Return before operating charges*	12.70	8.11	(16.92)
Operating charges ¹	(0.99)	(0.94)	(0.99)
Property expenses	(0.06)	(0.07)	(0.06)
Return after operating charges	11.65	7.10	(17.97)
Distributions	(4.32)	(3.47)	(2.45)
Retained distributions on accumulation shares	4.32	3.47	2.45
Closing net asset value per share	142.84	131.19	124.09
* after direct transaction costs of:	-	(0.03)	-

PERFORMANCE

Return after charges	8.88%	5.72%	(12.65)%
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OTHER INFORMATION

Closing net asset value (£'000)	40,567	34,134	35,942
Closing number of shares	28,400,039	26,017,720	28,965,390
Operating charges ¹	0.72%	0.72%	0.72%
Property expenses	0.04%	0.05%	0.04%
Direct transaction costs	-	0.02%	-

PRICES

Highest share price	143.59	135.47	146.57
Lowest share price	128.84	124.11	122.76

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	133.01	125.71	143.81
Return before operating charges*	12.87	8.22	(17.13)
Operating charges ¹	(0.90)	(0.85)	(0.91)
Property expenses	(0.06)	(0.07)	(0.06)
Return after operating charges	11.91	7.30	(18.10)
Distributions	(4.38)	(3.51)	(2.48)
Retained distributions on accumulation shares	4.38	3.51	2.48
Closing net asset value per share	144.92	133.01	125.71
* after direct transaction costs of:	-	(0.03)	-

PERFORMANCE

Return after charges	8.95%	5.81%	(12.59)%
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OTHER INFORMATION

Closing net asset value (£'000)	50,035	53,665	56,421
Closing number of shares	34,524,604	40,347,614	44,883,278
Operating charges ¹	0.64%	0.64%	0.65%
Property expenses	0.04%	0.05%	0.04%
Direct transaction costs	-	0.02%	-

PRICES

Highest share price	145.67	137.26	148.39
Lowest share price	130.62	125.73	124.36

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO III FUND

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Portfolio III Fund	8.83	0.51	8.28
IA Mixed Investment 0-35% Shares sector ¹	10.46	0.90	7.74

¹ Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 215 and 216.

RISK WARNING

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

WS CANLIFE PORTFOLIO III FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 62.74% (15.10.23 – 62.54%)		
11,138	Amundi Index JP Morgan GBI Global Govies UCITS ETF	497	0.52
14,917	iShares £ Index-Linked Gilts UCITS ETF	197	0.21
186,667	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	911	0.96
1,237,286	iShares Core Global Aggregate Bond UCITS ETF	5,732	6.04
948,782	iShares Core UK Gilts UCITS ETF	9,777	10.29
5,399,008	iShares Index Linked Gilt Index (UK)	6,261	6.59
52,286	Vanguard Global Corporate Bond Index	5,702	6.00
3,311,935	WS Canlife Corporate Bond ¹	9,392	9.89
5,667,393	WS Canlife Global Macro Bond ¹	7,498	7.89
4,220,234	WS Canlife Short Duration Corporate Bond ¹	4,795	5.05
8,008,174	WS Canlife Sterling Short Term Bond ¹	8,838	9.30
	TOTAL FIXED INTEREST	59,600	62.74
	EQUITIES – 24.94% (15.10.23 – 24.23%)		
23,429	Amundi Prime Japan UCITS ETF	551	0.58
20,046	Invesco NASDAQ-100 Swap UCITS ETF	963	1.01
1,339,969	iShares Japan Equity Index (UK)	4,131	4.35
35,522	SPDR Morningstar Multi – Asset Global Infrastructure UCITS ETF	946	1.00
285,552	WS Canlife North American ¹	8,935	9.41
2,463,862	WS Canlife UK Equity ¹	4,155	4.37
497,482	WS Canlife UK Equity Income ¹	4,008	4.22
	TOTAL EQUITIES	23,689	24.94
	PROPERTY – 3.80% (15.10.23 – 4.82%)		
627,842	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	1,518	1.60
112,100	iShares UK Property UCITS ETF	521	0.55
3,044,019	WS Canlife UK Property ACS ^{1,2}	1,567	1.65
	TOTAL PROPERTY	3,606	3.80

WS CANLIFE PORTFOLIO III FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	MONEY MARKETS – 8.49% (15.10.23 – 8.52%)		
7,138,851	WS Canlife Sterling Liquidity ¹	<u>8,062</u>	<u>8.49</u>
	Portfolio of investments	94,957	99.97
	Net other assets	<u>29</u>	<u>0.03</u>
	Net assets	<u>94,986</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 11).

² In liquidation.

WS CANLIFE PORTFOLIO III FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 15)	22,086	Total sales for the year £'000 (note 15)	25,688
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
iShares Core UK Gilts UCITS ETF	6,288	iShares UK Gilts 0-5yr	5,315
iShares UK Gilts 0-5yr	3,449	iShares Core UK Gilts UCITS ETF	3,071
WS Canlife Global Macro Bond	2,012	WS Canlife North American	2,861
iShares Environment & Low Carbon Tilt Real Estate Index (UK)	1,267	Vanguard Global Corporate Bond Index	2,098
SPDR Morningstar Multi- Asset Global Infrastructure UCITS ETF	1,107	WS Canlife Corporate Bond	1,954
iShares Core Global Aggregate Bond UCITS ETF	1,002	WS Canlife Short Duration Corporate Bond	1,321
Invesco NASDAQ-100 Swap UCITS ETF	949	WS Canlife UK Equity Income	1,286
Vanguard Global Corporate Bond Index	856	iShares Core Global Aggregate Bond UCITS ETF	1,130
WS Canlife North American	828	iShares \$ Treasury Bond UCITS ETF GBP Hedged	910
iShares Index Linked Gilt Index (UK)	788	iShares Developed Markets Property Yield UCITS ETF	815

In addition to the above, purchases totalling £1,670,000 and sales totalling £1,877,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains	3		5,468		3,517
Revenue	4	2,962		2,654	
Expenses	5	(564)		(598)	
Net revenue before taxation		2,398		2,056	
Taxation	6	(13)		(15)	
Net revenue after taxation			2,385		2,041
Total return before distributions			7,853		5,558
Distributions	7		(2,903)		(2,583)
Change in net assets attributable to shareholders from investment activities			4,950		2,975

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders		91,956		97,021
Amounts receivable on issue of shares	14,622		6,138	
Amounts payable on redemption of shares	(19,407)		(16,663)	
		(4,785)		(10,525)
Change in net assets attributable to shareholders from investment activities		4,950		2,975
Retained distributions on Accumulation shares		2,865		2,485
Closing net assets attributable to shareholders		94,986		91,956

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		94,957	92,060
Current assets			
Debtors	8	16	14
Cash and cash equivalents	9	218	164
Total assets		<u>95,191</u>	<u>92,238</u>
LIABILITIES			
Creditors			
Distribution payable	10	(24)	(21)
Other creditors	10	(181)	(261)
Total liabilities		<u>(205)</u>	<u>(282)</u>
Net assets attributable to shareholders		<u>94,986</u>	<u>91,956</u>

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year. The additional distribution policies described below have also been applied to the Fund.

The Fund has satisfied the qualifying investments test of Section 493 of the Corporation Taxes Act 2009, throughout the year. All distributions made are therefore made as gross interest distributions.

All expenses, with the exception of property income expenses, are transferred to capital for distribution purposes in line with the Fund's investment objective. This will increase the amount of revenue available for distribution; however, will erode capital and may constrain capital growth.

3. Net Capital Gains

The net capital gains during the year comprise:

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	5,411	3,442
Transaction charges	(3)	(3)
AMC rebates from underlying investments	60	78
Net capital gains	<u>5,468</u>	<u>3,517</u>

The net capital gains figure includes realised gains of £1,449,000 and unrealised gains of £752,000 (15.10.23: includes realised losses of £2,773,000 and unrealised losses of £3,210,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	521	656
Taxable dividends	2,264	1,810
AMC rebates from underlying investments	47	45
Bank interest	12	5
Property – rental income	118	138
Total revenue	<u>2,962</u>	<u>2,654</u>

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	410	431
Legal and professional fees	8	8
Typesetting costs	2	3
Registration fees	40	45
TCFD fees	4	–
	464	487
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	34	35
Safe custody and other bank charges	11	11
	45	46

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Other expenses:		
Audit fees	11	11
Property income expenses on tax transparent fund	36	44
Expenses on tax transparent fund	18	23
Refund of expenses from tax transparent fund	(10)	(13)
	<u>55</u>	<u>65</u>
Total expenses	<u>564</u>	<u>598</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	15	17
Adjustments in respect of prior periods	(2)	(2)
Current tax charge	13	15
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	<u>13</u>	<u>15</u>

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	<u>2,398</u>	<u>2,056</u>
Corporation tax at 20%	480	411

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Effects of:		
Non-taxable dividends	(104)	(131)
AMC rebates taken to capital	12	15
Tax deductible interest distributions	(373)	(278)
Corporation tax charge	15	17
Adjustments in respect of prior periods	(2)	(2)
Total tax charge (note 6a)	13	15

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

7. Distributions

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

	15.10.24 £'000	15.10.23 £'000
Interim	1,264	1,133
Final	1,644	1,393
	2,908	2,526
Add: Revenue deducted on redemption of shares	127	94
Deduct: Revenue received on issue of shares	(132)	(37)
Net distributions for the year	2,903	2,583

Details of the distributions per share are set out in the table on pages 215 and 216.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	2,385	2,041
Allocations to capital:		
Expenses, net of tax relief	518	542
Net distributions for the year	<u>2,903</u>	<u>2,583</u>

8. Debtors

	15.10.24 £'000	15.10.23 £'000
Accrued revenue:		
AMC rebates from underlying investments	16	14
Total debtors	<u>16</u>	<u>14</u>

9. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	218	164
Total cash and cash equivalents	<u>218</u>	<u>164</u>

10. Creditors

	15.10.24 £'000	15.10.23 £'000
Distribution payable	<u>24</u>	<u>21</u>

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Other Creditors		
Amounts payable for redemption of shares	123	168
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	17	50
Typesetting costs	3	3
Registration fees	5	5
TCFD fees	2	-
	27	58
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	4
Transaction charges	-	1
Safe custody and other bank charges	3	2
	4	7
Other expenses	12	11
Taxation payable:		
Corporation tax	15	17
Total other creditors	<u>181</u>	<u>261</u>

11. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ("WMUK") ("the ACD"), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 10.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 202 and amounts due at the year end are disclosed in note 10.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 7,406 (15.10.23: 6,689) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 48,255,750 (15.10.23: 53,335,977) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 72.61% (15.10.23: 76.27%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	57,250	57,358

12. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

13. Shares in Issue

	A Accumulation	C Income	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.45%	0.375%
Opening shares in issue	2,351,086	1,237,566	26,017,720	40,347,614
Issues	50,852	138,731	8,677,463	1,758,703
Redemptions	<u>(64,813)</u>	<u>(182,104)</u>	<u>(6,295,144)</u>	<u>(7,581,713)</u>
Closing shares in issue	<u>2,337,125</u>	<u>1,194,193</u>	<u>28,400,039</u>	<u>34,524,604</u>

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

14. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 97.78% of the portfolio can be liquidated within 7 days and 98.77% within 30 days (15.10.23: 68.43% within 5 days and 74.33% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

WS CANLIFE PORTFOLIO III FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £4,748,000 (15.10.23: £4,603,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

15. Portfolio Transaction Costs

15.10.24	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	22,086	–	–	22,086
Purchases total	<u>22,086</u>	<u>–</u>	<u>–</u>	<u>22,086</u>
Transaction cost % of purchases total		–	–	
Transaction cost % of average NAV		–	–	
Collective investment schemes	25,688	–	–	25,688
Sales total	<u>25,688</u>	<u>–</u>	<u>–</u>	<u>25,688</u>
Transaction cost % of sales total		–	–	
Transaction cost % of average NAV		–	–	

Average portfolio dealing spread at 15.10.24 is 0.04% (15.10.23: nil).

WS CANLIFE PORTFOLIO III FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

15.10.23	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
Collective investment schemes	26,758	-	2	26,760
Purchases total	<u>26,758</u>	<u>-</u>	<u>2</u>	<u>26,760</u>
Transaction cost % of purchases total		-	0.01%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	36,577	-	(20)	36,557
Sales total	<u>36,577</u>	<u>-</u>	<u>(20)</u>	<u>36,557</u>
Transaction cost % of sales total		-	0.06%	
Transaction cost % of average NAV		-	0.02%	

16. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

15.10.24	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	20,095	74,862	-	94,957

15.10.23	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Investment assets	18,660	73,400	-	92,060

WS CANLIFE PORTFOLIO III FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

A ACCUMULATION SHARES

Interim	Gross Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.6824	–	1.6824	1.3621
Group 2	1.6824	0.0000	1.6824	1.3621

Final	Gross Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.2422	–	2.2422	1.8195
Group 2	0.1240	2.1182	2.2422	1.8195

C INCOME SHARES

Interim	Gross Revenue	Equalisation	Paid 15.06.24	Paid 15.06.23
Group 1	1.5219	–	1.5219	1.2530
Group 2	1.1955	0.3264	1.5219	1.2530

Final	Gross Revenue	Equalisation	Payable 15.12.24	Paid 15.12.23
Group 1	2.0104	–	2.0104	1.6638
Group 2	0.9859	1.0245	2.0104	1.6638

WS CANLIFE PORTFOLIO III FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

Interim	Gross Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.8460	–	1.8460	1.4803
Group 2	0.3760	1.4700	1.8460	1.4803

Final	Gross Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.4720	–	2.4720	1.9872
Group 2	1.6404	0.8316	2.4720	1.9872

G ACCUMULATION SHARES

Interim	Gross Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.8718	–	1.8718	1.5000
Group 2	1.4794	0.3924	1.8718	1.5000

Final	Gross Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.5079	–	2.5079	2.0143
Group 2	0.2945	2.2134	2.5079	2.0143

WS CANLIFE PORTFOLIO IV FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio IV Fund ('the Fund') is to achieve capital growth and income over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 4 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 60% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 4 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 4 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 4 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO IV FUND ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 20-60% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 20-60% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio IV Fund

27 January 2025

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks were the standout winners, with hardware and artificial intelligence (AI) leading the charge. Particularly in the second quarter of 2024, this skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 10.54% in the twelve months to 15 October 2024. This compares with an increase of 12.37% in the Fund's benchmark, the IA Mixed Investment 20-60% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from UK corporate and global bonds and least from UK equities.

In terms of Fund positioning, we initially favoured global bonds (particularly from the US) during the period over UK gilts. However, in Spring 2024, with the number of expected US rate cuts having dropped substantially, and the changing dynamics in both inflation trends and monetary policy for the UK and US, we exited positions in US Treasuries, switching back to UK gilts. As we entered a rate cutting environment towards the end of the period, we reduced the allocation to short-dated gilts in favour of longer-dated gilts as we enter a rate-cutting environment, and we also switched some hedged global bonds into unhedged.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

In line with our investment approach, during the first half of the period we trimmed stronger-performing equities. This included taking profit from Japanese and European equity markets. We also reduced an overweight to the UK. We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund, driven by our optimism over continued profitability in the US technology sector.

Within property, we continued to replace our physical property holding with REITs and global infrastructure holdings.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

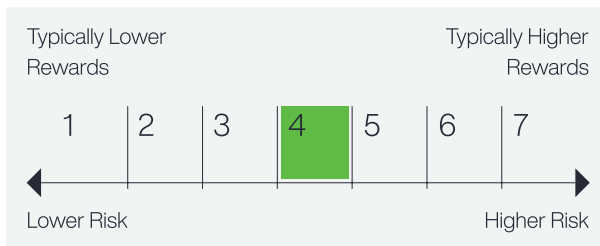
Portfolio Manager
8 November 2024

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 4 hence the reference to IV in the name of the Fund. Further details can be found in the Prospectus.

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time. The lowest number on the scale does not mean that a fund is risk free.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	135.45	127.28	145.14
Return before operating charges*	15.54	10.47	(15.46)
Operating charges ¹	(2.38)	(2.25)	(2.34)
Property expenses	(0.04)	(0.05)	(0.06)
Return after operating charges	13.12	8.17	(17.86)
Distributions	(3.62)	(3.16)	(2.51)
Retained distributions on accumulation shares	3.62	3.16	2.51
Closing net asset value per share	148.57	135.45	127.28
* after direct transaction costs of:	-	0.02	-

PERFORMANCE

Return after charges	9.69%	6.42%	(12.31)%
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OTHER INFORMATION

Closing net asset value (£'000)	6,320	5,457	5,317
Closing number of shares	4,253,594	4,028,894	4,177,554
Operating charges ¹	1.66%	1.66%	1.66%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	148.72	140.64	149.98
Lowest share price	132.41	127.06	126.04

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C INCOME SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	119.46	114.01	131.44
Return before operating charges*	13.44	9.15	(14.27)
Operating charges ¹	(0.86)	(0.82)	(0.88)
Property expenses	(0.04)	(0.05)	(0.05)
Return after operating charges	12.54	8.28	(15.20)
Distributions	(3.19)	(2.83)	(2.23)
Closing net asset value per share	128.81	119.46	114.01
* after direct transaction costs of:	-	0.02	-

PERFORMANCE

Return after charges	10.50%	7.26%	(11.56)%
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OTHER INFORMATION

Closing net asset value (£'000)	2,913	3,249	2,564
Closing number of shares	2,261,659	2,720,098	2,248,346
Operating charges ¹	0.68%	0.68%	0.69%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	130.83	126.28	136.02
Lowest share price	116.80	113.82	114.32

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	145.56	135.72	153.56
Return before operating charges*	16.46	10.89	(16.75)
Operating charges ¹	(1.05)	(0.99)	(1.03)
Property expenses	(0.05)	(0.06)	(0.06)
Return after operating charges	15.36	9.84	(17.84)
Distributions	(3.91)	(3.39)	(2.61)
Retained distributions on accumulation shares	3.91	3.39	2.61
Closing net asset value per share	160.92	145.56	135.72
* after direct transaction costs of:	-	0.02	-

PERFORMANCE

Return after charges	10.55%	7.25%	(11.62)%
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OTHER INFORMATION

Closing net asset value (£'000)	120,553	112,553	96,779
Closing number of shares	74,916,624	77,323,258	71,306,999
Operating charges ¹	0.68%	0.68%	0.69%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	161.04	150.32	158.91
Lowest share price	142.33	135.50	134.39

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	147.22	137.18	155.12
Return before operating charges*	16.63	10.99	(16.96)
Operating charges ¹	(0.95)	(0.89)	(0.92)
Property expenses	(0.05)	(0.06)	(0.06)
Return after operating charges	15.63	10.04	(17.94)
Distributions	(3.96)	(3.42)	(2.64)
Retained distributions on accumulation shares	3.96	3.42	2.64
Closing net asset value per share	162.85	147.22	137.18
* after direct transaction costs of:	-	0.02	-

PERFORMANCE

Return after charges	10.62%	7.32%	(11.57)%
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OTHER INFORMATION

Closing net asset value (£'000)	146,718	146,499	145,370
Closing number of shares	90,095,664	99,511,932	105,966,938
Operating charges ¹	0.61%	0.61%	0.61%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	162.97	151.97	160.54
Lowest share price	143.95	136.96	135.84

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Portfolio IV Fund	10.54	4.79	18.11
IA Mixed Investment 20-60% Shares sector ¹	12.37	4.82	16.18

¹ Source: Morningstar Direct.

The performance of the Fund is based on the published price per C Accumulation shares which includes reinvested income.

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 246 and 247.

RISK WARNING

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

WS CANLIFE PORTFOLIO IV FUND

ACD'S REPORT continued

PORTFOLIO STATEMENT

as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 47.33% (15.10.23 – 46.87%)		
21,302	Amundi Index JP Morgan GBI Global Govies UCITS ETF	950	0.34
78,400	iShares £ Index-Linked Gilts UCITS ETF	1,034	0.37
512,447	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	2,503	0.91
3,372,175	iShares Core Global Aggregate Bond UCITS ETF	15,622	5.65
1,450,612	iShares Core UK Gilts UCITS ETF	14,949	5.41
15,403,412	iShares Index Linked Gilt Index (UK)	17,862	6.46
83,685	Vanguard Global Corporate Bond Index	9,126	3.30
10,667,313	WS Canlife Corporate Bond ¹	30,250	10.94
10,350,945	WS Canlife Global Macro Bond ¹	13,695	4.95
9,663,228	WS Canlife Short Duration Corporate Bond ¹	10,979	3.97
12,603,473	WS Canlife Sterling Short Term Bond ¹	13,909	5.03
	TOTAL FIXED INTEREST	130,879	47.33
	EQUITIES – 44.21% (15.10.23 – 43.06%)		
252,128	Amundi Prime Japan UCITS ETF	5,927	2.14
89,293	Invesco NASDAQ-100 Swap UCITS ETF	4,290	1.55
3,610,894	iShares Continental European Equity Index (UK)	13,816	5.00
3,394,051	iShares Japan Equity Index (UK)	10,463	3.78
102,160	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	2,722	0.99
663,387	WS Canlife Asia Pacific ¹	11,066	4.00
1,320,247	WS Canlife European ¹	2,887	1.05
1,237,550	WS Canlife North American ¹	38,725	14.01
9,557,210	WS Canlife UK Equity ¹	16,116	5.83
2,010,525	WS Canlife UK Equity Income ¹	16,197	5.86
	TOTAL EQUITIES	122,209	44.21

WS CANLIFE PORTFOLIO IV FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	PROPERTY – 3.93% (15.10.23 – 4.92%)		
2,148,661	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	5,196	1.88
333,845	iShares UK Property UCITS ETF	1,551	0.56
8,005,782	WS Canlife UK Property ACS ^{1,2}	4,121	1.49
	TOTAL PROPERTY	<u>10,868</u>	<u>3.93</u>
	MONEY MARKETS – 4.52% (15.10.23 – 5.12%)		
11,076,385	WS Canlife Sterling Liquidity ¹	<u>12,509</u>	<u>4.52</u>
	Portfolio of investments	276,465	99.99
	Net other assets	<u>39</u>	<u>0.01</u>
	Net assets	<u>276,504</u>	<u>100.00</u>

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 12).

² In liquidation.

WS CANLIFE PORTFOLIO IV FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 16)	52,233	Total sales for the year £'000 (note 16)	67,003
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
iShares Core UK Gilts UCITS ETF	17,432	iShares UK Gilts 0-5yr UCITS ETF	14,397
iShares UK Gilts 0-5yr UCITS ETF	10,034	WS Canlife North American	10,231
Invesco NASDAQ-100 Swap UCITS ETF	4,065	iShares Core UK Gilts UCITS ETF	8,984
iShares Environment & Low Carbon Tilt Real Estate Index (UK)	3,697	Vanguard Global Corporate Bond Index	5,357
iShare Core Global Aggregate Bond UCITS ETF	3,205	WS Canlife UK Equity Income	4,531
SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	2,914	iShares \$ Treasury Bond UCITS ETF GBP Hedged	2,799
iShares Index Linked Gilt Index (UK)	1,572	iShares Developed Markets Property Yield UCITS ETF	2,405
Amundi Prime Japan UCITS ETF	1,552	WS Canlife Corporate Bond	2,257
WS Canlife North American	1,363	iShares Continental European Equity Index (UK)	2,015
WS Canlife Corporate Bond	1,299	iShares Japan Equity Index (UK)	1,826

In addition to the above, purchases totalling £1,480,000 and sales totalling £3,417,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains	3		21,858		12,943
Revenue	4	8,129		7,215	
Expenses	5	(1,519)		(1,489)	
Interest payable and similar charges	7	<u>-</u>		<u>(1)</u>	
Net revenue before taxation		6,610		5,725	
Taxation	6	<u>(833)</u>		<u>(591)</u>	
Net revenue after taxation			<u>5,777</u>		<u>5,134</u>
Total return before distributions			<u>27,635</u>		<u>18,077</u>
Distributions	8		<u>(6,929)</u>		<u>(6,242)</u>
Change in net assets attributable to shareholders from investment activities			<u>20,706</u>		<u>11,835</u>

WS CANLIFE PORTFOLIO IV FUND

FINANCIAL STATEMENTS continued

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

for the year ended 15 October 2024

	Note	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders			267,758		250,030
Amounts receivable on issue of shares		18,399		25,437	
Amounts payable on redemption of shares		<u>(37,139)</u>		<u>(25,711)</u>	
			(18,740)		(274)
Change in net assets attributable to shareholders from investment activities			20,706		11,835
Retained distributions on Accumulation shares			6,767		6,167
Unclaimed distributions	2		<u>13</u>		<u>-</u>
Closing net assets attributable to shareholders			<u>276,504</u>		<u>267,758</u>

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		276,465	267,691
Current assets			
Debtors	9	854	372
Cash and cash equivalents	10	1,293	511
Total assets		<u>278,612</u>	<u>268,574</u>
LIABILITIES			
Creditors			
Distribution payable	11	(43)	(48)
Other creditors	11	(2,065)	(768)
Total liabilities		<u>(2,108)</u>	<u>(816)</u>
Net assets attributable to shareholders		<u>276,504</u>	<u>267,758</u>

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year. The additional distribution policy described below has also been applied to this Fund.

All expenses, with the exception of property income expenses, are transferred to capital for distribution purposes in line with the Fund's investment objective. This will increase the amount of revenue available for distribution; however, will erode capital and may constrain capital growth.

3. Net Capital Gains

The net capital gains during the year comprise:

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	21,685	12,762
Transaction charges	(4)	(5)
AMC rebates from underlying investments	177	193
Currency losses	-	(7)
Net capital gains	<u>21,858</u>	<u>12,943</u>

The net capital gains figure includes realised gains of £7,306,000 and unrealised gains of £17,074,000 (15.10.23: includes realised losses of £2,656,000 and unrealised gains of £2,695,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	2,594	2,935
Taxable dividends	1,333	636
Interest distributions on CIS holdings	3,647	3,050
AMC rebates from underlying investments	219	202
Bank interest	27	27
Property – rental income	309	365
Total revenue	<u>8,129</u>	<u>7,215</u>

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,188	1,140
Legal and professional fees	8	8
Typesetting costs	2	3
Registration fees	104	102
TCFD fees	4	–
	1,306	1,253
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	62	60
Safe custody and other bank charges	23	20
	85	80

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Other expenses:		
Audit fees	11	11
Property income expenses on tax transparent fund	94	117
Expenses on tax transparent fund	49	62
Rebate of expenses from tax transparent fund	(26)	(34)
	<u>128</u>	<u>156</u>
Total expenses	<u>1,519</u>	<u>1,489</u>

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	839	597
Adjustments in respect of prior periods	(6)	(6)
Current tax charge	833	591
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	<u>833</u>	<u>591</u>

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	<u>6,610</u>	<u>5,725</u>
Corporation tax at 20%	1,322	1,145
Effects of:		
Non-taxable dividends	(519)	(587)
AMC rebates taken to capital	36	39
Corporation tax charge	<u>839</u>	<u>591</u>

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Adjustments in respect of prior periods	(6)	(6)
Total tax charge (note 6a)	833	591

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.24 £'000	15.10.23 £'000
Interest payable	-	1
Total interest payable and similar charges	-	1

8. Distributions

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

	15.10.24 £'000	15.10.23 £'000
Interim	2,779	2,376
Final	4,063	3,864
	6,842	6,240
Add: Revenue deducted on redemption of shares	201	146
Deduct: Revenue received on issue of shares	(114)	(144)
Net distributions for the year	6,929	6,242

Details of the distributions per share are set out in the table on pages 246 and 247.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	5,777	5,134
Allocations to capital:		
Expenses, net of tax relief	<u>1,152</u>	<u>1,108</u>
Net distributions for the year	<u>6,929</u>	<u>6,242</u>

9. Debtors

	15.10.24 £'000	15.10.23 £'000
Amounts receivable for issue of shares	5	72
Sales awaiting settlement	800	250
Accrued revenue:		
AMC rebates from underlying investments	<u>49</u>	<u>50</u>
Total debtors	<u>854</u>	<u>372</u>

10. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	<u>1,293</u>	<u>511</u>
Total cash and cash equivalents	<u>1,293</u>	<u>511</u>

11. Creditors

	15.10.24 £'000	15.10.23 £'000
Distribution payable	<u>43</u>	<u>48</u>

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Other Creditors		
Amounts payable for redemption of shares	949	222
Purchases awaiting settlement	500	250
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	49	142
Typesetting costs	2	3
Registration fees	13	13
TCFD fees	2	–
	66	158
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	3	7
Transaction charges	1	1
Safe custody and other bank charges	5	4
	9	12
Other expenses	12	11
Taxation payable:		
Corporation tax	529	115
Total other creditors	<u>2,065</u>	<u>768</u>

12. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 232 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 31,304 (15.10.23: 47,844) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 130,373,174 (15.10.23: 143,966,503) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 76.01% (15.10.23: 78.42%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	<u>170,454</u>	<u>173,286</u>

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

14. Shares in Issue

	A Accumulation	C Income	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.45%	0.375%
Opening shares in issue	4,028,894	2,720,098	77,323,258	99,511,932
Issues	473,387	106,059	7,679,218	3,760,342
Redemptions	<u>(248,687)</u>	<u>(564,498)</u>	<u>(10,085,852)</u>	<u>(13,176,610)</u>
Closing shares in issue	<u>4,253,594</u>	<u>2,261,659</u>	<u>74,916,624</u>	<u>90,095,664</u>

15. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	15.10.24 £'000	15.10.23 £'000
Currency:		
Euros	1	-
Pounds sterling	276,503	267,758
Net assets	<u>276,504</u>	<u>267,758</u>

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £nil on the net assets of the Fund (15.10.23: £nil).

WS CANLIFE PORTFOLIO IV FUND

FINANCIAL STATEMENTS continued

NOTES TO THE FINANCIAL STATEMENTS continued

for the year ended 15 October 2024

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 95.11% of the portfolio can be liquidated within 7 days and 98.51% within 30 days (15.10.23: 67.42% within 5 days and 71.83% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £13,823,000 (15.10.23: £13,385,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.24				
Collective investment schemes	52,233	-	-	52,233
Purchases total	52,233	-	-	52,233
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	67,003	-	-	67,003
Sales total	67,003	-	-	67,003
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.24 is 0.03% (15.10.23: nil).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	70,620	-	14	70,634
Purchases total	70,620	-	14	70,634
Transaction cost % of purchases total		-	0.02%	
Transaction cost % of average NAV		-	-	
Collective investment schemes	67,280	-	(24)	67,256
Sales total	67,280	-	(24)	67,256
Transaction cost % of sales total		-	0.04%	
Transaction cost % of average NAV		-	0.01%	

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.24				
Investment assets	49,547	226,918	–	276,465

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	40,800	226,891	–	267,691

WS CANLIFE PORTFOLIO IV FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.4377	–	1.4377	1.2008
Group 2	0.0015	1.4362	1.4377	1.2008

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.1860	–	2.1860	1.9545
Group 2	2.1454	0.0406	2.1860	1.9545

C INCOME SHARES

Interim	Net Revenue	Equalisation	Paid 15.06.24	Paid 15.06.23
Group 1	1.2708	–	1.2708	1.0799
Group 2	0.6838	0.5870	1.2708	1.0799

Final	Net Revenue	Equalisation	Payable 15.12.24	Paid 15.12.23
Group 1	1.9204	–	1.9204	1.7489
Group 2	0.6460	1.2744	1.9204	1.7489

WS CANLIFE PORTFOLIO IV FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.5485	–	1.5485	1.2852
Group 2	0.8839	0.6646	1.5485	1.2852

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.3639	–	2.3639	2.1005
Group 2	1.3451	1.0188	2.3639	2.1005

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.5663	–	1.5663	1.2993
Group 2	0.8132	0.7531	1.5663	1.2993

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.3921	–	2.3921	2.1242
Group 2	0.6263	1.7658	2.3921	2.1242

WS CANLIFE PORTFOLIO V FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio V Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 5 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities may be up to 75% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 5 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 5 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 5 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO V FUND ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio V Fund

27 January 2025

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks were the standout winners, with hardware and artificial intelligence (AI) leading the charge. Particularly in the second quarter of 2024, this skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 12.63% in the twelve months to 15 October 2024. This compares with an increase of 14.70% in the Fund's benchmark, the IA Mixed Investment 40-85% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from global bonds and least from its exposure to UK equities.

In terms of Fund positioning, we initially favoured global bonds (particularly from the US) during the period over UK gilts. However, in Spring 2024, with the number of expected US rate cuts having dropped substantially, and the changing dynamics in both inflation trends and monetary policy for the UK and US, we exited positions in US Treasuries, switching back to UK gilts. As we entered a rate cutting environment towards the end of the period we added duration into the portfolio.

In line with our investment approach, during the first half of the period we trimmed stronger-performing equities. This included taking profit from Japanese and European equity markets. We also reduced an overweight to the UK. We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund, driven by our optimism over continued profitability in the US technology sector.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

We added two new active funds into the emerging markets equity holding for added diversification and exposure, later adding to this allocation in view of potentially increasing political tensions and potential policy stimulus, and reducing our passive EM holding accordingly.

Within the property and alternatives allocation, we increased the weighting to global infrastructure, and continued to replace our physical property holding in favour of REITs when we were able.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

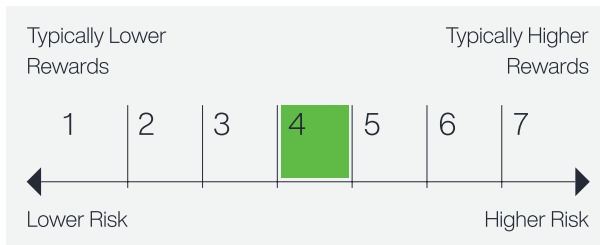
Portfolio Manager
8 November 2024

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 5 hence the reference to V in the name of the Fund. Further details can be found in the Prospectus.

The risk profile is not guaranteed to remain the same and may shift over time. It is based on historical data and may not be a reliable indication of the Fund's future risk profile. The lowest number on the scale does not mean that a fund is risk free.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	153.18	142.54	156.45
Return before operating charges*	20.73	13.23	(11.25)
Operating charges ¹	(2.72)	(2.53)	(2.60)
Property expenses	(0.05)	(0.06)	(0.06)
Return after operating charges	17.96	10.64	(13.91)
Distributions	(1.94)	(1.76)	(1.15)
Retained distributions on accumulation shares	1.94	1.76	1.15
Closing net asset value per share	171.14	153.18	142.54
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	11.72%	7.46%	(8.89)%
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OTHER INFORMATION

Closing net asset value (£'000)	9,851	8,838	7,695
Closing number of shares	5,756,038	5,769,985	5,398,422
Operating charges ¹	1.67%	1.67%	1.69%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	171.43	157.69	162.04
Lowest share price	148.88	141.78	141.02

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	164.55	151.94	165.46
Return before operating charges*	22.01	13.82	(12.27)
Operating charges ¹	(1.21)	(1.14)	(1.18)
Property expenses	(0.05)	(0.07)	(0.07)
Return after operating charges	20.75	12.61	(13.52)
Distributions	(3.47)	(3.15)	(2.46)
Retained distributions on accumulation shares	3.47	3.15	2.46
Closing net asset value per share	185.30	164.55	151.94
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	12.61%	8.30%	(8.17)%
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OTHER INFORMATION

Closing net asset value (£'000)	151,581	118,505	84,455
Closing number of shares	81,804,527	72,016,449	55,584,081
Operating charges ¹	0.69%	0.70%	0.72%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	185.58	168.48	171.62
Lowest share price	160.00	151.13	150.31

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO V FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	166.46	153.61	167.17
Return before operating charges*	22.24	13.94	(12.43)
Operating charges ¹	(1.10)	(1.02)	(1.06)
Property expenses	(0.05)	(0.07)	(0.07)
Return after operating charges	21.09	12.85	(13.56)
Distributions	(3.62)	(3.29)	(2.58)
Retained distributions on accumulation shares	3.62	3.29	2.58
Closing net asset value per share	187.55	166.46	153.61
* after direct transaction costs of:	-	0.01	-

PERFORMANCE

Return after charges	12.67%	8.37%	(8.11)%
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OTHER INFORMATION

Closing net asset value (£'000)	157,564	136,203	128,111
Closing number of shares	84,010,109	81,824,142	83,400,847
Operating charges ¹	0.62%	0.62%	0.64%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	0.01%	-

PRICES

Highest share price	187.84	170.36	173.41
Lowest share price	161.86	152.79	151.96

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Portfolio V Fund	12.63	12.00	32.21
IA Mixed Investment 40-85% Shares sector ¹	14.70	8.67	28.47

¹ Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 274 and 275.

RISK WARNING

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

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

 Holding 	 Portfolio of Investments 	 Value £'000 	 15.10.24 %
	FIXED INTEREST – 28.92% (15.10.23 – 28.87%)		
67,017	Amundi Index JP Morgan GBI Global Govies UCITS ETF	2,989	0.94
142,985	iShares £ Index-Linked Gilts UCITS ETF	1,885	0.59
659,478	iShares \$ TIPS 0-5 UCITS ETF GBP Hedged	3,221	1.01
1,952,550	iShares Core Global Aggregate Bond UCITS ETF	9,045	2.84
934,991	iShares Core UK Gilts UCITS ETF	9,635	3.02
6,501,813	iShares Index Linked Gilt Index (UK)	7,540	2.36
139,913	Vanguard Global Corporate Bond Index	15,258	4.78
5,544,541	WS Canlife Corporate Bond ¹	15,723	4.93
5,056,266	WS Canlife Global Macro Bond ¹	6,690	2.10
8,232,605	WS Canlife Short Duration Corporate Bond ¹	9,354	2.93
9,876,894	WS Canlife Sterling Short Term Bond ¹	10,900	3.42
	TOTAL FIXED INTEREST	<u>92,240</u>	<u>28.92</u>
	EQUITIES – 60.13% (15.10.23 – 62.76%)		
248,699	Amundi Prime Japan UCITS ETF	5,846	1.83
21,579	HC Sephira GEM Long Only UCITS F Acc	2,395	0.75
15,560	HC Sephira GEM Long Only UCITS S Acc	1,567	0.49
166,093	Invesco NASDAQ-100 Swap UCITS ETF	7,980	2.50
3,897,468	iShares Continental European Equity Index (UK)	14,913	4.68
4,158,509	iShares Japan Equity Index (UK)	12,820	4.02
114,192	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	3,042	0.95
862,983	WS Canlife Asia Pacific ¹	14,396	4.51
1,768,806	WS Canlife European ¹	3,868	1.21
1,963,685	WS Canlife North American ¹	61,446	19.26
18,856,883	WS Canlife UK Equity ¹	31,798	9.97
3,941,515	WS Canlife UK Equity Income ¹	31,753	9.96
	TOTAL EQUITIES	<u>191,824</u>	<u>60.13</u>

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	EMERGING MARKETS – 2.83 (15.10.23 – 0.00%)		
137,021	Chikara Global Emerging Markets Opportunities	1,487	0.47
3,581,321	iShares Emerging Markets Equity Index (UK)	7,528	2.36
	TOTAL EMERGING MARKETS	<u>9,015</u>	<u>2.83</u>
	PROPERTY – 4.65% (15.10.23 – 4.55%)		
4,029,523	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	9,744	3.06
338,538	iShares UK Property UCITS ETF	1,573	0.49
6,835,789	WS Canlife UK Property ACS ^{1,2}	3,519	1.10
	TOTAL PROPERTY	<u>14,836</u>	<u>4.65</u>
	MONEY MARKETS – 3.44% (15.10.23 – 3.56%)		
9,723,068	WS Canlife Sterling Liquidity ¹	<u>10,980</u>	<u>3.44</u>
	Portfolio of investments	318,895	99.97
	Net other assets	<u>101</u>	<u>0.03</u>
	Net assets	<u>318,996</u>	<u>100.00</u>

The investment have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 12).

² In liquidation.

WS CANLIFE PORTFOLIO V FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 16)	61,655	Total sales for the year £'000 (note 16)	39,559
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
iShares Environment & Low Carbon Tilt Real Estate Index Fund (UK)	8,091	WS Canlife North American	11,778
Invesco NASDAQ-100 Swap UCITS ETF	7,379	iShares Emerging Markets Equity Index (UK)	5,419
iShares Core UK Gilts UCITS ETF	4,674	Vanguard Global Corporate Bond Index	4,186
iShares Core Global Aggregate Bond UCITS ETF	3,701	iShares \$ Treasury Bond UCITS ETF	2,742
SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	3,424	WS Canlife UK Equity Income	2,270
Amundi Index JP Morgan GBI Global Govies UCITS ETF	3,003	iShares Developed Markets Property Yield UCITS ETF	2,138
WS Canlife UK Equity Income	2,961	iShares FTSE 250 UCITS ETF	1,387
WS Canlife North American	2,958	WS Canlife Corporate Bond	1,226
WS Canlife Asia Pacific	2,902	iShares UK Property UCITS ETF	1,200
Amundi Prime Japan UCITS ETF	2,653	WS Canlife UK Equity	1,049

In addition to the above, purchases totalling £3,401,000 and sales totalling £2,351,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains	3		28,712		13,754
Revenue	4	7,869		6,599	
Expenses	5	(1,622)		(1,414)	
Interest payable and similar charges	7	<u>-</u>		<u>(1)</u>	
Net revenue before taxation		6,247		5,184	
Taxation	6	<u>(453)</u>		<u>(301)</u>	
Net revenue after taxation			<u>5,794</u>		<u>4,883</u>
Total return before distributions			<u>34,506</u>		<u>18,637</u>
Distributions	8		<u>(5,821)</u>		<u>(4,908)</u>
Change in net assets attributable to shareholders from investment activities			<u>28,685</u>		<u>13,729</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	Note	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders			263,546		220,261
Amounts receivable on issue of shares		42,478		39,309	
Amounts payable on redemption of shares		<u>(21,651)</u>		<u>(14,745)</u>	
			20,827		24,564
Change in net assets attributable to shareholders from investment activities			28,685		13,729
Retained distributions on Accumulation shares	8		<u>5,938</u>		<u>4,992</u>
Closing net assets attributable to shareholders			<u>318,996</u>		<u>263,546</u>

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		318,895	262,865
Current assets			
Debtors	9	157	1,181
Cash and cash equivalents	10	1,112	586
Total assets		<u>320,164</u>	<u>264,632</u>
LIABILITIES			
Creditors			
Other creditors	11	(1,168)	(1,086)
Total liabilities		<u>(1,168)</u>	<u>(1,086)</u>
Net assets attributable to shareholders		<u>318,996</u>	<u>263,546</u>

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	28,561	13,612
Transaction charges	(3)	(4)
AMC rebates from underlying investments	154	144
Currency gains	–	2
Net capital gains	<u>28,712</u>	<u>13,754</u>

The net capital gains figure includes realised gains of £7,316,000 and unrealised gains of £38,804,000 (15.10.23: includes realised losses of £1,844,000 and unrealised gains of £17,559,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	4,115	3,801
Taxable dividends	877	–
Interest distributions on CIS holdings	2,258	2,192
AMC rebates from underlying investments	315	261
Bank interest	40	33
Property – rental income	264	312
Total revenue	<u>7,869</u>	<u>6,599</u>

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,297	1,097
Legal and professional fees	6	6
Typesetting costs	2	3
Registration fees	118	101
TCFD fees	4	-
	1,427	1,207
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	64	58
Safe custody and other bank charges	20	15
	84	73
Other expenses:		
Audit fees	11	11
Property income expenses on tax transparent fund	80	100
Expenses on tax transparent fund	42	53
Rebate of expenses from tax transparent fund	(22)	(30)
	111	134
Total expenses	1,622	1,414

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	457	306
Adjustments in respect of prior periods	(4)	(5)
Current tax charge	453	301
Deferred tax – origination and reversal of timing differences (note 6c)	–	–
Total taxation (note 6b)	453	301

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	6,247	5,184
Corporation tax at 20%	1,249	1,037
Effects of:		
Non-taxable dividends	(823)	(760)
AMC rebates taken to capital	31	29
Corporation tax charge	457	306
Adjustments in respect of prior periods	(4)	(5)
Total tax charge (note 6a)	453	301

c) Deferred tax

There is no deferred tax recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.24 £'000	15.10.23 £'000
Interest payable	–	1
Total interest payable and similar charges	–	1

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

8. Distributions

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

	15.10.24 £'000	15.10.23 £'000
Interim	1,898	1,519
Final	<u>4,040</u>	<u>3,473</u>
	5,938	4,992
Add: Revenue deducted on redemption of shares	93	57
Deduct: Revenue received on issue of shares	<u>(210)</u>	<u>(141)</u>
Net distributions for the year	<u>5,821</u>	<u>4,908</u>

Details of the distributions per share are set out in the table on pages 274 and 275.

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	5,794	4,883
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	<u>27</u>	<u>25</u>
Net distributions for the year	<u>5,821</u>	<u>4,908</u>

9. Debtors

	15.10.24 £'000	15.10.23 £'000
Amounts receivable for issue of shares	84	877
Sales awaiting settlement	–	250
Accrued revenue:		
AMC rebates from underlying investments	68	54
Income tax recoverable	<u>5</u>	<u>–</u>
Total debtors	<u>157</u>	<u>1,181</u>

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

10. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	1,112	586
Total cash and cash equivalents	1,112	586

11. Other Creditors

	15.10.24 £'000	15.10.23 £'000
Amounts payable for redemption of shares	776	33
Purchases awaiting settlement	–	721
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	57	143
Typesetting costs	3	3
Legal and professional fees	1	–
Registration fees	15	13
TCFD fees	2	–
	78	159
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	3	7
Transaction charges	1	1
Safe custody and other bank charges	4	3
	8	11
Other expenses	11	11
Taxation payable:		
Corporation tax	295	151
Total other creditors	1,168	1,086

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

12. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 261 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held 42,867 (15.10.23: 42,235) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 117,562,828 (15.10.23: 114,547,068) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 68.52% (15.10.23: 71.77%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	200,427	178,997

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

14. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.375%
Opening shares in issue	5,769,985	72,016,449	81,824,142
Issues	452,378	14,140,297	9,591,424
Redemptions	<u>(466,325)</u>	<u>(4,352,219)</u>	<u>(7,405,457)</u>
Closing shares in issue	<u>5,756,038</u>	<u>81,804,527</u>	<u>84,010,109</u>

15. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

Where the Fund invests in non-Sterling assets, the Portfolio Manager allows for the foreign currency risk when considering whether to invest and does not seek to hedge this risk.

The table below shows the direct foreign currency risk profile:

	15.10.24 £'000	15.10.23 £'000
Currency:		
Euros	1	1
Pounds sterling	318,995	263,545
Net assets	<u>318,996</u>	<u>263,546</u>

A 5% change in the pounds Sterling exchange rate against all other currencies, assuming all other factors remained the same, would have an impact of £nil on the net assets of the Fund (15.10.23: £nil).

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 99.30% of the portfolio can be liquidated within 7 days and 100.00% within 30 days (15.10.23: 72.90% within 5 days and 75.78% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £15,945,000 (15.10.23: £13,143,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.24				
Collective investment schemes	61,655	-	-	61,655
Purchases total	61,655	-	-	61,655
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	39,559	-	-	39,559
Sales total	39,559	-	-	39,559
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.24 is 0.02% (15.10.23: nil).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	71,191	-	1	71,192
Purchases total	71,191	-	1	71,192
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	42,996	-	(20)	42,976
Sales total	42,996	-	(20)	42,976
Transaction cost % of sales total		-	0.05%	
Transaction cost % of average NAV		-	0.01%	

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.24				
Investment assets	45,216	273,679	-	318,895

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	25,680	237,185	-	262,865

WS CANLIFE PORTFOLIO V FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.4339	–	0.4339	0.3516
Group 2	0.0080	0.4259	0.4339	0.3516

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.5092	–	1.5092	1.4069
Group 2	1.1804	0.3288	1.5092	1.4069

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.1322	–	1.1322	0.9882
Group 2	0.7477	0.3845	1.1322	0.9882

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.3417	–	2.3417	2.1653
Group 2	1.4663	0.8754	2.3417	2.1653

WS CANLIFE PORTFOLIO V FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.1970	–	1.1970	1.0473
Group 2	0.6178	0.5792	1.1970	1.0473
Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.4248	–	2.4248	2.2397
Group 2	0.7264	1.6984	2.4248	2.2397

WS CANLIFE PORTFOLIO VI FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio VI Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 6 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 90% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 6 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 6 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 6 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO VI FUND ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Mixed Investment 40-85% Shares sector.

The Fund's performance may be compared against the IA Mixed Investment 40-85% Shares sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio VI Fund

27 January 2025

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks the standout winners, with hardware and artificial intelligence (AI) leading the charge, particularly in the second quarter of 2024. This skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 13.71% in the twelve months to 15 October 2024. This compares with an increase of 14.70% in the Fund's benchmark, the IA Mixed Investment 40-85% Shares sector.

Fund Activity

The Fund benefitted most on a relative basis from property and alternatives and least from its exposure to UK equities.

In terms of portfolio changes, in line with our investment approach, during the first half of the period we trimmed stronger-performing equities. This included taking profit from Japanese and European equity markets. We also reduced an overweight to the UK. We implemented a new equity position, in the Nasdaq 100 index, by selling down part of the active North American fund.

Following the large sell-off in Japanese equities in August, we took the opportunity to reallocate capital back into the region and back to a neutral weighting. We also trimmed exposure to UK equities following the surge in sterling.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

We added two new active funds into the emerging markets equity holding for added diversification and exposure, later adding to this allocation in view of potentially increasing political tensions and potential policy stimulus, and reducing our passive emerging markets holding accordingly.

Within the property and alternatives allocation, we increased the weighting to global infrastructure, and continued to replace our physical property holding in favour of REITs when we were able.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

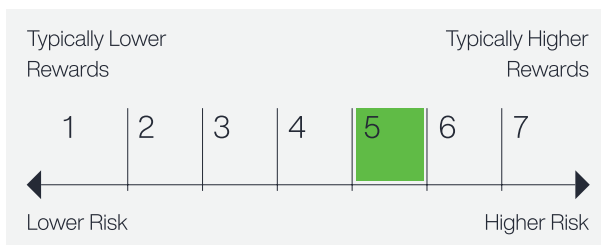
Portfolio Manager
8 November 2024

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 6 hence the reference to VI in the name of the Fund. Further details can be found in the Prospectus.

The risk profile is not guaranteed to remain the same and may shift over time. It is based on historical data and may not be a reliable indication of the Fund's future risk profile. The lowest number on the scale does not mean that a fund is risk free.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	159.40	148.39	160.32
Return before operating charges*	23.53	13.76	(9.16)
Operating charges ¹	(2.89)	(2.69)	(2.71)
Property expenses	(0.05)	(0.06)	(0.06)
Return after operating charges	20.59	11.01	(11.93)
Distributions	(2.16)	(2.13)	(1.30)
Retained distributions on accumulation shares	2.16	2.13	1.30
Closing net asset value per share	179.99	159.40	148.39
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	12.92%	7.42%	(7.44)%
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OTHER INFORMATION

Closing net asset value (£'000)	40,428	37,831	35,893
Closing number of shares	22,461,418	23,733,879	24,187,740
Operating charges ¹	1.70%	1.71%	1.71%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	-	-

PRICES

Highest share price	181.14	164.12	165.73
Lowest share price	154.58	147.08	146.82

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	172.23	159.23	170.44
Return before operating charges*	24.86	14.31	(9.91)
Operating charges ¹	(1.33)	(1.24)	(1.23)
Property expenses	(0.06)	(0.07)	(0.07)
Return after operating charges	23.47	13.00	(11.21)
Distributions	(3.51)	(3.49)	(2.97)
Retained distributions on accumulation shares	3.51	3.49	2.97
Closing net asset value per share	195.70	172.23	159.23
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.63%	8.16%	(6.58)%
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OTHER INFORMATION

Closing net asset value (£'000)	75,433	51,655	34,032
Closing number of shares	38,545,279	29,990,847	21,372,320
Operating charges ¹	0.72%	0.73%	0.73%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	-	-

PRICES

Highest share price	196.90	176.66	176.45
Lowest share price	167.09	157.83	157.53

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	175.01	161.70	172.98
Return before operating charges*	25.25	14.52	(10.08)
Operating charges ¹	(1.22)	(1.14)	(1.13)
Property expenses	(0.06)	(0.07)	(0.07)
Return after operating charges	23.97	13.31	(11.28)
Distributions	(3.67)	(3.64)	(3.11)
Retained distributions on accumulation shares	3.67	3.64	3.11
Closing net asset value per share	198.98	175.01	161.70
* after direct transaction costs of:	-	-	0.01

PERFORMANCE

Return after charges	13.70%	8.23%	(6.52)%
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OTHER INFORMATION

Closing net asset value (£'000)	55,501	49,665	42,003
Closing number of shares	27,893,437	28,378,191	25,975,600
Operating charges ¹	0.65%	0.66%	0.66%
Property expenses	0.03%	0.04%	0.04%
Direct transaction costs	-	-	-

PRICES

Highest share price	200.19	179.44	179.10
Lowest share price	169.79	160.28	159.98

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VI FUND

ACD'S REPORT continued

FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Portfolio VI Fund	13.71	14.89	37.57
IA Mixed Investment 40-85% Shares sector ¹	14.70	8.67	28.47

¹ Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 302 and 303.

RISK WARNING

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

WS CANLIFE PORTFOLIO VI FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 17.76% (15.10.23 – 17.29%)		
11,244	Amundi Index JP Morgan GBI Global Govies UCITS ETF	501	0.29
749,707	iShares Core Global Aggregate Bond UCITS ETF	3,473	2.03
136,299	iShares Core UK Gilts UCITS ETF	1,404	0.82
28,705	Vanguard Global Corporate Bond Index	3,130	1.83
3,244,791	WS Canlife Corporate Bond ¹	9,202	5.37
3,838,724	WS Canlife Global Macro Bond ¹	5,079	2.96
3,703,332	WS Canlife Short Duration Corporate Bond ¹	4,208	2.46
3,107,902	WS Canlife Sterling Short Term Bond ¹	3,430	2.00
	TOTAL FIXED INTEREST	30,427	17.76
	EQUITIES – 68.38% (15.10.23 – 75.89%)		
429,291	Amundi Prime Japan UCITS ETF	10,091	5.89
19,290	HC Sephira GEM Long Only UCITS <i>F Acc</i>	2,141	1.25
8,467	HC Sephira GEM Long Only UCITS <i>S Acc</i>	853	0.50
100,732	Invesco NASDAQ-100 Swap UCITS ETF	4,840	2.82
2,114,571	iShares Continental European Equity Index (UK)	8,091	4.72
62,453	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	1,664	0.97
1,025,786	WS Canlife Asia Pacific ¹	17,111	9.98
1,032,244	WS Canlife European ¹	2,257	1.32
1,099,014	WS Canlife North American ¹	34,390	20.07
10,644,285	WS Canlife UK Equity ¹	17,949	10.47
2,209,611	WS Canlife UK Equity Income ¹	17,801	10.39
	TOTAL EQUITIES	117,188	68.38
	EMERGING MARKETS – 8.67 (15.10.23 – 0.00%)		
237,734	Chikara Global Emerging Markets Opportunities	2,580	1.51
5,840,466	iShares Emerging Markets Equity Index (UK)	12,277	7.16
	TOTAL EMERGING MARKETS	14,857	8.67

WS CANLIFE PORTFOLIO VI FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	PROPERTY – 3.60% (15.10.23 – 4.55%)		
1,466,548	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	3,546	2.07
182,982	iShares UK Property UCITS ETF	850	0.50
3,435,892	WS Canlife UK Property ACS ^{1,2}	1,769	1.03
	TOTAL PROPERTY	6,165	3.60
	MONEY MARKETS – 1.32% (15.10.23 – 2.05%)		
2,002,739	WS Canlife Sterling Liquidity ^{1,2}	2,262	1.32
	Portfolio of investments	170,899	99.73
	Net other assets	463	0.27
	Net assets	171,362	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes.

¹ Related party holding (see note 12).

² In liquidation.

WS CANLIFE PORTFOLIO VI FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 16)	40,435	Total sales for the year £'000 (note 16)	26,669
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
Amundi Prime Japan UCITS ETF	8,340	iShares Japan Equity Index (UK)	7,098
Invesco NASDAQ-100 Swap UCITS ETF	4,512	WS Canlife North American	5,488
WS Canlife North American	2,619	iShares Emerging Markets Equity Index (UK)	4,677
Chikara Global Emerging Markets Opportunities	2,497	Vanguard Global Corporate Bond Index	2,271
iShares Core Global Aggregate Bond UCITS ETF	2,304	iShares Developed Markets Property Yield UCITS ETF	1,049
iShares Environment & Low Carbon Tilt Real Estate Index (UK)	2,294	WS Canlife Asia Pacific	941
HC Sephira GEM Long Only UCITS ETF <i>F Acc</i>	2,115	WS Canlife UK Equity Income	849
WS Canlife Asia Pacific	2,058	iShares FTSE 250 UCITS ETF	750
SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	1,953	WS Canlife Short Duration Corporate Bond	650
WS Canlife European	1,504	iShares UK Property UCITS ETF	650

In addition to the above, purchases totalling £1,060,000 and sales totalling £1,810,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains	3		16,704		6,660
Revenue	4	3,975		3,566	
Expenses	5	(1,226)		(1,087)	
Interest payable and similar charges	7	<u>-</u>		<u>(1)</u>	
Net revenue before taxation		2,749		2,478	
Taxation	6	<u>-</u>		<u>-</u>	
Net revenue after taxation			<u>2,749</u>		<u>2,478</u>
Total return before distributions			<u>19,453</u>		<u>9,138</u>
Distributions	8		<u>(2,765)</u>		<u>(2,491)</u>
Change in net assets attributable to shareholders from investment activities			<u>16,688</u>		<u>6,647</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	Note	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders			139,151		111,928
Amounts receivable on issue of shares		24,883		26,276	
Amounts payable on redemption of shares		<u>(12,166)</u>		<u>(8,239)</u>	
			12,717		18,037
Change in net assets attributable to shareholders from investment activities			16,688		6,647
Retained distributions on Accumulation shares	8		<u>2,806</u>		<u>2,539</u>
Closing net assets attributable to shareholders			<u>171,362</u>		<u>139,151</u>

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		170,899	138,838
Current assets			
Debtors	9	1,089	402
Cash and cash equivalents	10	227	485
Total assets		<u>172,215</u>	<u>139,725</u>
LIABILITIES			
Creditors			
Other creditors	11	<u>(853)</u>	<u>(574)</u>
Total liabilities		<u>(853)</u>	<u>(574)</u>
Net assets attributable to shareholders		<u>171,362</u>	<u>139,151</u>

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	16,616	6,589
Transaction charges	(3)	(3)
AMC rebates from underlying investments	91	74
Net capital gains	<u>16,704</u>	<u>6,660</u>

The net capital gains figure includes realised gains of £4,726,000 and unrealised gains of £23,839,000 (15.10.23: includes realised gains of £28,000 and unrealised gains of £11,949,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	2,532	2,392
Taxable dividends	110	–
Interest distributions on CIS holdings	992	840
AMC rebates from underlying investments	186	156
Bank interest	22	22
Property – rental income	133	156
Total revenue	<u>3,975</u>	<u>3,566</u>

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	1,033	903
Legal and professional fees	6	6
Typesetting costs	3	3
Registration fees	61	53
TCFD fees	4	-
	1,107	965
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	47	42
Safe custody and other bank charges	11	7
	58	49
Other expenses:		
Audit fees	11	11
Property income expenses on tax transparent fund	40	50
Expenses on tax transparent fund	21	27
Rebate of expenses from tax transparent fund	(11)	(15)
	61	73
Total expenses	1,226	1,087

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	—	—
Current tax charge	—	—
Deferred tax – origination and reversal of timing differences (note 6c)	—	—
Total taxation (note 6b)	—	—

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	2,749	2,478
Corporation tax at 20%	550	496
Effects of:		
Non-taxable dividends	(506)	(478)
Prior year adjustment	(3)	(3)
AMC rebates taken to capital	18	15
Utilisation of excess management expenses	(59)	(30)
Corporation tax charge	—	—
Total tax charge (note 6a)	—	—

c) Deferred tax

At the year end there is a potential deferred tax asset of £82,000 (15.10.23: £141,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.

7. Interest Payable and Similar Charges

	15.10.24 £'000	15.10.23 £'000
Interest payable	—	1
Total interest payable and similar charges	—	1

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

8. Distributions

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

	15.10.24 £'000	15.10.23 £'000
Interim	806	653
Final	<u>2,000</u>	<u>1,886</u>
	2,806	2,539
Add: Revenue deducted on redemption of shares	47	41
Deduct: Revenue received on issue of shares	<u>(88)</u>	<u>(89)</u>
Net distributions for the year	<u>2,765</u>	<u>2,491</u>

Details of the distributions per share are set out in the table on pages 302 and 303.

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	2,749	2,478
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	<u>16</u>	<u>13</u>
Net distributions for the year	<u>2,765</u>	<u>2,491</u>

9. Debtors

	15.10.24 £'000	15.10.23 £'000
Amounts receivable for issue of shares	540	119
Sales awaiting settlement	500	250
Accrued revenue:		
AMC rebates from underlying investments	42	32

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Taxation recoverable:		
Income tax	7	1
Total debtors	1,089	402

10. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	227	485
Total cash and cash equivalents	227	485

11. Other Creditors

	15.10.24 £'000	15.10.23 £'000
Amounts payable for redemption of shares	77	94
Purchases awaiting settlement	700	335
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	46	116
Typesetting costs	3	3
Registration fees	8	7
TCFD fees	2	-
	59	126
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	2	5
Transaction charges	-	1
Safe custody and other bank charges	3	2
	5	8

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

	15.10.24 £'000	15.10.23 £'000
Other expenses	12	11
Total other creditors	853	574

12. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 11.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 289 and amounts due at the year end are disclosed in notes 9 and 11.

WMUK and its associates (including other authorised investment funds managed by WMUK or its associates) held nil (15.10.23: 75,031) of the Fund's shares at the balance sheet date.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by Canada Life Asset Management Limited) held 65,003,601 (15.10.23: 66,146,303) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 73.12% (15.10.23: 80.57%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	115,458	100,472

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

13. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

14. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.375%
Opening shares in issue	23,733,879	29,990,847	28,378,191
Issues	283,051	10,931,874	2,268,197
Redemptions	<u>(1,555,512)</u>	<u>(2,377,442)</u>	<u>(2,752,951)</u>
Closing shares in issue	<u>22,461,418</u>	<u>38,545,279</u>	<u>27,893,437</u>

15. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 1:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

Based on this analysis 99.23% of the portfolio can be liquidated within 7 days and 100.00% within 30 days (15.10.23: 73.15% within 5 days and 74.21% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £8,545,000 (15.10.23: £6,942,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

16. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.24				
Collective investment schemes	40,435	-	-	40,435
Purchases total	40,435	-	-	40,435
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	26,669	-	-	26,669
Sales total	26,669	-	-	26,669
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.24 is 0.02% (15.10.23: nil).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	31,445	-	-	31,445
Purchases total	31,445	-	-	31,445
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	12,262	-	(2)	12,260
Sales total	12,262	-	(2)	12,260
Transaction cost % of sales total		-	0.02%	
Transaction cost % of average NAV		-	-	

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

17. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.24				
Investment assets	22,823	148,076	–	170,899

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	5,790	133,048	–	138,838

WS CANLIFE PORTFOLIO VI FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.4656	–	0.4656	0.3701
Group 2	0.4656	0.0000	0.4656	0.3701

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.6980	–	1.6980	1.7644
Group 2	1.4759	0.2221	1.6980	1.7644

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.1133	–	1.1133	1.0219
Group 2	0.7623	0.3510	1.1133	1.0219

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.3967	–	2.3967	2.4700
Group 2	1.4155	0.9812	2.3967	2.4700

WS CANLIFE PORTFOLIO VI FUND
FINANCIAL STATEMENTS continued
DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	1.1794	–	1.1794	1.0845
Group 2	0.7827	0.3967	1.1794	1.0845
Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.4909	–	2.4909	2.5598
Group 2	1.6987	0.7922	2.4909	2.5598

WS CANLIFE PORTFOLIO VII FUND ACD'S REPORT

for the year ended 15 October 2024

Important Information

Refer to the 'Important Information' section on pages 12 and 13.

Investment Objective and Policy

The investment objective of the WS Canlife Portfolio VII Fund ('the Fund') is to achieve capital growth over the long term (at least five years), after all costs and charges have been taken, whilst seeking to remain in risk band 7 (on a scale of 1-10, where 1 is the lowest risk and 10 is the highest) on a rolling three year basis.

Capital invested is at risk and there is no guarantee the objective will be achieved over any time period.

The investment policy of the Fund is to invest at least 90% indirectly, via collective investment schemes, in the following assets: equities, debt securities (including government and public securities, corporate bonds, convertibles and preference shares), cash (including deposits and money market instruments) and immovable property.

The Fund's exposure to equities can be up to 100% of the value of its portfolio.

The Fund will gain exposure to these asset classes by investing in other collective investment schemes managed by the Portfolio Manager. It may also invest in other collective investment schemes (open and closed ended, including Exchange Traded Funds), other transferable securities (including Real Estate Investment Trusts) and hedge funds. Indirect investments may include instruments managed or advised by the ACD or the Portfolio Manager or their associates.

The Fund may also invest up to 10% directly in the asset classes stated above (except immovable property) by investing in securities issued by companies and governments.

The Fund can invest across different geographic areas or industry sectors without limitation.

The Fund may not have exposure to all asset classes at all times.

The Portfolio Manager may use derivatives for the purpose of efficient portfolio management.

Additional Information

The Fund's risk band is managed by varying the assets it invests in. The asset allocation is determined by reference to investment research carried out by an external agency and based on the long term historic return and volatility of each asset type.

Whilst the Portfolio Manager aims to keep the volatility of the Fund within the parameters to stay within risk band 7 over a rolling three-year period, it is not guaranteed and the actual volatility may be outside risk band 7 if the Portfolio Manager believes it is expedient to do so in order to mitigate potential losses. At times observing the asset allocation restrictions to remain within risk band 7 may limit capital growth and/or income.

WS CANLIFE PORTFOLIO VII FUND ACD'S REPORT continued

Additional Information continued

The asset allocation is provided by an independent third party risk rating provider. Further details of the asset allocation process, volatility parameters and measurement process can be obtained at www.dynamicplanner.com.

Benchmark

The Fund's comparator benchmark is the IA Flexible Investment sector.

The Fund's performance may be compared against the IA Flexible Investment sector. Many funds sold in the UK are grouped into sectors by the Investment Association (the trade body that represents UK investment managers). The ACD believes that this is an appropriate comparator for the Fund given the investment objective and policy of the Fund. The comparator benchmark has been selected as we consider it assists investors in evaluating the Fund's performance against the performance of other funds invested in similar assets. The Fund is not constrained by the requirements of the sector.

WAYSTONE MANAGEMENT (UK) LIMITED

ACD of WS Canlife Portfolio VII Fund

27 January 2025

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT

for the year ended 15 October 2024

Market Overview

The focus for markets during the year remained on central banks and elections. The period was broadly positive for the performance of equities and fixed income, as expectations of a 'soft landing' became more widespread. Initially markets were buoyed by signs that the US Federal Reserve ('Fed') might start to change its monetary policy stance and move into a rate-cutting cycle, as inflation showed signs of slowing. However, this did not come to pass until September 2024, when the Fed delivered a 50bps rate cut, prompted by inflation nearing its 2% target and rising unemployment. Initial market concerns over recession faded as focus shifted to economic stability, resulting in equity markets rallying.

North American equities rose significantly over the period, with the 'Magnificent Seven' group of technology stocks were the standout winners, with hardware and artificial intelligence (AI) leading the charge. Particularly in the second quarter of 2024, this skewed overall returns as multiple sectors were negative, including European equities, which were flat to down after the unexpected announcement of elections in France towards the end of June. The US tech domination of UK and broader US equity markets continued until the Fed's rate cut, which prompted a notable rotation into small-cap and value stocks.

The environment was also generally positive for corporate bonds. In fixed income, upgrades exceeded downgrades for the first time since early 2022, and speculative-grade default rates declined. Corporate bond issuance rose, reflecting strong demand, and total returns were positive across the US, Europe, and the UK, reinforcing the case for diversification between equities and bonds.

Fund Performance

The price of the C Accumulation shares of the Fund increased by 15.01% in the twelve months to 15 October 2024. This compares with an increase of 14.12% in the Fund's benchmark, the IA Flexible Investment sector.

Fund Activity

The Fund benefitted most on a relative basis from global high yield bonds and least from its exposure to UK equities.

In terms of portfolio changes, in line with our investment approach, during the first half of the period we trimmed stronger-performing equities. This included taking profit from Japanese and European equity markets. We also reduced an overweight to the UK.

Following the large sell-off in Japanese equities in August, we took the opportunity to reallocate capital back into the region and back to a neutral weighting. We also trimmed exposure to UK equities following the surge in sterling.

We added two new active funds into the emerging markets equity holding for added diversification and exposure, later adding to this allocation in view of potentially increasing political tensions and potential policy stimulus, and reducing our passive emerging markets holding accordingly.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

PORTFOLIO MANAGER'S REPORT continued

Within the property and alternatives allocation, we increased the weighting to global infrastructure, and continued to replace our physical property holding in favour of REITs when we were able.

Market Outlook

Interest rates remain a key focus for markets as we approach the end of 2024. The Fed has signalled a slightly hawkish stance, to which markets responded positively. The Bank of England echoed similar views, impacting currency markets, with any further fall in sterling likely to boost non-sterling asset returns.

Markets are currently pricing in three US rate cuts for 2024, which we consider ambitious. We would not be surprised to see this expectation revised closer to the next Fed meeting. We believe the US market will maintain its bullish trend, with consensus leaning toward a soft or potentially no landing scenario for the economy.

In the UK, investors are preparing for a challenging budget, with uncertainty driving short-term volatility. We see better near-term opportunities abroad. Europe, particularly France and Germany, faces growth and political stability issues, leading us to focus on peripheral regions such as Spain and Portugal, as well as companies with global exposure.

China remains a potential market mover, especially if policy support continues. Beneficiaries could include emerging markets, Asia-Pacific, and global companies with high sales exposure in the region, such as luxury goods and beauty sectors.

Overall, we hold a cautiously optimistic outlook for US and Chinese markets, with mixed prospects for Europe. In fixed income, we favour a shift away from US treasuries towards gilts, with increasing allocations to non-hedged global bonds. Interest rates and currency movements will be critical, and diversifiers offer protection against growing government deficits and geopolitical risks.

CANADA LIFE ASSET MANAGEMENT LIMITED

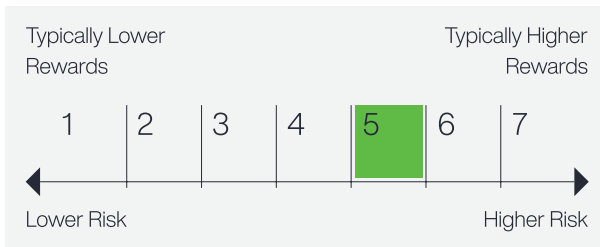
Portfolio Manager
8 November 2024

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION

Risk and Reward Profile



The above indicator is known as the Synthetic Risk and Reward Indicator ('SRRI'). It shows how much a fund may have risen and fallen in the past, and therefore how much a fund's returns may have varied. It is the standard measure of volatility required under financial regulations to allow comparisons with other funds. The higher a fund's past volatility the higher the number on the scale and the greater the risk that investors in that fund may have made losses as well as gains.

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

The SRRI measure differs from that used by Dynamic Planner. The Fund aims to remain within Dynamic Planner's band 7 hence the reference to VII in the name of the Fund. Further details can be found in the Prospectus.

The risk profile is not guaranteed to remain the same and may shift over time. It is based on historical data and may not be a reliable indication of the Fund's future risk profile. The lowest number on the scale does not mean that a fund is risk free.

Currency Risk: As the Fund can be exposed to different currencies, changes in exchange rates may decrease the value of your investment.

Property Fund Investment Risk: Property funds can become illiquid increasing the risk that a position cannot be sold in a timely manner or at a reasonable price.

Counterparty Risk: The failure of a firm involved in a transaction with the Fund or providing services to the Fund may expose the Fund to financial loss.

Emerging Markets Risk: The Fund may invest in emerging markets, which are markets in countries that are developing. Emerging markets may have more political and economic risks than developed markets, resulting in price movements that may cause a loss to the Fund.

Changes in Interest Rate Risk: A rise in interest rates generally causes bond prices to fall.

Credit Risk: The value of a bond may be affected by its credit rating, the lower the rating the higher the risk of the issuer not paying interest or repaying the loan.

Liquidity Risk: In unfavourable market conditions, corporate bonds may be harder to sell in a timely manner and at reasonable prices, than in normal market conditions. This could have a negative impact on the value of the Fund. In extreme market conditions this could affect the Fund's ability to meet investors' redemptions.

For more information about the Fund's risks please see the Risk Factors section of the Prospectus which is available at www.waystone.com.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables

Where the Fund has significant investment in collective investment schemes, exchange-traded funds and similar products, the Operating Charges Figure takes account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the year end weighted against the net asset value of the share class at that date.

With effect from 1 January 2024, the Operating Charges Figure has been revised to remove the requirement to include the underlying costs of any investments in closed end funds, following guidance from the Investment Association.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

A ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	160.40	148.50	159.78
Return before operating charges*	25.20	14.76	(8.39)
Operating charges ¹	(3.02)	(2.81)	(2.83)
Property expenses	(0.03)	(0.05)	(0.06)
Return after operating charges	22.15	11.90	(11.28)
Distributions	(1.55)	(1.83)	1.81
Retained distributions on accumulation shares	1.55	1.83	(1.81)
Closing net asset value per share	182.55	160.40	148.50
* after direct transaction costs of:	-	-	-

PERFORMANCE

Return after charges	13.81%	8.01%	(7.06)%
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OTHER INFORMATION

Closing net asset value (£'000)	1,979	1,395	774
Closing number of shares	1,084,308	869,807	521,399
Operating charges ¹	1.76%	1.77%	1.79%
Property expenses	0.02%	0.03%	0.04%
Direct transaction costs	-	-	-

PRICES

Highest share price	183.83	166.25	165.22
Lowest share price	154.72	147.16	146.73

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

C ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	173.61	159.18	169.61
Return before operating charges*	27.42	15.85	(8.99)
Operating charges ¹	(1.47)	(1.37)	(1.37)
Property expenses	(0.04)	(0.05)	(0.07)
Return after operating charges	25.91	14.43	(10.43)
Distributions	(3.42)	(3.44)	(3.60)
Retained distributions on accumulation shares	3.42	3.44	3.60
Closing net asset value per share	199.52	173.61	159.18
* after direct transaction costs of:	-	-	-

PERFORMANCE

Return after charges	14.92%	9.07%	(6.15)%
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OTHER INFORMATION

Closing net asset value (£'000)	24,512	20,080	13,883
Closing number of shares	12,285,319	11,566,108	8,721,311
Operating charges ¹	0.79%	0.80%	0.81%
Property expenses	0.02%	0.03%	0.04%
Direct transaction costs	-	-	-

PRICES

Highest share price	200.88	178.76	175.53
Lowest share price	167.54	157.75	157.27

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VII FUND

ACD'S REPORT continued

FUND INFORMATION continued

Comparative Tables continued

G ACCUMULATION SHARES

CHANGE IN NET ASSETS PER SHARE	15.10.24 pence per share	15.10.23 pence per share	15.10.22 pence per share
Opening net asset value per share	175.75	161.02	171.44
Return before operating charges*	27.77	16.02	(9.09)
Operating charges ¹	(1.34)	(1.24)	(1.26)
Property expenses	(0.04)	(0.05)	(0.07)
Return after operating charges	26.39	14.73	(10.42)
Distributions	(3.61)	(3.61)	(3.76)
Retained distributions on accumulation shares	3.61	3.61	3.76
Closing net asset value per share	202.14	175.75	161.02
* after direct transaction costs of:	-	-	-

PERFORMANCE

Return after charges	15.02%	9.15%	(6.08)%
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OTHER INFORMATION

Closing net asset value (£'000)	35,257	26,787	22,133
Closing number of shares	17,441,793	15,241,083	13,745,496
Operating charges ¹	0.71%	0.72%	0.74%
Property expenses	0.02%	0.03%	0.04%
Direct transaction costs	-	-	-

PRICES

Highest share price	203.51	180.87	177.44
Lowest share price	169.61	159.57	159.09

¹ The Operating Charges Figure does not take into account the property operating expenses in relation to the Fund's holding in the WS Canlife UK Property ACS. The combined total of the Operating Charges and Property expenses represents the total charges incurred by an investor.

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
FUND INFORMATION continued

Fund Performance to 15 October 2024 – Cumulative (%)

	1 year	3 years	5 years
WS Canlife Portfolio VII Fund	15.01	17.72	42.31
IA Flexible Investment sector ¹	14.12	8.37	31.26

¹ Source: Morningstar Direct.

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

The performance of the Fund disclosed in the above table may differ from the 'Return after charges' disclosed in the Comparative Table due to the above performance being calculated on the latest published price prior to the year end, rather than the year end return after operating charges.

Details of the distributions per share for the year are shown in the Distribution Table on pages 330 and 331.

RISK WARNING

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

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	FIXED INTEREST – 4.98% (15.10.23 – 5.03%)		
128,470	Lord Abbett Global High Yield	1,542	2.50
68,279	Payden Global High Yield Bond	1,533	2.48
	TOTAL FIXED INTEREST	<u>3,075</u>	<u>4.98</u>
	EQUITIES – 80.30% (15.10.23 – 89.72%)		
157,076	Amundi Prime Japan UCITS ETF	3,693	5.98
10,149	HC Sephira GEM Long Only UCITS F Acc	1,126	1.82
7,648	HC Sephira GEM Long Only UCITS S Acc	770	1.25
37,442	Invesco NASDAQ-100 Swap UCITS ETF	1,799	2.91
713,121	iShares Continental European Equity Index (UK)	2,729	4.42
24,291	SPDR Morningstar Multi-Asset Global Infrastructure UCITS ETF	647	1.05
402,173	WS Canlife Asia Pacific ¹	6,709	10.87
715,082	WS Canlife European ¹	1,564	2.53
444,669	WS Canlife North American ¹	13,914	22.53
4,938,498	WS Canlife UK Equity ¹	8,328	13.49
1,030,713	WS Canlife UK Equity Income ¹	8,303	13.45
	TOTAL EQUITIES	<u>49,582</u>	<u>80.30</u>
	EMERGING MARKETS – 8.69% (15.10.23 – 0.00%)		
107,013	Chikara Global Emerging Markets Opportunities	1,161	1.88
2,001,551	iShares Emerging Markets Equity Index (UK)	4,207	6.81
	TOTAL EMERGING MARKETS	<u>5,368</u>	<u>8.69</u>
	PROPERTY – 5.50% (15.10.23 – 4.77%)		
1,070,565	iShares Environment & Low Carbon Tilt Real Estate Index (UK)	2,589	4.19
60,623	iShares UK Property UCITS ETF	282	0.46
1,023,976	WS Canlife UK Property ACS ^{1,2}	527	0.85
	TOTAL PROPERTY	<u>3,398</u>	<u>5.50</u>

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
PORTFOLIO STATEMENT continued
as at 15 October 2024

Holding	Portfolio of Investments	Value £'000	15.10.24 %
	MONEY MARKETS – 0.00% (15.10.23 – 0.12%)	–	–
	Portfolio of investments	61,423	99.47
	Net other assets	325	0.53
	Net assets	61,748	100.00

The investments have been valued in accordance with note 1(F) of the Accounting Policies and are collective investment schemes unless stated otherwise.

¹ Related party holding (note 11).

² In liquidation.

WS CANLIFE PORTFOLIO VII FUND
ACD'S REPORT continued
SUMMARY OF MATERIAL PORTFOLIO CHANGES
for the year ended 15 October 2024

Total purchases for the year £'000 (note 15)	21,697	Total sales for the year £'000 (note 15)	15,579
<u>Major purchases</u>	<u>Cost £'000</u>	<u>Major sales</u>	<u>Proceeds £'000</u>
Amundi Prime Japan UCITS ETF	3,184	SPDR S&P 500 UCITS ETF	3,131
SPDR S&P 500 UCITS ETF	3,102	iShares Japan Equity Index (UK)	2,694
WS Canlife North American	2,317	iShares Emerging Markets Equity Index (UK)	2,665
iShares Environment & Low Carbon Tilt Real Estate Index Fund (UK)	2,166	WS Canlife North American	2,592
WS Canlife Asia Pacific	1,772	WS Canlife UK Equity	1,001
Invesco NASDAQ-100 Swap UCITS ETF	1,677	WS Canlife UK Equity Income	972
WS Canlife European	1,500	WS Canlife Asia Pacific	667
Chikara Global Emerging Markets Opportunities	1,159	iShares Continental European Equity Index (UK)	460
HC Sephira GEM Long Only UCITS F Acc	1,113	iShares Developed Markets Property Yield UCITS ETF	443
WS Canlife UK Equity Income	826	iShares FTSE 250 UCITS ETF	292

In addition to the above, sales totalling £59,000 were made in short term investments during the year.

The summary of material portfolio changes represents the 10 largest purchases and sales during the year.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS
STATEMENT OF TOTAL RETURN
for the year ended 15 October 2024

	Notes	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Income:					
Net capital gains	3		6,468		2,565
Revenue	4	1,304		1,200	
Expenses	5	(323)		(269)	
Net revenue before taxation		981		931	
Taxation	6	—		—	
Net revenue after taxation			981		931
Total return before distributions			7,449		3,496
Distributions	7		(985)		(934)
Change in net assets attributable to shareholders from investment activities			6,464		2,562

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
for the year ended 15 October 2024

	Note	£'000	15.10.24 £'000	£'000	15.10.23 £'000
Opening net assets attributable to shareholders			48,262		36,790
Amounts receivable on issue of shares		13,084		13,937	
Amounts payable on redemption of shares		(7,109)		(5,975)	
			5,975		7,962
Change in net assets attributable to shareholders from investment activities			6,464		2,562
Retained distributions on Accumulation shares	7		1,047		948
Closing net assets attributable to shareholders			61,748		48,262

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
BALANCE SHEET
as at 15 October 2024

	Notes	15.10.24 £'000	15.10.23 £'000
ASSETS			
Fixed assets			
Investments		61,423	48,087
Current assets			
Debtors	8	205	455
Cash and cash equivalents	9	574	126
Total assets		<u>62,202</u>	<u>48,668</u>
LIABILITIES			
Creditors			
Other creditors	10	(454)	(406)
Total liabilities		<u>(454)</u>	<u>(406)</u>
Net assets attributable to shareholders		<u>61,748</u>	<u>48,262</u>

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS
for the year ended 15 October 2024

1. Accounting Policies

The accounting policies described on pages 24 to 26 have been applied to the financial statements of the Fund in the current and prior year.

2. Distribution Policies

The distribution policies described on pages 26 and 27 have been applied to the financial statements of the Fund in the current and prior year.

3. Net Capital Gains

The net capital gains during the year comprise:

	15.10.24 £'000	15.10.23 £'000
Non-derivative securities	6,446	2,548
Transaction charges	(2)	(3)
AMC rebates from underlying investments	24	22
Currency losses	–	(2)
Net capital gains	<u>6,468</u>	<u>2,565</u>

The net capital gains figure includes realised gains of £1,903,000 and unrealised gains of £8,316,000 (15.10.23: includes realised losses of £120,000 and unrealised gains of £3,773,000). The realised gains on investments in the current year include amounts previously recognised as unrealised gains in the prior year.

Where realised gains/losses include gains/losses arising in previous periods, a corresponding loss/gain is included in unrealised gains/losses.

4. Revenue

	15.10.24 £'000	15.10.23 £'000
Non-taxable dividends	1,043	1,034
Taxable dividends	124	20
Interest distributions on CIS holdings	11	28
AMC rebates from underlying investments	81	63
Bank interest	5	8
Property – rental income	40	47
Total revenue	<u>1,304</u>	<u>1,200</u>

WS CANLIFE PORTFOLIO VII FUND
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for the year ended 15 October 2024

5. Expenses

	15.10.24 £'000	15.10.23 £'000
Payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	235	187
Legal and professional fees	6	6
Typesetting costs	2	3
Registration fees	26	22
TCFD fees	4	–
	273	218
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	19	16
Safe custody and other bank charges	5	5
	24	21
Other expenses:		
Audit fees	11	11
Property income expenses on tax transparent fund	12	15
Expenses on tax transparent fund	6	8
Rebate of expenses from tax transparent fund	(3)	(4)
	26	30
Total expenses	323	269

The Portfolio Manager's fees and expenses (plus VAT thereon) for providing portfolio management services are paid by the ACD out of its remuneration.

WS CANLIFE PORTFOLIO VII FUND
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6. Taxation

	15.10.24 £'000	15.10.23 £'000
a) Analysis of charge for the year		
Corporation tax at 20%	—	—
Current tax charge	—	—
Deferred tax – origination and reversal of timing differences (note 6c)	—	—
Total taxation (note 6b)	—	—

b) Factors affecting the tax charge for the year

The tax assessed for the year differs from the standard rate of corporation tax in the UK for an authorised fund (20%) (15.10.23: 20%). The difference is explained below:

	15.10.24 £'000	15.10.23 £'000
Net revenue before taxation	981	931
Corporation tax at 20%	196	186
Effects of:		
Non-taxable dividends	(209)	(207)
AMC rebates taken to capital	5	4
Unutilised excess management expenses	8	17
Corporation tax charge	—	—
Total tax charge (note 6a)	—	—

c) Deferred tax

At the year end there is a potential deferred tax asset of £34,000 (15.10.23: £26,000) in relation to surplus management expenses. It is unlikely that the Fund will generate sufficient taxable profits in the future to utilise this amount and, therefore, no deferred tax asset has been recognised in the current or prior year.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
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7. Distributions

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

	15.10.24 £'000	15.10.23 £'000
Interim	214	221
Final	833	727
	<u>1,047</u>	<u>948</u>
Add: Revenue deducted on redemption of shares	26	25
Deduct: Revenue received on issue of shares	(88)	(39)
Net distributions for the year	<u>985</u>	<u>934</u>

Details of the distributions per share are set out in the table on pages 330 and 331.

	15.10.24 £'000	15.10.23 £'000
Distributions represented by:		
Net revenue after taxation	981	931
Allocations to capital:		
Tax relief on capitalised AMC rebates from underlying investments	4	3
Net distributions for the year	<u>985</u>	<u>934</u>

8. Debtors

	15.10.24 £'000	15.10.23 £'000
Amounts receivable for issue of shares	181	390
Sales awaiting settlement	–	50
Accrued revenue:		
AMC rebates from underlying investments	21	14

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	15.10.24 £'000	15.10.23 £'000
Taxation recoverable:		
Income tax	3	1
Total debtors	205	455

9. Cash and Cash Equivalents

	15.10.24 £'000	15.10.23 £'000
Bank balances	574	126
Total cash and cash equivalents	574	126

10. Other Creditors

	15.10.24 £'000	15.10.23 £'000
Amounts payable for redemption of shares	95	8
Purchases awaiting settlement	325	351
Accrued expenses:		
Amounts payable to the ACD, associates of the ACD and agents of either of them:		
Annual Management Charge	11	26
Typesetting costs	3	3
Legal and professional fees	1	–
Registration fees	3	3
TCFD fees	2	–
	20	32
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fees	1	2
Transaction charges	–	1
Safe custody and other bank charges	1	1
	2	4

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FINANCIAL STATEMENTS continued
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	15.10.24 £'000	15.10.23 £'000
Other expenses	12	11
Total other creditors	454	406

11. Related Party Transactions

The Annual Management Charge, TCFD fees and legal and professional fees payable to Waystone Management (UK) Limited ('WMUK') ('the ACD'), registration fees payable to Waystone Transfer Agency Solutions (UK) Limited and typesetting costs payable to Waystone Administration Solutions (UK) Limited (both companies are associates of the ACD) are disclosed in note 5 and amounts due at the year end are disclosed in note 10.

The Fund invests in other funds managed by the ACD, or an associate of the ACD. The ACD rebates the Annual Management Charge which is based on the net asset value of these investments in order to eliminate double charging.

The aggregate monies received by the ACD through the issue of shares and paid on redemption of shares are disclosed in the Statement of Change in Net Assets Attributable to Shareholders on page 317 and amounts due at the year end are disclosed in notes 8 and 10.

Canada Life Asset Management Limited and its associates (including other authorised investment funds managed by the Canada Life Asset Management Limited) held 23,718,057 (15.10.23: 21,227,270) of the Fund's shares at the balance sheet date.

A shareholder may be able to exercise significant influence over the financial and operating policies of the Fund and as such is deemed to be a related party. At the balance sheet date the following shareholder held in excess of 20% of the shares in issue of the Fund:

Canada Life Asset Management Limited and its associates 76.98% (15.10.23: 76.70%)

As part of the investment strategy, the Fund may from time to time hold shares in other collective investment schemes managed by the same Portfolio Manager or for which WMUK is also the ACD. At the balance sheet date the value of the holdings was as follows:

	15.10.24 £'000	15.10.23 £'000
Portfolio Manager and ACD in common	39,345	32,668

12. Contingent Liabilities and Commitments

There are no contingent liabilities or unrecorded outstanding commitments (15.10.23: none).

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FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
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13. Shares in Issue

	A Accumulation	C Accumulation	G Accumulation
Annual Management Charge	1.425%	0.45%	0.375%
Opening shares in issue	869,807	11,566,108	15,241,083
Issues	303,666	2,257,311	4,366,837
Redemptions	<u>(89,165)</u>	<u>(1,538,100)</u>	<u>(2,166,127)</u>
Closing shares in issue	<u>1,084,308</u>	<u>12,285,319</u>	<u>17,441,793</u>

14. Risk Management Policies

In pursuing the investment objective 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 Efficient Portfolio Management (including hedging) purposes.

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

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

(A) CREDIT RISK

Credit risk is the risk that a counterparty may be unable or unwilling to make a payment or fulfil contractual obligations. This may be in terms of an actual default or by deterioration in a counterparty's credit quality.

Certain transactions in securities that the Fund enters into expose it to the risk that the counterparty will not deliver the investment for a purchase, or cash for a sale after the Fund has fulfilled its obligations. As part of its due diligence process, the ACD undertakes a review of the controls operated over counterparties by the Portfolio Manager, including initial and ongoing due diligence and business volumes placed with each counterparty. In cases which are dependent on the counterparty settling at the transaction's maturity date, the ACD has policies in place which set out the minimum credit quality expected of a market counterparty or deposit taker at the outset of the transaction.

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(B) INTEREST RATE RISK

Interest rate risk is the risk that the value of the Fund's investments will fluctuate as a result of interest rate changes. The value of fixed interest securities may be affected by changes in interest rates, either globally or locally. Changes in the rate of return in one asset class may influence the valuation basis of other classes. The amount of revenue receivable from floating rate investments and bank balances or payable on bank overdrafts will be affected by fluctuations in interest rates. Investment in collective investment schemes may expose the Fund to indirect interest rate risk to the extent that they may invest in interest bearing securities, the returns from which will be affected by fluctuations in interest rates.

The Fund invests in collective investment schemes only and as such does not have any significant direct exposure to interest rate risk. The Fund may indirectly be exposed to interest rate risk through its investment in collective investment schemes. As the Fund has no direct exposure to interest rate risk, no interest rate risk table or sensitivity analysis has been presented.

(C) FOREIGN CURRENCY RISK

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

The Fund does not have any direct exposure to foreign currency risk, therefore no foreign currency risk table or sensitivity analysis has been presented.

(D) LEVERAGE

The ACD is required to calculate and monitor the level of leverage of the Fund, expressed as a ratio between the exposure of the Fund and its Net Asset Value, under both the gross and commitment methods (in accordance with articles 7 and 8 of The Alternative Investment Fund Managers Regulations 2013). For a fund with no borrowing or derivative usage the leverage ratio would be 1:1 under the commitment method. The gross method calculation excludes cash and cash equivalents which are highly liquid.

As at 15 October 2024, leverage under the gross method was 0.99:1 and leverage under the commitment method was 1:1 (15.10.23: 1:1 and 1:1 respectively).

(E) LIQUIDITY RISK

The main liability of the Fund is the redemption of any shares that investors want to sell. Investments may have to be sold to fund such redemptions should insufficient cash be held at the bank to meet this obligation. The ACD monitors the liquidity profile of the Fund daily.

In assessing the liquidity profile of the Fund, the ACD assesses how much of the Fund can be realised under normal and stressed market conditions, and the impact this would have on the structure of the Fund.

WS CANLIFE PORTFOLIO VII FUND
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Based on this analysis 100.00% of the portfolio can be liquidated within 7 days and 100.00% within 30 days (15.10.23: 71.29% within 5 days and 72.04% within 21 days). Given this and the ACD's understanding of the investor base, it is considered that the liquidity profile of the Fund is acceptable.

All financial liabilities are payable in one year or less, or on demand.

(F) MARKET PRICE RISK

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

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

A 5% increase in the value of the Fund's portfolio would have the effect of increasing the return and net assets by £3,071,000 (15.10.23: £2,404,000). A 5% decrease would have an equal and opposite effect.

(G) DERIVATIVES

The Fund held no derivatives in the current or prior year.

WS CANLIFE PORTFOLIO VII FUND
FINANCIAL STATEMENTS continued
NOTES TO THE FINANCIAL STATEMENTS continued
for the year ended 15 October 2024

15. Portfolio Transaction Costs

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.24				
Collective investment schemes	21,697	-	-	21,697
Purchases total	21,697	-	-	21,697
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	15,579	-	-	15,579
Sales total	15,579	-	-	15,579
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

Average portfolio dealing spread at 15.10.24 is 0.02% (15.10.23: nil).

	Purchases/ sales before transaction costs £'000	Commissions £'000	Taxes £'000	Gross purchases/ net sales £'000
15.10.23				
Collective investment schemes	16,373	-	-	16,373
Purchases total	16,373	-	-	16,373
Transaction cost % of purchases total		-	-	
Transaction cost % of average NAV		-	-	
Collective investment schemes	8,237	-	-	8,237
Sales total	8,237	-	-	8,237
Transaction cost % of sales total		-	-	
Transaction cost % of average NAV		-	-	

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16. Fair Value Hierarchy

Investments are categorised into the following levels based on their fair value measurement:

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

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1;

Level 3: Valuation techniques using unobservable inputs (see note 1(F) of the Accounting Policies).

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.24				
Investment assets	6,421	55,002	–	61,423

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
15.10.23				
Investment assets	1,788	46,299	–	48,087

WS CANLIFE PORTFOLIO VII FUND

FINANCIAL STATEMENTS continued

DISTRIBUTION TABLE

for the year ended 15 October 2024 – in pence per share

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares – the applicable distribution periods for each distribution are shown below). 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.

Group 2	Interim	Final
From	16.10.23	16.04.24
To	15.04.24	15.10.24

A ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	–	–	–	0.0175
Group 2	–	0.0000	–	0.0175

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	1.5511	–	1.5511	1.8131
Group 2	1.5511	0.0000	1.5511	1.8131

C ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.7323	–	0.7323	0.8441
Group 2	0.5641	0.1682	0.7323	0.8441

Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.6842	–	2.6842	2.5947
Group 2	1.7140	0.9702	2.6842	2.5947

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DISTRIBUTION TABLE continued

G ACCUMULATION SHARES

Interim	Net Revenue	Equalisation	Allocated 15.06.24	Allocated 15.06.23
Group 1	0.8179	–	0.8179	0.9154
Group 2	0.7870	0.0309	0.8179	0.9154
Final	Net Revenue	Equalisation	Allocation 15.12.24	Allocated 15.12.23
Group 1	2.7889	–	2.7889	2.6963
Group 2	0.1178	2.6711	2.7889	2.6963

GENERAL INFORMATION

Share Capital

The minimum share capital of the Company is £1 and the maximum is £100,000,000,000.

Structure of the Company

The Company is structured as an umbrella company, in that different sub-funds may be established from time to time by the ACD with the approval of the FCA. On the introduction of any new sub-fund or class of share, a revised Prospectus will be prepared setting out the relevant details of each sub-fund or class.

The assets of each sub-fund will be treated as separate from those of every other sub-fund and will be invested in accordance with the investment objective and investment policy applicable to that sub-fund. The sub-funds which are currently available are:

WS Canlife Diversified Monthly Income Fund
WS Canlife Diversified Risk Managed III Fund
WS Canlife Diversified Risk Managed IV Fund
WS Canlife Diversified Risk Managed V Fund
WS Canlife Diversified Risk Managed VI Fund
WS Canlife Portfolio III Fund
WS Canlife Portfolio IV Fund
WS Canlife Portfolio V Fund
WS Canlife Portfolio VI Fund
WS Canlife Portfolio VII Fund

In future there may be other sub-funds of the Company.

Valuation Point

The current valuation point of each sub-fund is 12.00 noon (London time) on each business day. Valuations may be made at other times with the Depositary's approval.

Buying and Selling Shares

The ACD will accept orders to buy or sell shares on each business day between 8.30am and 5.30pm (London time) and transactions will be effected at prices determined by the following valuation. Instructions to buy or sell shares may be either in writing to: PO Box 389, Unit 1, Darlington DL1 9UF or by telephone on 0345 606 6180.

Prices

The prices of all shares are published on every dealing day on the website of the ACD: www.waystone.com and by calling 0345 606 6180 during the ACD's normal business hours.

GENERAL INFORMATION continued

Other Information

The Instrument of Incorporation, Prospectus, Key Investor Information Documents and the most recent interim and annual reports may be inspected at, and obtained from, the ACD at 3rd Floor, Central Square, 29 Wellington Street, Leeds, United Kingdom, LS1 4DL during normal business hours on any business day, in addition to being available at www.waystone.com.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at Exchange Tower, London E14 9SR. Information about the Financial Ombudsman can be found on its website at www.financial-ombudsman.org.uk.

Data Protection Act

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

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