

Baillie Gifford™

Baillie Gifford Bond Funds ICVC

Interim Report and Financial Statements (Unaudited)

for the six months ended 31 March 2024



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*Collectively these comprise the Authorised Corporate Director's Report as required by the Financial Conduct Authority's Collective Investment Schemes Sourcebook ("COLL").

About the Company

Baillie Gifford Bond Funds ICVC (Investment Company with Variable Capital) ('the Company') is an umbrella UK Open-Ended Investment Company ('OEIC') under regulation 14 (Authorisation) of the Open-Ended Investment Companies Regulations 2001. An OEIC is a collective investment vehicle in which your funds are pooled with those of other investors and spread across a portfolio of investments, thus reducing risk.

At 31 March 2024, the Company offered four sub-funds and the range may be varied in the future. Each sub-fund is valued on a daily basis. The sub-funds are subject to different charging structures and subscription limits. All shares are single priced. Details of the sub-funds and the share classes are contained in the Prospectus, along with details of the switching facility available between sub-funds. Both the Prospectus and the Instrument of Incorporation were last revised on the 8 March 2024. Copies of the Prospectus or Instrument of Incorporation can be obtained from Baillie Gifford & Co Limited, the Authorised Corporate Director ('ACD') by contacting Client Relations.

The Company is registered in Great Britain, registered number IC000402, and the address of its Head Office is Calton Square, 1 Greenside Row, Edinburgh EH1 3AN. The operation of the Company is governed by the Financial Conduct Authority's Collective Investment Schemes Sourcebook ('COLL') (the 'Regulations'), its Instrument of Incorporation and its Prospectus.

The Company's shareholders are not liable for its debts beyond the amount subscribed. Each sub-fund is classed as a UK UCITS retail scheme under COLL.

Any comments expressed in this report should not be taken as a recommendation or advice.

Baillie Gifford Emerging Markets Bond Fund

On 22 January 2024, the ACD informed shareholders of its decision to close the Fund on 22 April 2024. The Fund was subsequently closed on that date and is no longer available for subscription.

Assessment of value for the Sub-Funds

Under COLL 6.6.20R (1), Baillie Gifford & Co Limited, the ACD of the Company, must conduct an assessment at least annually for each UK authorised sub-fund it manages, of whether the payments out of the sub-funds set out in the prospectus are justified in the context of the overall value delivered to shareholders. This assessment of value must, as a minimum, consider seven criteria, namely: quality of service, performance, authorised fund manager costs, economies of scale, comparable market rates, comparable services and classes of shares. The ACD will issue the statement of value in a separate composite report, performing the assessment across their full range of UK authorised sub-funds. The ACD has chosen a reference date of 31 March and will publish a composite report by 31 July each year. The latest report as at 31 March 2023 is available on the website at www.bailliegifford.com.

Sub-fund Cross-holdings Table

At 31 March 2024 none of the shares in the sub-funds were held by any other sub-funds of the Company.

About the Company cont.

Authorised Corporate Director

Baillie Gifford & Co Limited
(Authorised & regulated by the Financial Conduct Authority, Financial Services Register No. 119179)
Calton Square
1 Greenside Row
Edinburgh EH1 3AN
Telephone: 0800 917 2113
Fax: 0131 275 3955

Directors of the ACD

Executive

M J C Wylie (Chairman)
E Delaney
C M Fraser
L B S Haddow
D S McGowan
C M Murphy (appointed 22 November 2023)
A J Telfer (resigned 22 November 2023)

Independent Non-Executive

K B M Bolsover
D R Buckley
C R S Turpin (appointed 22 November 2023)

Investment Adviser

Baillie Gifford & Co
(Authorised & regulated by the Financial Conduct Authority, Financial Services Register No. 142597)
Calton Square
1 Greenside Row
Edinburgh EH1 3AN

Depositary

NatWest Trustee and Depositary Services Limited
(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority, Financial Services Register No. 794152)
Trustee & Depositary Services
House A, Floor 0
Gogarburn
175 Glasgow Road
Edinburgh EH12 1HQ

Registrar

Baillie Gifford & Co Limited
(Authorised & regulated by the Financial Conduct Authority, Financial Services Register No. 119179)
Calton Square
1 Greenside Row
Edinburgh EH1 3AN

Independent Auditors

PricewaterhouseCoopers LLP
Atria One,
144 Morrison Street
Edinburgh EH3 8EX

Baillie Gifford & Co Limited, the Authorised Corporate Director of the OEIC, is wholly owned by Baillie Gifford & Co. We only provide information about our products and do not provide investment advice.

Statement of Authorised Corporate Director's Responsibilities

The Financial Conduct Authority's Collective Investment Schemes Sourcebook ('COLL') requires the Authorised Corporate Director to prepare financial statements for each interim and annual accounting period which give a true and fair view of the financial position of the Company and of its revenue and expenditure and of its net gains and losses on the property of the Company for the period. In preparing the financial statements the Authorised Corporate Director is required to:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- comply with the disclosure requirements of the Statement of Recommended Practice relating to the Financial Statements of UK Authorised Funds issued in 2014;
- follow generally accepted accounting principles and applicable accounting standards; including FRS 102 "The Financial Reporting Standard applicable in the UK and the Republic of Ireland";
- keep proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;

- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation; and
- take reasonable steps for the prevention and detection of fraud and irregularities.

The Authorised Corporate Director is responsible for the management of the Company in accordance with the Instrument of Incorporation, the Prospectus and the Regulations.

The Interim Report and Financial Statements were approved by the Authorised Corporate Director and signed on its behalf by:

M J C Wylie, Chairman
C M Fraser, Director
Baillie Gifford & Co Limited
28 May 2024

Baillie Gifford™

Baillie Gifford Emerging Markets Bond Fund

a sub-fund of Baillie Gifford Bond Funds ICVC

*Interim Report and Financial Statements (Unaudited)
for the six months ended 31 March 2024*



Baillie Gifford Emerging Markets Bond Fund

Investment Objective

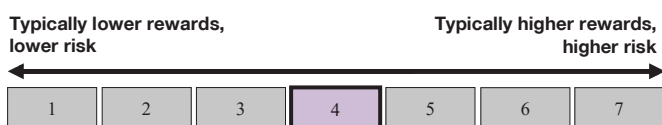
The Fund aims to outperform (after deduction of costs) the J.P. Morgan GBI-EM Global Diversified Index unhedged in sterling by 0.6% per annum over rolling three-year periods.

Investment Policy

The Fund will invest at least 80% in bonds issued by emerging market issuers or in emerging market currencies. Emerging markets will be determined by the investment manager at its discretion. The Fund may also invest in other bonds including developed market bonds. Currency forwards and derivatives, which are types of financial contracts, are used for both investment purposes and in the management of risk. The Fund will be exposed to foreign currencies. The Fund will be actively managed and is not constrained by the index.

Risk and Reward Profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.



Market conditions can change rapidly and a fund in any rank can lose you your investment. The Fund is classified as above as it invests in government bonds issued by emerging market borrowers.

The indicator does not take into account the following relevant material risks:

Bonds are affected by interest rates and inflation trends which may affect the value of the Fund. They could lose value if the issuer's financial health deteriorates.

Derivatives can magnify losses if returns go down.

Investing in China may harm your investment due to difficulties with market volatility, political and economic instability including the risk of market shutdown, trading, liquidity, settlement, corporate governance, regulation, legislation and taxation.

In adverse market conditions it may be difficult to sell investments held by the Fund in a timely manner and their value may fall significantly. This could affect how much money you receive and even delay the selling of your shares if dealing in the Fund is suspended.

Custody of assets involves a risk of loss if a custodian becomes insolvent or breaches duties of care.

You could lose your investment due to global factors like natural disasters, pandemics, or through developments such as military conflict, or changes in government policies.

For a more detailed explanation of the risks, please see the "Risk Warnings" section of the prospectus.

Fees Allocated to Capital

For distribution purposes the ACD has allocated all expenses to capital. This will reduce the capital value of the Fund.

Fund Closure and Payment of Termination Proceeds

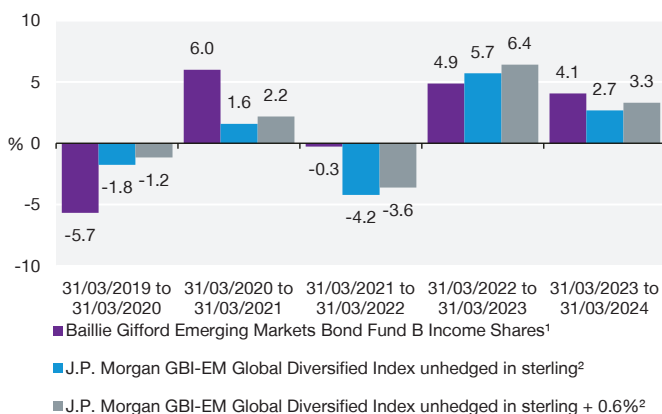
The Fund closed on 22 April 2024 and Termination Proceeds were paid to shareholders on 25 April 2024. Payment of residual amounts will also be made to shareholders when monies due to the Fund have been received.

Baillie Gifford Emerging Markets Bond Fund cont.

The Termination Proceeds per share are noted on our website or can be obtained by calling our Client Relations Team on 0800 917 2113. Our Client Relations Team will also deal with any related queries. Your call may be recorded for training or monitoring purposes.

Investment Report

Past Performance



The performance figures shown in this graph are for Class B Income Shares. Performance figures reflect the ACD's annual management charge of 0.4%. Performance figures for the other share classes in issue can be obtained by contacting Client Relations. You should be aware that past performance is not a guide to future performance.

Past Performance

The investment objective of the Fund is to outperform (after deduction of costs) the J.P. Morgan GBI-EM Global Diversified Index unhedged in sterling (the 'Index') by 0.6% per annum (the 'target return') over rolling three-year periods. For the six months to 31 March 2024, the return on B Income Shares was 2.9%¹ compared to the Index of 2.2%² and the target return of 2.5%². We believe that short-term performance measurements are of limited relevance in assessing investment ability and would suggest that three years is a more sensible timeframe over which to judge performance, a period in-line with the Fund's objectives. Over that period, the annualised return on B Income Shares was 2.9%¹ compared to the return on the Index of 1.3%² and the target return of 2.0%².

We take this opportunity to remind shareholders that the Emerging Markets Bond Fund closed on 22 April 2024. Shareholders in the Fund were sent notice of their pro-rata termination proceeds on 23 April 2024. A copy of the letter distributed to shareholders with further details regarding this closure can be found on the Baillie Gifford website.

Market Environment

This six-month period brought widespread positive sentiment in financial markets, with an appreciation in both equity and corporate credit markets. Risk assets have responded positively to lower inflation and various global central banks have indicated that they believe interest rates have peaked. However, across developed markets there are signs inflation is not as well-controlled as hoped. At the beginning of 2024, markets had priced in significant interest rate cuts in 2024. Over the first quarter of the year, expectations for the number of cuts have fallen, leading to weakness in government bond markets.

The story of US exceptionalism has continued. A powerful combination of being the home to dominant global technology companies, supportive industrial policy and expansionary fiscal policy has supported consumer confidence and domestic growth. The picture is more mixed in other regions. For example, growth across Europe has been stagnant and markets expect the European Central Bank to cut interest rates before the US Federal Reserve. However, 'The Fed' has clearly signalled it does not see the need for more restrictive

¹Source: FE, 10am dealing prices, income reinvested, after charges. ²Source: Revolution and J.P. Morgan, total return. The target return outperformance is compounded daily therefore the Index return plus the outperformance will not equal the target return. Please see Disclaimer on page 78. You should be aware that past performance is not a guide to future performance.

Investment Report cont.

monetary policy, so nominal interest rates are expected to follow the path of inflation, maintaining real rates of interest. The risk of stickier inflation remains – the ‘last mile is the hardest’ scenario – and investors must keep a close eye on oil prices amid continued geopolitical uncertainty, along with labour markets.

Performance

The Fund’s performance during this six-month period was ahead of its benchmark and target return, while longer-term (three year) performance is also ahead of both the benchmark and target.

The recent drivers of the Fund’s outperformance have been mixed. The Fund’s overweight to BBB and BB-rated bonds was a driver of outperformance. Spreads available from EM Debt (otherwise known as the additional yield over US Treasuries) continued to tighten during these six months. The primary beneficiaries of this were the higher-yielding, lower rated bonds. While the Fund’s average credit rating remains in line with the benchmark index at BBB, the small overweight to credit risk has been positive.

At a country level, the Fund has benefited from its overweight position in Mexican rates. We recently saw Mexican CPI inflation fall to 4.4% and its central bank responded by cutting interest rates by 50 basis points to 11%. Our longstanding overweight to the Dominican Republic, which is only a very small issuer in the Fund’s benchmark, also made a positive contribution to returns. One detractor from returns was a short position in Chilean rates, which suffered as spreads over US Treasuries continued to tighten.

Mexico was also a contributor to returns from a currency perspective. Persistent high interest rates compared with other developed and emerging markets have supported the currency, along with the continued benefits of ‘nearshoring’ decisions from companies, which supports Mexican trade. Our small, long position in the Zambian kwacha detracted from returns overall, as the currency struggled against a backdrop of low copper prices and reduced mining output.

Notable Transactions

The Fund has a longer duration than the benchmark index (approximately 0.5 years longer), and this overweight position increased slightly during this six-month period. Our expectation is that emerging market rates remain well placed to provide good returns from here, given that EM central banks were much quicker to tame inflation, compared with their developed market counterparts. As a result, inflation is mostly under control in EM and there is plenty of scope for rates to fall, particularly if we see an economic slowdown.

While the Fund’s aggregate positioning in terms of risk has not changed significantly during the quarter, there were changes between rates and currency positions in various countries. We added a position in South African rates, on the basis that the carry available from local currency bonds provides good compensation for external risks, while the domestic economic outlook is also likely to improve.

The Turkish lira was a longstanding short position for the Fund, from which it has benefited during the past three years. However, following persistent weakness, we identified an opportunity to add a modest long position in the currency in late 2023, based on an expectation that the country is now more likely to return to orthodox economic management in the coming years.

Baillie Gifford & Co, 31 May 2024

Principal Bond Holdings as at 31 March 2024

| Investment | Percentage of total Fund |
|---------------------------------|--------------------------|
| Colombia 7% 26/03/2031 | 10.95 |
| Brazil 10% 01/01/2027 | 8.45 |
| Mexico 7.75% 23/11/2034 | 7.28 |
| Indonesia 8.375% 15/04/2039 | 5.78 |
| Hungary 4.5% 23/03/2028 | 5.78 |
| Malaysia 3.906% 15/07/2026 | 5.73 |
| Mexico 8.5% 31/05/2029 | 5.63 |
| Czech Republic 0.25% 10/02/2027 | 4.13 |
| Poland 6% 25/10/2033 | 3.99 |
| Indonesia 9% 15/03/2029 | 3.86 |

Material Portfolio Changes for the six months ended 31 March 2024

| Largest Purchases | Cost £'000 | Largest Sales | Proceeds £'000 |
|---------------------------------------|---------------|---|-------------------|
| Poland 6% 25/10/2033 | 5,100 | Brazil 0% 01/01/2024 | 25,071 |
| EBRD 0% 10/11/2030 | 3,150 | Brazil 10% 01/01/2025 | 15,774 |
| Dominican Republic 13.625% 03/02/2033 | 2,602 | China Development Bank 3.23% 10/01/ 2025 | 11,866 |
| Mexico 7.75% 23/11/2034 | 1,626 | Indonesia 8.375% 15/03/2034 | 11,590 |
| EBRD 0% 13/02/2031 | 1,385 | Malaysia 4.254% 31/05/2035 | 11,020 |
| Egypt T Bill 04/03/2025 | 766 | Czech Republic 1.75% 23/06/2032 | 10,537 |
| Egypt T Bill 11/03/2025 | 526 | Mexico 7.75% 23/11/2034 | 10,444 |
| | | South Africa 8.5% 31/01/2037 | 10,124 |
| | | Mexico 7.5% 03/06/2027 | 10,009 |
| | | Uruguay 8.25% 21/05/2031 | 9,583 |

The largest purchases and sales have been shown.

Portfolio Statement as at 31 March 2024

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|----------------|--------------------|-----------------------|
| Fixed Income - 96.03% (90.23%) | | | |
| Brazil - 8.45% (13.61%) | | | |
| Brazil 10% 01/01/2027 | 48,801 | 7,675 | 8.45 |
| Chile - 2.18% (2.16%) | | | |
| Chile 1.9% IL 01/09/2030 | 68,500 | 1,982 | 2.18 |
| China - 0.00% (4.03%) | | | |
| Colombia - 10.95% (5.37%) | | | |
| Colombia 7% 26/03/2031 | 56,399,000,000 | 9,944 | 10.95 |
| Czech Republic - 4.13% (4.48%) | | | |
| Czech Republic 0.25% 10/02/2027 | 122,320,000 | 3,748 | 4.13 |
| Dominican Republic - 3.33% (2.53%) | | | |
| Dominican Republic 11.25% 15/09/2035 | 210,000,000 | 3,026 | 3.33 |
| Egypt - 1.21% (0.00%) | | | |
| Egypt T Bill 04/03/2025 | 39,000,000 | 518 | 0.57 |
| Egypt T Bill 11/03/2025 | 43,900,000 | 581 | 0.64 |
| Hungary - 5.78% (2.65%) | | | |
| Hungary 4.5% 23/03/2028 | 2,624,150,000 | 5,248 | 5.78 |
| Indonesia - 9.64% (10.65%) | | | |
| Indonesia 8.375% 15/04/2039 | 92,722,000,000 | 5,250 | 5.78 |
| Indonesia 9% 15/03/2029 | 63,622,000,000 | 3,499 | 3.86 |
| Malaysia - 9.49% (6.57%) | | | |
| Malaysia 3.906% 15/07/2026 | 30,784,000 | 5,202 | 5.73 |
| Malaysia 4.736% 15/03/2046 | 18,568,000 | 3,418 | 3.76 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|-------------------------------------|---------------|--------------------|-----------------------|
| Mexico - 12.91% (11.03%) | | | |
| Mexico 7.75% 23/11/2034 | 1,551,900 | 6,608 | 7.28 |
| Mexico 8.5% 31/05/2029 | 1,109,400 | 5,111 | 5.63 |
| Peru - 2.04% (3.18%) | | | |
| Peru 6.9% 12/08/2037 | 9,158 | 1,849 | 2.04 |
| Poland - 3.99% (1.68%) | | | |
| Poland 6% 25/10/2033 | 17,540,000 | 3,622 | 3.99 |
| Romania - 2.56% (2.49%) | | | |
| Romania 3.65% 24/09/2031 | 16,170,000 | 2,326 | 2.56 |
| Serbia - 1.67% (0.42%) | | | |
| Serbia 5.875% 08/02/2028 | 202,170,000 | 1,519 | 1.67 |
| South Africa - 8.67% (8.78%) | | | |
| South Africa 10.5% 21/12/2026 | 41,211,569 | 1,767 | 1.95 |
| South Africa 6.5% 28/02/2041 | 146,014,012 | 3,483 | 3.84 |
| South Africa 8.5% 31/01/2037 | 84,942,350 | 2,618 | 2.88 |
| South Korea - 0.00% (0.69%) | | | |
| Thailand - 4.85% (5.03%) | | | |
| Thailand 2% 17/06/2042 | 180,200,000 | 3,414 | 3.76 |
| Thailand 3.775% 25/06/2032 | 41,656,000 | 989 | 1.09 |
| Turkey - 2.23% (0.00%) | | | |
| EBRD 0% 10/11/2030 | 1,150,000,000 | 2,022 | 2.23 |
| Ukraine - 0.00% (0.93%) | | | |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|--|------------|--------------------|-----------------------|
| Uruguay - 1.95% (3.21%) | | | |
| Uruguay 8.25% 21/05/2031 | 88,350,000 | 1,774 | 1.95 |
| Zambia - 0.00% (0.74%) | | | |
| Derivatives - -0.78% (0.09%) | | | |
| Forward currency contracts (see Table 1) | | (411) | (0.45) |
| Interest rate swap contracts (see Table 2) | | (302) | (0.33) |
| Portfolio of investments | | 86,480 | 95.25 |
| Net other assets - 4.75% (9.68%) | | 4,315 | 4.75 |
| Net assets | | 90,795 | 100.00 |

Please note: figures are based on market values rather than economic exposure.

Unless otherwise stated the above holdings are in fixed interest securities.

Figures in brackets in the investment category headings refer to 30 September 2023.

Portfolio Statement as at 31 March 2024 cont.

Table 1: Unrealised gains/(losses) on open forward currency contracts

| Counterparty | Settlement | Buy | Buy Amount | Sell | Sell Amount | Unrealised gains/(losses) £'000 | % of total net assets |
|--|------------|-----|-------------|------|----------------|---------------------------------|-----------------------|
| Barclays Bank | 22/04/24 | MYR | 2,660,000 | GBP | 444,742 | (2) | 0.00 |
| Citigroup | 05/04/24 | GBP | 610,286 | CLP | 714,000,000 | 34 | 0.04 |
| Citigroup | 05/04/24 | GBP | 3,625,555 | COP | 18,370,000,000 | (133) | (0.15) |
| Citigroup | 05/04/24 | GBP | 1,072,563 | HUF | 490,000,000 | 10 | 0.01 |
| Citigroup | 05/04/24 | THB | 189,800,000 | GBP | 4,199,925 | (81) | (0.09) |
| Citigroup | 19/04/24 | GBP | 1,489,594 | UYU | 71,000,000 | (4) | 0.00 |
| Citigroup | 22/04/24 | GBP | 252,281 | MXN | 5,400,000 | (4) | 0.00 |
| Citigroup | 25/04/24 | GBP | 833,492 | COP | 4,260,000,000 | (35) | (0.04) |
| Deutsche Bank | 22/04/24 | GBP | 531,344 | HUF | 246,000,000 | (2) | 0.00 |
| Deutsche Bank | 22/04/24 | GBP | 3,559,474 | USD | 4,580,000 | (66) | (0.07) |
| Deutsche Bank | 22/04/24 | GBP | 113,013 | ZAR | 2,700,000 | - | 0.00 |
| Deutsche Bank | 22/04/24 | GBP | 112,324 | ZAR | 2,700,000 | - | 0.00 |
| Goldman Sachs | 05/04/24 | GBP | 1,168,052 | MXN | 25,300,000 | (36) | (0.04) |
| Goldman Sachs | 22/04/24 | GBP | 373,750 | MXN | 8,000,000 | (6) | (0.01) |
| Goldman Sachs | 22/04/24 | PEN | 400,000 | GBP | 83,910 | 1 | 0.00 |
| HSBC | 22/04/24 | CNY | 54,740,000 | GBP | 6,074,829 | (15) | (0.02) |
| JP Morgan Chase | 11/04/24 | BRL | 3,639,000 | GBP | 579,385 | (5) | (0.01) |
| JP Morgan Chase | 22/04/24 | CZK | 6,200,000 | GBP | 209,886 | - | 0.00 |
| JP Morgan Chase | 22/04/24 | RON | 8,000,000 | GBP | 1,375,827 | - | 0.00 |
| JP Morgan Chase | 25/04/24 | GBP | 1,095,671 | COP | 5,600,000,000 | (46) | (0.05) |
| Merrill Lynch | 22/04/24 | BRL | 15,100,000 | GBP | 2,396,825 | (14) | (0.01) |
| Merrill Lynch | 22/04/24 | GBP | 108,828 | ZAR | 2,600,000 | - | 0.00 |
| Merrill Lynch | 22/04/24 | GBP | 108,164 | ZAR | 2,600,000 | - | 0.00 |
| Merrill Lynch | 22/04/24 | PLN | 27,403,000 | GBP | 5,445,400 | (7) | (0.01) |
| Merrill Lynch | 25/04/24 | GBP | 2,298,879 | ZAR | 55,100,000 | - | 0.00 |
| Royal Bank of Canada | 05/04/24 | GBP | 222,313 | EUR | 260,000 | - | 0.00 |
| Unrealised gains/(losses) on open forward currency contracts | | | | | | (411) | (0.45) |

Portfolio Statement as at 31 March 2024 cont.

Table 2: Unrealised gains/(losses) on open interest rate swap contracts:

| Counterparty | Ccy | Termination | Notional | Fund pays | Fund receives | Unrealised gains/(losses) £'000 | % of total net assets |
|---------------|-----|-------------|----------------|--|--|---------------------------------|-----------------------|
| Barclays Bank | PLN | 06/06/26 | 35,000,000 | 5.5407% | GPW Benchmark WIBOR PLN 6 Month | (27) | (0.03) |
| Barclays Bank | PLN | 03/10/33 | 7,690,000 | GPW Benchmark WIBOR PLN 6 Month | 4.98% | 2 | 0.00 |
| Barclays Bank | PLN | 03/10/33 | 33,100,000 | 4.98% | GPW Benchmark WIBOR PLN 6 Month | (10) | (0.01) |
| BNP Paribas | PLN | 06/06/26 | 132,000,000 | GPW Benchmark WIBOR PLN 6 Month | 5.5407% | 102 | 0.11 |
| Citigroup | CNY | 20/03/28 | 18,000,000 | 2.8177% | China Fixing Repo Rates 7 Day | (57) | (0.06) |
| Citigroup | CNY | 20/03/28 | 31,900,000 | 2.8177% | China Fixing Repo Rates 7 Day | (100) | (0.11) |
| Citigroup | CNY | 20/03/28 | 44,500,000 | 2.8177% | China Fixing Repo Rates 7 Day | (140) | (0.15) |
| Citigroup | CNY | 20/03/28 | 267,000,000 | China Fixing Repo Rates 7 Day | 2.8177% | 840 | 0.93 |
| Goldman Sachs | PLN | 06/06/26 | 11,540,000 | 5.5407% | GPW Benchmark WIBOR PLN 6 Month | (9) | (0.01) |
| HSBC | BRL | 04/01/27 | 94,000,000 | Brazil CETIP Interbank Deposit Rate | 9.9579981% | (62) | (0.07) |
| HSBC | CNY | 20/03/28 | 23,000,000 | 2.8177% | China Fixing Repo Rates 7 Day | (72) | (0.08) |
| HSBC | CNY | 20/03/28 | 46,000,000 | 2.8177% | China Fixing Repo Rates 7 Day | (145) | (0.16) |
| HSBC | PLN | 03/10/33 | 8,600,000 | GPW Benchmark WIBOR PLN 6 Month | 4.98% | 3 | 0.00 |
| JP Morgan | BRL | 03/01/33 | 12,601,285 | 11.631897% | Brazil CETIP Interbank Deposit Rate | (167) | (0.18) |
| JP Morgan | CLP | 20/10/26 | 16,510,000,000 | 6.35% | ABIF Chile Interbank Rate Avg | (394) | (0.43) |
| JP Morgan | COP | 13/06/28 | 44,860,000,000 | COP Overnight Interbank Reference Rate | 8.335% | 256 | 0.28 |
| JP Morgan | COP | 13/06/33 | 32,270,000,000 | 8.195% | COP Overnight Interbank Reference Rate | (225) | (0.25) |

Portfolio Statement as at 31 March 2024 cont.

| Counterparty | Ccy | Termination | Notional | Fund pays | Fund receives | Unrealised gains/(losses) £'000 | % of total net assets |
|--|-----|-------------|------------|-----------|---------------------------------------|---------------------------------|-----------------------|
| Merrill Lynch | PLN | 06/06/26 | 11,900,000 | 5.5407% | GPW Benchmark WIBOR PLN 6 Month | (9) | (0.01) |
| Nomura International | CNY | 20/03/28 | 28,000,000 | 2.8177% | China Fixing Repo Rates 7 Day | (88) | (0.10) |
| Unrealised gains/(losses) on open interest rate swap contracts | | | | | | (302) | (0.33) |

Fund Information

| Fund and Share Information | 31.03.24 | 30.09.23 | 30.09.22 | 30.09.21 |
|---|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Total net asset value of scheme property (£'000) | 90,795 | 365,906 | 412,885 | 287,510 |
| Synthetic Risk and Reward Indicator¹ | 4 | 4 | 5 | 5 |
| Net asset value per share (pence) | | | | |
| A Income | 66.98 | 68.27 | 70.73 | 77.47 |
| B Accumulation | 136.67 | 133.78 | 127.58 | 130.22 |
| B Income | 69.28 | 70.51 | 72.52 | 78.86 |
| C Accumulation | 203.52 | 199.05 | 189.06 | 192.20 |
| Number of shares in issue | | | | |
| A Income | 229,743 | 201,496 | 313,074 | 259,051 |
| B Accumulation | 1,760,216 | 2,391,042 | 2,272,656 | 2,296,796 |
| B Income | 7,417,544 | 15,879,193 | 12,279,560 | 12,093,771 |
| C Accumulation | 40,829,565 | 176,529,153 | 212,028,135 | 142,964,412 |
| Annual Income Record | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
| Income per share (financial period) | | | | |
| A Income | 2.66 | 5.33 | 4.65 | 4.68 |
| B Accumulation | 5.26 | 9.85 | 7.96 | 7.49 |
| B Income | 2.76 | 5.48 | 4.74 | 4.73 |
| C Accumulation | 7.84 | 14.62 | 11.78 | 11.04 |
| Yearly Highest and Lowest Prices | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
| Highest (financial period) | | | | |
| A Income | 71.14 | 73.35 | 78.89 | 90.08 |
| B Accumulation | 139.6 | 136.9 | 135.1 | 142.1 |
| B Income | 73.59 | 75.39 | 80.43 | 91.17 |
| C Accumulation | 208.0 | 203.6 | 200.3 | 209.0 |
| Lowest (financial period) | | | | |
| A Income | 66.60 | 67.77 | 69.55 | 78.50 |
| B Accumulation | 130.6 | 122.4 | 120.9 | 126.1 |
| B Income | 68.78 | 69.53 | 70.81 | 79.34 |
| C Accumulation | 194.3 | 181.4 | 179.0 | 185.7 |

Fund Information cont.

| Ongoing Charges Figures | 31.03.24 (%) | 30.09.23 (%) | 30.09.22 (%) | 30.09.21 (%) |
|--|-------------------|-------------------|-----------------|-------------------|
| Ongoing Charges Figures² | | | | |
| A Income | 0.38 ³ | 1.19 | 1.20 | 1.22 |
| B Accumulation | 0.20 ³ | 0.52 ⁴ | 0.49 | 0.52 ⁵ |
| B Income | 0.20 ³ | 0.53 ⁴ | 0.49 | 0.51 ⁵ |
| C Accumulation | 0.10 | 0.10 | 0.11 | 0.13 |

You should be aware that past performance is not a guide to future performance.

¹The Synthetic Risk and Reward Indicator demonstrates where the Fund ranks in terms of its potential risk and reward on a scale from 1 (lowest) to 7 (highest). The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. Further information is included in the Risk and Reward Profile section of the Fund's interim report.

²The Ongoing Charges Figure is based on the expenses for the financial period and may vary from year to year. It excludes the cost of buying and selling assets for the Fund although custodian transaction costs are included. For further details on the costs associated with investing in the Fund please see the Enhanced Disclosure of Fund Costs and Charges document and Baillie Gifford's Funds Costs and Charges Summary, both of which are available on the website www.bailliegifford.com.

³On 22 January 2024, the ACD informed shareholders of its decision to close the Fund on 22 April 2024. The annual management charge was waived from 1 January 2024 until the closure date. Ongoing Charges Figures reflect the time period the annual management charge was in effect. An ongoing indicative rate has not been disclosed since the Fund is closing.

⁴As at 30 September 2023 the ACD considered 0.50% to be a more indicative rate for the ongoing charges figure for Class B Shares.

⁵As at 30 September 2021 the ACD considered 0.53% to be a more indicative rate for the ongoing charges figure for Class B Shares.

Interim Financial Statements (Unaudited)

Statement of Total Return for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|---|---------------|----------------|---------------|--------------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | (3,680) | | (2,290) |
| Revenue | 9,417 | | 17,372 | |
| Expenses | (134) | | (252) | |
| Net revenue before taxation | 9,283 | | 17,120 | |
| Taxation | (49) | | (212) | |
| Net revenue after taxation | | 9,234 | | 16,908 |
| Total return before distributions | | 5,554 | | 14,618 |
| Distributions | | (9,312) | | (12,026) |
| Change in net assets attributable to shareholders from investment activities | | (3,758) | | 2,592 |

Statement of Change in Net Assets Attributable to Shareholders for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|--|---------------|----------------|---------------|----------------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 365,906 | | 412,885 |
| Amounts receivable on issue of shares | 1,519 | | 151,478 | |
| Amounts payable on cancellation of shares | (279,518) | | (96,578) | |
| | | (277,999) | | 54,900 |
| Dilution adjustment | | 916 | | 1,308 |
| Change in net assets attributable to shareholders from investment activities | | (3,758) | | 2,592 |
| Retained distributions on accumulation shares | | 5,730 | | 12,494 |
| Closing net assets attributable to shareholders | | 90,795 | | 484,179 |

Interim Financial Statements (Unaudited) cont.

Balance Sheet as at 31 March 2024

| | 31 March 2024 | 30 September 2023 |
|--|-----------------|-------------------|
| | £'000 | £'000 |
| Assets: | | |
| Current assets: | | |
| Investments | 88,441 | 333,439 |
| Debtors | 7,468 | 13,498 |
| Cash and bank balances | 5,001 | 26,160 |
| Total assets | 100,910 | 373,097 |
| Liabilities: | | |
| Investment liabilities | (1,961) | (2,947) |
| Creditors: | | |
| Bank overdrafts | (2,907) | (1,855) |
| Distributions payable | (132) | (399) |
| Other creditors | (5,115) | (1,990) |
| Total liabilities | (10,115) | (7,191) |
| Net assets attributable to shareholders | 90,795 | 365,906 |

Basis for preparation

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those in the annual financial statements for the year ended 30 September 2023 and are described in those annual financial statements, with the exception of the Basis of Accounting Policy. Baillie Gifford Emerging Markets Bond Fund is no longer considered to be a going concern as the ACD intends to terminate the sub-fund.

There is no impact on the financial statements of the sub-fund, on the basis that the assets and liabilities on the balance sheet are valued at fair value, which materially equate to their residual values.

Baillie Gifford™

Baillie Gifford High Yield Bond Fund

a sub-fund of Baillie Gifford Bond Funds ICVC

*Interim Report and Financial Statements (Unaudited)
for the six months ended 31 March 2024*



Baillie Gifford High Yield Bond Fund

Investment Objective

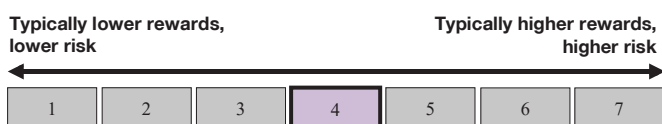
The Fund aims to produce a combination of income and capital growth.

Investment Policy

The Fund will invest at least 80% in sub-investment grade bonds. The Fund may also invest in other bonds. The bonds in which the Fund invests will be denominated in sterling or denominated in other currencies and hedged back to sterling. Currency forwards and derivatives, which are types of financial contracts, are used for both investment purposes and in the management of risk. The Fund will be actively managed.

Risk and Reward Profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.



Market conditions can change rapidly and a fund in any rank can lose you your investment. The Fund is classified as above as it invests in corporate bonds.

The indicator does not take into account the following relevant material risks:

Bonds are affected by interest rates and inflation trends which may affect the value of the Fund. They could lose value if the issuer's financial health deteriorates.

Derivatives can magnify losses if returns go down.

In adverse market conditions it may be difficult to sell investments held by the Fund in a timely manner and their value may fall significantly. This could affect how much money you receive and even delay the selling of your shares if dealing in the Fund is suspended.

Custody of assets involves a risk of loss if a custodian becomes insolvent or breaches duties of care.

You could lose your investment due to global factors like natural disasters, pandemics, or through developments such as military conflict, or changes in government policies.

The manager can charge some, or all, expenses to the Fund's capital, reducing its value. This amount can vary from year to year.

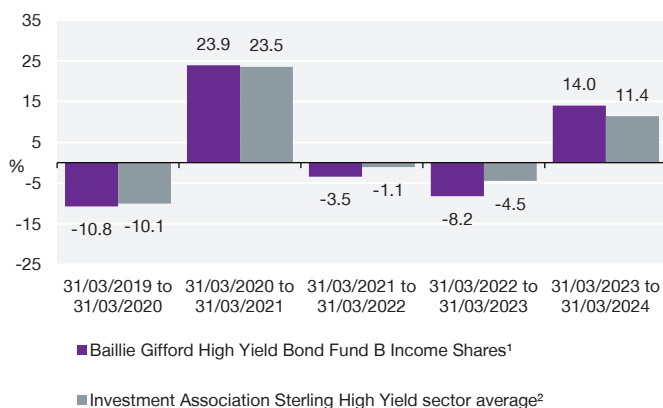
For a more detailed explanation of the risks, please see the "Risk Warnings" section of the prospectus.

Fees Allocated to Capital

For distribution purposes the ACD has allocated all expenses to capital. This will reduce the capital value of the Fund.

Investment Report

Past Performance



The performance figures shown in this graph are for Class B Income Shares. Performance figures reflect the ACD's annual management charge of 0.35%. Performance figures for the other share classes in issue can be obtained by contacting Client Relations. You should be aware that past performance is not a guide to future performance.

Past Performance

The investment objective of the Fund is to produce a combination of income and capital growth. For the six months to 31 March 2024 income totalling 2.70 pence per share was declared for B Income Shares and the total return was 9.5%¹ compared to the comparator benchmark (Investment Association Sterling High Yield sector average) of 7.7%². The capital return in the period was 5.94%³. We believe that short-term performance measurements are of limited relevance in assessing investment ability and would suggest that three years is a more sensible timeframe over which to judge performance. Over that period, income totalling 18.97 pence per share was declared for B Income Shares and the annualised total return was 0.3%¹ compared to the comparator benchmark of 1.5%². The annualised capital return was -4.90%³. Although periods of underperformance are inevitable given our style of investment, we fully appreciate that returns over the past few years will have disappointed investors in the Fund. The Fund struggled during 2021 and 2022 against a backdrop of high inflation and rising interest rates but we remain confident that our long-term growth approach will add value over time.

Market Environment

The widespread positive sentiment in financial markets in late 2023 has continued in the early stages of 2024, which has seen further appreciation in both equity and corporate credit markets. Risk assets have responded positively to lower inflation and various global central banks have indicated that they believe interest rates have peaked. However, across developed markets there are signs inflation is not as well-controlled as hoped. At the beginning of 2024, markets had priced in significant interest rate cuts in 2024. Over the first quarter of the year, expectations for the number of cuts has fallen, leading to weakness in government bond markets.

The story of US exceptionalism has continued. A powerful combination of being the home to dominant global technology companies, supportive industrial policy and expansionary fiscal policy has supported consumer confidence and domestic growth. The picture is more mixed in other regions. For example, growth across Europe has been stagnant and markets expect the European Central Bank to cut interest rates before the US Federal Reserve. However, 'The Fed' has clearly signalled it does not see the need for more restrictive

¹Source: FE, 10am dealing prices, income reinvested, after charges. ²Source: Revolution and The Investment Association, total return. Please see Disclaimer on page 78. ³Source: Baillie Gifford & Co Limited, 10am dealing prices, excluding income. You should be aware that past performance is not a guide to future performance.

Investment Report cont.

monetary policy, so nominal interest rates are expected to follow the path of inflation, maintaining real rates of interest. This is a benign scenario and should be supportive for corporate bonds. The risk of stickier inflation remains – the ‘last mile is the hardest’ scenario – and investors must keep a close eye on oil prices amid continued geopolitical uncertainty, along with labour markets.

Performance

The Fund outperformed the comparator benchmark over the period as bond selection added value for the Fund. Notably, our patience with subordinated bonds issued by Eastern European Property company CPI Property was rewarded as they rallied hard on an improving market backdrop for the sector.

Over the last three years, Fund returns have been behind the comparator benchmark. We underestimated the speed and scale of interest rate rises as inflation soared following the pandemic, and this detracted from performance due to the strategy’s exposure to sensitive sectors such as real estate. However, over the last 12 months bond selection has made a strong contribution to returns, helping to offset this. For example, within the services sector, multinational heavy-lifting rental company Sarens beat growth estimates in most of their markets and remained committed to debt reduction leading to strong performance from their bonds. Within financial services, the Fund’s holding in payment processing solutions provider PaymentSense added significant value as the company continued to grow strongly and successfully refinanced this bond in November 2023.

Notable Transactions

High yield credit spreads tightened over the period (there is an inverse relationship between falling credit spreads and corporate bond prices) as the market continued to respond positively to signals that a soft-landing scenario was playing out. In this context, we have been

constructive on credit risk over the last six months and worked hard to rotate out of richly valued positions into resilient bonds that offered more attractive yields.

New addition Neopharmed is a good example of the type of bonds we want to own at this time. A new name to the European high yield market, this high coupon 2030 bond enhanced portfolio yield without adding extra duration (a measure of interest rate risk) or significant credit risk. The sale of off-patent branded drugs is a business model we are comfortable with, being asset-light and having no R&D costs. Neopharmed’s product portfolio in Italy demonstrates very stable to slightly growing characteristics, which translates cleanly into high profit margins. While leverage is high and the company is likely to remain acquisitive, Neopharmed’s underlying cash flow generation is robust, supporting the capital structure and making the current valuation attractive relative to the market.

Baillie Gifford & Co, 31 May 2024

Principal Bond Holdings as at 31 March 2024

| Investment | Percentage of total Fund |
|--------------------------------|--------------------------|
| LeasePlan 7.375% 2024 Perp AT1 | 2.21 |
| Iliad 6.5% 2026 (144A) | 1.79 |
| IQVIA 2.25% 2029 | 1.55 |
| Taseko Mines 7% 2026 (144A) | 1.51 |
| EDF 6% 2026 Perp | 1.50 |
| Biogroup 5% 2029 | 1.49 |
| Barclays 7.125% 2025 Perp AT1 | 1.47 |
| Teva Pharma Ind 7.375% 2029 | 1.39 |
| Telecom Italia 7.875% 2028 | 1.38 |
| Aggreko 6.125% 2026 (144A) | 1.34 |

Material Portfolio Changes for the six months ended 31 March 2024

| Largest Purchases | Cost £'000 | Largest Sales | Proceeds £'000 |
|--------------------------------|---------------|------------------------------------|-------------------|
| Tegna Inc 4.625% 2028 | 4,929 | James Hardie 3.625% 2026 | 7,922 |
| Pinewood Finco 6% 2030 | 4,800 | Match.com 5% 2027 144A | 6,745 |
| Caixabank 7.5% 2030 Perp AT1 | 4,592 | Victoria 3.625% 2026 | 6,665 |
| Kier Group 9% 2029 | 4,450 | Dometic Group 3% 2026 | 6,334 |
| DaVita 4.625% 2030 (144A) | 4,259 | FMG Resources 6.125% 2032 (144A) | 6,190 |
| CBR Fashion 5.5% 2026 | 3,658 | Catalent 2.375% 2028 | 5,630 |
| Santander 9.625% 2029 Perp AT1 | 3,577 | Darling Ingredients 6% 2030 (144A) | 5,600 |
| Multi-Colour 9.5% 2028 (144A) | 3,521 | Perrigo 4.65% 2030 | 5,309 |
| New Immo Holding Sa 2.75% 2026 | 3,354 | PaymentSense 8%2025 | 5,295 |
| Altice France Hdg 5.875% 2027 | 3,214 | Cellnex Telecom 2% 2033 | 5,095 |

The largest purchases and sales have been shown, with the exception of UK Treasury Bills, which are used for cash management purposes, and derivatives.

Portfolio Statement as at 31 March 2024

| Stock description | Holding | Market value £'000 | % of total net assets |
|--|-----------|--------------------|-----------------------|
| Automotive - 2.74% (2.07%) | | | |
| Collision Caliber 3 7.625% 2032 (144A) | 2,700,000 | 2,211 | 0.50 |
| Crash Champions 8.75% 2029 (144A) | 2,600,000 | 2,156 | 0.49 |
| IHO Verwaltungs PIK 8.75% 2028 | 3,400,000 | 3,147 | 0.71 |
| Volkswagen 7.5% 2028 Perp | 1,500,000 | 1,392 | 0.32 |
| Volkswagen 7.875% 2032 Pe | 3,300,000 | 3,178 | 0.72 |
| Banking - 6.52% (4.11%) | | | |
| Barclays 7.125% 2025 Perp AT1 | 6,593,000 | 6,481 | 1.47 |
| Caixabank 5.875% 2027 Perp AT1 | 2,000,000 | 1,680 | 0.38 |
| Caixabank 7.5% 2030 Perp AT1 | 5,200,000 | 4,606 | 1.04 |
| Erste Group Bank AG 5.125% 2025 Perp AT1 | 6,200,000 | 5,153 | 1.17 |
| Nationwide BS 10.25% Perp CCDS | 9,100 | 1,226 | 0.28 |
| Rabobank 4.375% Perp | 4,600,000 | 3,756 | 0.85 |
| Santander 6.75% 2024 Perp AT1 | 2,350,000 | 2,342 | 0.53 |
| Santander 9.625% 2029 Perp AT1 | 4,200,000 | 3,548 | 0.80 |
| Basic Industry - 12.00% (11.06%) | | | |
| Compass Minerals International 6.75% 2027 (144A) | 3,400,000 | 2,603 | 0.59 |
| Cullinan Hdgs 4.625% 2026 | 1,900,000 | 1,449 | 0.33 |
| Ht Troplast Ag 9.375% 2028 | 4,630,000 | 4,141 | 0.94 |
| Italmatch Chemicals 10% 2028 | 5,720,000 | 5,163 | 1.17 |
| Kier Group 9% 2029 | 4,450,000 | 4,537 | 1.03 |
| Mercer Intl 12.875% 2028 (144A) | 2,000,000 | 1,729 | 0.39 |
| Miller Homes Gp (Finco) 7% 2029 | 3,400,000 | 3,157 | 0.71 |
| Mineral Resources 9.25% 2028 (144A) | 3,500,000 | 2,915 | 0.66 |
| OCI 4.625% 2025 (144A) | 2,800,000 | 2,165 | 0.49 |
| OCI 6.7% 2033 (144A) | 3,842,000 | 3,027 | 0.69 |
| Rain Carbon 12.25% 2029 (144A) | 2,800,000 | 2,302 | 0.52 |
| Solenis 9.625% 2028 | 1,872,000 | 1,714 | 0.39 |
| Solenis 9.75% 2028 (144A) | 4,400,000 | 3,710 | 0.84 |
| SPCM 2.625% 2029 | 6,327,000 | 5,017 | 1.14 |
| Taseko Mines 7% 2026 (144A) | 8,400,000 | 6,676 | 1.51 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| Victoria 3.625% 2026 | 3,947,000 | 2,672 | 0.60 |
| Capital Goods - 8.24% (9.54%) | | | |
| Ardagh Metal Packaging 4% 2029 (144A) | 5,000,000 | 3,193 | 0.72 |
| Ardagh Packaging 2.125% 2026 | 6,000,000 | 4,412 | 1.00 |
| Canpack 2.375% 2027 | 6,237,000 | 4,929 | 1.12 |
| Canpack 3.125% 2025 (144A) | 1,800,000 | 1,370 | 0.31 |
| Chart Industries 7.5% 2030 (144A) | 7,170,000 | 5,896 | 1.34 |
| IMA 3.75% 2028 | 3,178,000 | 2,566 | 0.58 |
| JB Poindexter 7.125% 2026 (144A) | 3,000,000 | 2,381 | 0.54 |
| ProGroup 5.125% 2029 | 2,700,000 | 2,309 | 0.52 |
| Progroup Ag 3% 2026 | 2,994,000 | 2,556 | 0.58 |
| Sealed Air 6.875% 2033 (144A) | 3,500,000 | 2,889 | 0.66 |
| Weir Group 6.875% 2028 | 3,675,000 | 3,850 | 0.87 |
| Consumer Goods - 0.46% (3.20%) | | | |
| SIGMA Holdco 7.875% 2026 (144A) | 2,700,000 | 2,052 | 0.46 |
| Energy - 3.98% (3.20%) | | | |
| Calumet Specialty Products 8.125% 2027 (144A) | 5,170,000 | 3,990 | 0.90 |
| Cullinan Hdgs FRN 2026 | 788,000 | 640 | 0.15 |
| Neptune 6.625% 2025 | 6,185,000 | 4,896 | 1.11 |
| Talos Energy 9% 2029 (144A) | 3,950,000 | 3,321 | 0.75 |
| Venture Global Delta LNG 8.125% 2028 (144A) | 4,700,000 | 3,801 | 0.86 |
| Venture Global Delta LNG 8.375% 2031 (144A) | 1,140,000 | 931 | 0.21 |
| Financial Services - 5.04% (8.74%) | | | |
| Burford Capital 6.125% 2025 | 2,340,000 | 1,832 | 0.42 |
| Burford Capital 6.25% 2028 (144a) | 2,990,000 | 2,305 | 0.52 |
| Burford Capital 9.25% 2031 (144A) | 5,000,000 | 4,191 | 0.95 |
| Investec 10.5% 2029 PERP AT1 | 2,000,000 | 2,100 | 0.48 |
| LeasePlan 7.375% 2024 Perp AT1 | 11,424,000 | 9,770 | 2.21 |
| Softbank 5% 2028 | 2,400,000 | 2,046 | 0.46 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|-----------|--------------------|-----------------------|
| Health Care - 9.14% (9.54%) | | | |
| Biogroup 5% 2029 | 9,050,000 | 6,580 | 1.49 |
| Cheplapharm 5.5% 2028 (144A) | 6,700,000 | 5,081 | 1.15 |
| DaVita 4.625% 2030 (144A) | 6,600,000 | 4,678 | 1.06 |
| Grifols 3.875% 2028 | 6,180,000 | 4,166 | 0.95 |
| Gruenthal Gmbh 3.625% 2026 | 2,500,000 | 2,089 | 0.47 |
| IQVIA 2.25% 2029 | 8,900,000 | 6,848 | 1.55 |
| Neopharmed 7.125% 2030 | 2,700,000 | 2,309 | 0.52 |
| Organon & Co. 5.125% 2031 (144A) | 3,500,000 | 2,455 | 0.56 |
| Teva Pharma Ind 7.375% 2029 | 6,500,000 | 6,140 | 1.39 |
| Insurance - 0.45% (0.00%) | | | |
| Pension Insurance Corp 8% 2033 T2 | 1,800,000 | 1,966 | 0.45 |
| Leisure - 3.89% (3.35%) | | | |
| Cirsa 6.5% 2029 | 3,650,000 | 3,193 | 0.72 |
| Cirsa Finance 10.375% 2027 | 3,700,000 | 3,068 | 0.69 |
| David Lloyd 5.5% 2027 | 3,300,000 | 3,122 | 0.71 |
| Merlin Entertainments 7.375% 2030 | 3,600,000 | 3,208 | 0.73 |
| One Toronto Gaming 8% 2030 (144A) | 2,920,000 | 2,381 | 0.54 |
| Six Flags Entertainment 7.25% 2031 (144A) | 2,731,000 | 2,193 | 0.50 |
| Media - 11.28% (7.36%) | | | |
| Altice USA 5.375% 2028 (144A) | 3,120,000 | 2,129 | 0.48 |
| ANGI Homeservices 3.875% 2028 (144A) | 6,960,000 | 4,786 | 1.08 |
| Banjay Gp 7% 2029 | 3,900,000 | 3,497 | 0.79 |
| CCO Holdings 6.375% 2029 (144A) | 3,986,000 | 2,993 | 0.68 |
| Cimpres 7% 2026 (144A) | 5,600,000 | 4,437 | 1.00 |
| DirecTV 5.875% 2027 (144A) | 2,700,000 | 2,023 | 0.46 |
| DirecTV 8.875% 2030 (144A) | 2,600,000 | 2,054 | 0.47 |
| Match.com 5.625% 2029 144A | 4,964,000 | 3,814 | 0.86 |
| Multi-Colour 9.5% 2028 (144A) | 4,400,000 | 3,523 | 0.80 |
| Pinewood Finco 6% 2030 | 4,800,000 | 4,800 | 1.09 |
| Sirius Media 5% 2027 (144A) | 5,500,000 | 4,189 | 0.95 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---------------------------------------|-----------|--------------------|-----------------------|
| Sirius XM Radio 4.125% 2030 (144A) | 3,200,000 | 2,214 | 0.50 |
| Tegna Inc 4.625% 2028 | 6,925,000 | 5,014 | 1.14 |
| Townsquare Media 6.875% 2026 (144A) | 4,000,000 | 3,087 | 0.70 |
| United Gp PIK 10% 2029 | 1,410,000 | 1,221 | 0.28 |
| Real Estate - 1.47% (1.39%) | | | |
| CPI Property 4.875% 2025 Perp | 6,275,000 | 3,168 | 0.72 |
| New Immo Holding Sa 2.75% 2026 | 4,200,000 | 3,334 | 0.75 |
| Retail - 4.39% (3.74%) | | | |
| ASDA 3.25% 2026 | 2,610,000 | 2,461 | 0.56 |
| B&M European Value Retail 8.125% 2030 | 2,200,000 | 2,363 | 0.54 |
| CBR Fashion 5.5% 2026 | 4,400,000 | 3,809 | 0.86 |
| CBR Fashion 6.375% 2030 | 2,800,000 | 2,403 | 0.54 |
| Co-operative Group 7.5% 2026 | 700,000 | 695 | 0.16 |
| FNAC Darty 6% 2029 | 375,000 | 332 | 0.08 |
| Iceland Foods 10.875% 2027 | 2,300,000 | 2,420 | 0.55 |
| Nordstrom 4.375% 2030 | 2,541,000 | 1,822 | 0.41 |
| Sally Beauty Holdings 6.75% 2032 | 3,900,000 | 3,065 | 0.69 |
| Services - 8.51% (8.55%) | | | |
| Aggreko 6.125% 2026 (144A) | 7,550,000 | 5,925 | 1.34 |
| Albion Financing 1sarl / 5.25% 2026 | 1,615,000 | 1,389 | 0.31 |
| Conduent 6% 2029 (144A) | 3,310,000 | 2,371 | 0.54 |
| EquipmentShare 9% 2028 (144A) | 2,800,000 | 2,283 | 0.52 |
| Loxam 4.5% 2027 | 2,900,000 | 2,464 | 0.56 |
| Ocado 3.875% 2026 | 2,600,000 | 2,327 | 0.53 |
| Paprec 6.5% 2027 | 2,560,000 | 2,298 | 0.52 |
| Paprec 7.25% 2029 | 2,610,000 | 2,377 | 0.54 |
| PeopleCert 5.75% 2026 | 5,955,000 | 5,078 | 1.15 |
| Sarens 5.75% 2027 | 4,271,000 | 3,510 | 0.80 |
| The House of HR 9% 2029 | 5,700,000 | 5,123 | 1.16 |
| Veritext 8.5% 2030 (144A) | 2,894,000 | 2,403 | 0.54 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| Sovereign - 1.03% (0.00%) | | | |
| UK T Bill 20/05/2024 | 4,600,000 | 4,568 | 1.03 |
| Technology & Electronics - 4.89% (7.25%) | | | |
| AMS 10.5% 2029 | 3,000,000 | 2,537 | 0.57 |
| Belden 3.375% 2031 | 7,500,000 | 5,902 | 1.34 |
| Infopro Digital 8% 2028 | 4,300,000 | 3,891 | 0.88 |
| Open Text 3.875% 2028 (144A) | 5,300,000 | 3,887 | 0.88 |
| Verra Mobility 5.5% 2029 (144A) | 7,091,000 | 5,381 | 1.22 |
| Telecommunications - 13.66% (11.34%) | | | |
| Altice France Hdg 5.875% 2027 | 4,200,000 | 2,774 | 0.63 |
| Altice France Hdg 8.125% 2027 (144A) | 2,800,000 | 1,710 | 0.39 |
| Altice International 5.75% 2029 (144A) | 3,909,000 | 2,479 | 0.56 |
| Cable One 4% 2030 (144A) | 4,900,000 | 3,027 | 0.69 |
| Cogent Communications Holdings 7% 2027 (144A) | 3,100,000 | 2,442 | 0.55 |
| Digi Communications 3.25% 2028 | 6,000,000 | 4,771 | 1.08 |
| Eutelsat 9.75% 2029 | 900,000 | 782 | 0.18 |
| Frontier Communications 5.875% 2027 (144A) | 3,400,000 | 2,605 | 0.59 |
| Iliad 6.5% 2026 (144A) | 10,070,000 | 7,899 | 1.79 |
| Liberty Puerto Rico 6.75% 2027 (144A) | 2,700,000 | 2,006 | 0.45 |
| Telecom Italia 7.875% 2028 | 6,500,000 | 6,092 | 1.38 |
| Telefonica 5.375% 2026 | 2,400,000 | 2,076 | 0.47 |
| Telefonica 7.125% 2028 PERP | 4,900,000 | 4,559 | 1.03 |
| United Gp 6.75% 2031 | 3,713,000 | 3,249 | 0.74 |
| Virgin Media 4.125% 2030 (144A) | 6,080,000 | 5,123 | 1.16 |
| Virgin Media RFN 4.875% 2028 | 4,444,000 | 3,978 | 0.90 |
| Ziggo 2.875% 2030 | 6,246,000 | 4,710 | 1.07 |
| Utilities - 1.50% (1.21%) | | | |
| EDF 6% 2026 Perp | 6,800,000 | 6,616 | 1.50 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|--|---------|--------------------|-----------------------|
| Derivatives - -0.27% (-0.81%) | | | |
| Forward currency contracts (see Table 1) | | (1,198) | (0.27) |
| Portfolio of investments | | 436,623 | 98.92 |
| Net other assets - 1.08% (5.16%) | | 4,776 | 1.08 |
| Net assets | | 441,399 | 100.00 |

Please note: figures are based on market values rather than economic exposure.

Unless otherwise stated the above holdings are in fixed interest securities.

Figures in brackets in the investment category headings refer to 30 September 2023.

Table 1: Unrealised gains/(losses) on open forward currency contracts

| Counterparty | Settlement | Buy | Buy Amount | Sell | Sell Amount | Unrealised gains/(losses) £'000 | % of total net assets |
|---|------------|-----|-------------|------|-------------|---------------------------------|-----------------------|
| Deutsche Bank | 18/04/24 | GBP | 2,852,919 | EUR | 3,330,000 | 4 | 0.00 |
| HSBC | 18/04/24 | GBP | 181,377,411 | EUR | 211,708,400 | 266 | 0.06 |
| JP Morgan Chase | 18/04/24 | GBP | 6,511,165 | EUR | 7,600,000 | 10 | 0.00 |
| NatWest | 18/04/24 | GBP | 171,232,180 | USD | 218,051,000 | (1,362) | (0.31) |
| Royal Bank of Canada | 18/04/24 | GBP | 8,135,553 | USD | 10,360,000 | (65) | (0.01) |
| State Street Bank | 18/04/24 | GBP | 6,376,515 | USD | 8,120,000 | (51) | (0.01) |
| Unrealised gains/(losses) on open forward currency contracts | | | | | | (1,198) | (0.27) |

Fund Information

| Fund and Share Information | 31.03.24 | 30.09.23 | 30.09.22 | 30.09.21 |
|---|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Total net asset value of scheme property (£'000) | 441,399 | 455,732 | 603,864 | 830,302 |
| Synthetic Risk and Reward Indicator¹ | 4 | 4 | 4 | 4 |
| Net asset value per share (pence) | | | | |
| A Income | 108.78 | 102.05 | 99.17 | 128.02 |
| B Accumulation | 270.02 | 246.71 | 224.30 | 272.80 |
| B Income | 115.61 | 108.12 | 104.38 | 133.80 |
| C Accumulation | 416.45 | 379.85 | 344.13 | 417.09 |
| C Income | 122.92 | 114.76 | 110.41 | 140.96 |
| Number of shares in issue | | | | |
| A Income | 10,190,742 | 11,410,489 | 13,875,449 | 12,244,104 |
| B Accumulation | 78,665,878 | 98,621,206 | 148,149,870 | 168,340,078 |
| B Income | 135,990,443 | 150,877,956 | 207,925,635 | 213,635,268 |
| C Accumulation | 14,570,283 | 9,911,034 | 11,848,950 | 16,674,808 |
| C Income | 500 | 500 | 500 | 500 |
| Annual Income Record | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
| Income per share (financial period) | | | | |
| A Income | 2.53 | 6.26 | 5.68 | 5.40 |
| B Accumulation | 6.18 | 14.45 | 12.27 | 11.10 |
| B Income | 2.70 | 6.60 | 5.95 | 5.62 |
| C Accumulation | 9.50 | 22.21 | 18.80 | 16.94 |
| C Income | 2.86 | 7.01 | 6.27 | 5.89 |

Fund Information cont.

| Yearly Highest and Lowest Prices | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
|--|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Highest (financial period) | | | | |
| A Income | 110.3 | 108.7 | 128.5 | 132.1 |
| B Accumulation | 270.7 | 250.3 | 273.9 | 275.1 |
| B Income | 117.2 | 114.7 | 134.3 | 137.7 |
| C Accumulation | 417.4 | 385.4 | 418.8 | 420.5 |
| C Income | 124.7 | 121.5 | 141.5 | 144.7 |
| Lowest (financial period) | | | | |
| A Income | 100.4 | 98.91 | 102.6 | 125.5 |
| B Accumulation | 242.9 | 223.8 | 224.6 | 254.9 |
| B Income | 106.5 | 104.2 | 107.6 | 130.3 |
| C Accumulation | 374.1 | 343.4 | 344.7 | 388.3 |
| C Income | 113.0 | 110.2 | 113.6 | 136.6 |
| Ongoing Charges Figures | 31.03.24 (%) | 30.09.23 (%) | 30.09.22 (%) | 30.09.21 (%) |
| Ongoing Charges Figures² | | | | |
| A Income | 1.01 ³ | 1.02 | 1.02 | 1.02 |
| B Accumulation | 0.37 | 0.37 | 0.37 | 0.37 |
| B Income | 0.37 | 0.37 | 0.37 | 0.37 |
| C Accumulation | 0.02 | 0.02 | 0.02 | 0.02 |
| C Income | 0.01 ⁴ | 0.01 | 0.01 | 0.02 |

You should be aware that past performance is not a guide to future performance.

¹The Synthetic Risk and Reward Indicator demonstrates where the Fund ranks in terms of its potential risk and reward on a scale from 1 (lowest) to 7 (highest). The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. Further information is included in the Risk and Reward Profile section of the Fund's interim report.

²The Ongoing Charges Figure is based on the expenses for the financial period and may vary from year to year. It excludes the cost of buying and selling assets for the Fund although custodian transaction costs are included. For further details on the costs associated with investing in the Fund please see the Enhanced Disclosure of Fund Costs and Charges document and Baillie Gifford's Funds Costs and Charges Summary, both of which are available on the website www.bailliegifford.com.

³As at 31 March 2024 the ACD considered 1.02% to be a more indicative rate for the ongoing charges figure for Class A Shares.

⁴As at 31 March 2024 the ACD considered 0.02% to be a more indicative rate for the ongoing charges figure for Class C Shares.

Interim Financial Statements (Unaudited)

Statement of Total Return for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|---|---------------|---------------|---------------|---------------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 24,829 | | 20,779 |
| Revenue | 14,361 | | 16,322 | |
| Expenses | (750) | | (1,031) | |
| Net revenue before taxation | 13,611 | | 15,291 | |
| Taxation | - | | (14) | |
| Net revenue after taxation | | 13,611 | | 15,277 |
| Total return before distributions | | 38,440 | | 36,056 |
| Distributions | | (10,316) | | (13,488) |
| Change in net assets attributable to shareholders from investment activities | | 28,124 | | 22,568 |

Statement of Change in Net Assets Attributable to Shareholders for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|--|---------------|----------------|---------------|----------------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 455,732 | | 603,864 |
| Amounts receivable on issue of shares | 49,203 | | 12,951 | |
| Amounts payable on cancellation of shares | (98,255) | | (145,535) | |
| | | (49,052) | | (132,584) |
| Dilution adjustment | | 550 | | 772 |
| Change in net assets attributable to shareholders from investment activities | | 28,124 | | 22,568 |
| Retained distributions on accumulation shares | | 6,045 | | 7,487 |
| Closing net assets attributable to shareholders | | 441,399 | | 502,107 |

Interim Financial Statements (Unaudited) cont.

Balance Sheet as at 31 March 2024

| | 31 March 2024 | 2023 |
|--|-----------------|-----------------|
| | £'000 | £'000 |
| Assets: | | |
| Fixed assets: | | |
| Investments | 438,101 | 435,879 |
| Current assets: | | |
| Debtors | 14,145 | 32,781 |
| Cash and bank balances | 4,934 | 13,917 |
| Total assets | 457,180 | 482,577 |
| Liabilities: | | |
| Investment liabilities | (1,478) | (3,685) |
| Creditors: | | |
| Distributions payable | (1,965) | (4,607) |
| Other creditors | (12,338) | (18,553) |
| Total liabilities | (15,781) | (26,845) |
| Net assets attributable to shareholders | 441,399 | 455,732 |

Basis for preparation

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those in the annual financial statements for the year ended 30 September 2023 and are described in those annual financial statements.

Baillie Gifford™

Baillie Gifford Investment Grade Bond Fund

a sub-fund of Baillie Gifford Bond Funds ICVC

*Interim Report and Financial Statements (Unaudited)
for the six months ended 31 March 2024*



Baillie Gifford Investment Grade Bond Fund

Investment Objective

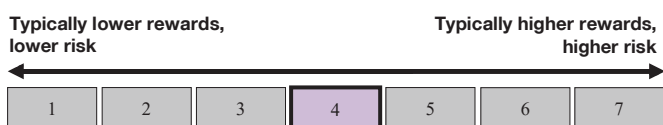
The Fund aims to outperform (after deduction of costs) the ICE BofA Sterling Non-Gilt Index by 0.75% per annum over rolling three-year periods.

Investment Policy

The Fund will invest at least 80% in investment grade bonds issued by corporate issuers, public bodies and supranationals. The Fund may also invest in other bonds including sub-investment grade bonds and government bonds. The bonds in which the Fund invests will be denominated in sterling or denominated in other currencies and hedged back to sterling. Currency forwards and derivatives, which are types of financial contracts, are used for both investment purposes and in the management of risk. The Fund will be actively managed and is not constrained by the index.

Risk and Reward Profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund’s ranking on the Risk and Reward Indicator.



Market conditions can change rapidly and a fund in any rank can lose you your investment. The Fund is classified as above as it invests in corporate bonds.

The indicator does not take into account the following relevant material risks:

Bonds are affected by interest rates and inflation trends which may affect the value of the Fund. They could lose value if the issuer’s financial health deteriorates.

Derivatives can magnify losses if returns go down.

In adverse market conditions it may be difficult to sell investments held by the Fund in a timely manner and their value may fall significantly. This could affect how much money you receive and even delay the selling of your shares if dealing in the Fund is suspended.

Custody of assets involves a risk of loss if a custodian becomes insolvent or breaches duties of care.

You could lose your investment due to global factors like natural disasters, pandemics, or through developments such as military conflict, or changes in government policies.

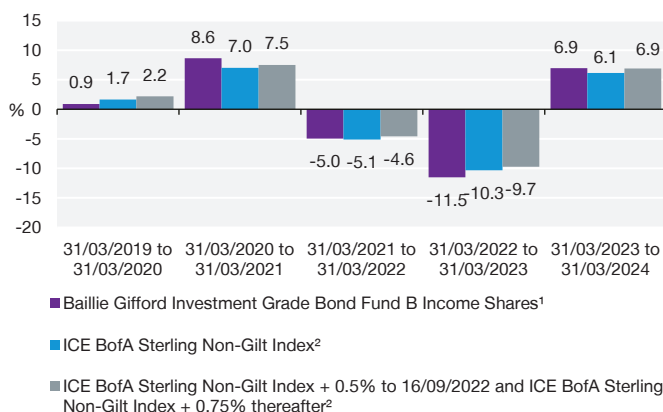
For a more detailed explanation of the risks, please see the “Risk Warnings” section of the prospectus.

Fees Allocated to Capital

For distribution purposes the ACD has allocated all expenses to capital. This will reduce the capital value of the Fund.

Investment Report

Past Performance



The performance figures shown in this graph are for Class B Income Shares. Performance figures reflect the ACD's annual management charge of 0.25%. Performance figures for the other share classes in issue can be obtained by contacting Client Relations. You should be aware that past performance is not a guide to future performance.

Past Performance

The investment objective of the Fund is to outperform (after deduction of costs) the ICE BofA Sterling Non-Gilt Index (the 'Index') by 0.75% per annum (the 'target return') over rolling three-year periods. For the six months to 31 March 2024 the return on B Income Shares was 7.2%¹ compared to the Index of 7.4%² and the target return of 7.8%². We believe that short-term performance measurements are of limited relevance in assessing investment ability and would suggest that three years is a more sensible timeframe over which to judge performance. Over that period, the annualised return on B Income Shares was -3.5%¹ compared to the return on the Index of -3.3%² and the target return of -2.7%². Although periods of underperformance are inevitable given our style of investment, we fully appreciate that returns over the past few years will have disappointed investors in the Fund. The Fund struggled during 2021 and 2022 against a backdrop of high inflation and rising interest rates but we remain confident that our long-term growth approach will add value over time.

Market Environment

Bond markets continue to wrestle with the outlook for inflation and the path of interest rates. Initially, the narrative of 'immaculate disinflation' dominated late 2023, as inflation rates fell without a sharp growth slowdown, leading to a relief rally in global bond markets. However, as 2024 has progressed, expectations for interest rate cuts have reduced, reflecting concerns over inflation control, particularly in the US. Government bond yields rose as a consequence.

The story of US exceptionalism has continued. A powerful combination of being the home to dominant global technology companies, supportive industrial policy and expansionary fiscal policy continues to support consumer confidence and domestic growth. The picture is more mixed in other regions. For example, growth across Europe has been stagnant and markets expect the European Central Bank to cut interest rates before the US Federal Reserve. The surprise early mover was the Swiss National Bank which delivered a cut in March following weaker-than-expected inflation data.

¹Source: FE, 10am dealing prices, income reinvested, after charges. ²Source: Revolution and ICE, total return. The target return outperformance is compounded daily therefore the Index return plus the outperformance will not equal the target return. Please see Disclaimer on page 78. You should be aware that past performance is not a guide to future performance.

Investment Report cont.

Over the period, corporate bonds have outperformed government bonds. With fears of a recession receding and corporate earnings remaining relatively resilient, investors have been confident enough to secure the higher yields on offer.

Performance

The Fund returns were close to its index benchmark over the six-month period, while over a full year performance has been ahead of index and in line with target. With a supportive backdrop, many higher-yielding bonds in the Fund have performed well. Over longer periods, Fund returns have been close to the index benchmark. We underestimated the speed and scale of interest rate rises as inflation soared following the pandemic, and this detracted from performance due to exposure to sensitive sectors such as real estate. Security selection has been positive since, helping to offset this, as has our exposure to higher-yielding bonds such as subordinated financials, where we have been responsive to changing market sentiment and taken advantage of valuation opportunities that have arisen. Bonds issued by Aviva, Santander and Nationwide have been among the top performers in the past year.

Notable Transactions

We remain cautious with valuations on corporate bonds continuing to steadily rise, and we believe tighter financial conditions are likely to cause pockets of stress at some point, leading to volatile bond prices. However, with a benign economic backdrop and plenty of demand given the high level of yields, corporate bonds may continue to perform well. We decided, on balance, to add a little risk to the Fund early in 2024 but we retain meaningful headroom to add more should there be a sell-off.

We reduced exposure to government bonds and low-risk quasi-government holdings (such as European Investment Bank and German government-guaranteed KfW) in favour of some higher yielding opportunities. Among new purchases were Kyndryl and CK Hutchison Telecom. Kyndryl is a leading technology services

company and the largest IT infrastructure provider in the world. The company was spun-off from IBM in 2021 and has been successfully executing its strategy to boost margin and cash flow. The company remains committed to an investment grade rating but offered a valuation in line with high yield bonds, providing us with an attractive opportunity for the Fund. CK Hutchison Telecom is owned by one of the largest Hong Kong-based conglomerates but focused on European operations. If a proposed merger between Vodafone and Three is approved it should provide significant synergies and result in higher bond prices.

Among sales of bonds that had performed well were Arqiva, a British telecoms group, and Carrier Global, a US business providing heating and air-con services. We also exited our position in Mobico – the former National Express Group which operates transport in the UK and internationally – as we lost confidence in management strategy. We were able to sell at prices which, in our view, do not reflect a deteriorating fundamental outlook.

Baillie Gifford & Co, 31 May 2024

Principal Bond Holdings as at 31 March 2024

| Investment | Percentage of total Fund |
|---------------------------------------|--------------------------|
| AT&T 7% 2040 | 1.82 |
| EIB 6% 2028 | 1.77 |
| UK Treasury 4.25% 07/12/2049 | 1.70 |
| Blackstone Private Credit 4.875% 2026 | 1.63 |
| Santander UK 6.75% 2024 Perp AT1 | 1.52 |
| Kyndryl Holdings 6.35% 2034 | 1.46 |
| AP Moller-Maersk A/S 4.125% 2036 | 1.45 |
| DNB Bank 1.375% 2025 | 1.43 |
| IBRD 0.25% 2026 | 1.24 |
| DNB Bank 4% 2026/27 | 1.23 |

Material Portfolio Changes for the six months ended 31 March 2024

| Largest Purchases | Cost £'000 | Largest Sales | Proceeds £'000 |
|----------------------------------|---------------|-----------------------------|-------------------|
| UK Treasury 4.5% 07/12/2024 | 17,911 | UK Treasury 3.5% 22/10/2025 | 39,772 |
| AT&T 7% 2040 | 16,947 | KFW 1.25% 2023 | 17,950 |
| UK Treasury 4.25% 07/12/2049 | 14,956 | GlaxoSmithKline 1.625% 2035 | 12,035 |
| Kyndryl Holdings 6.35% 2034 | 13,863 | Volkswagen 1.875% 2024 | 10,925 |
| AP Moller-Maersk A/S 4.125% 2036 | 13,836 | AB InBev 9.75% 2024 | 10,004 |
| UK Treasury 3.5% 22/10/2025 | 13,223 | Network Rail 4.75% 2024 | 9,619 |
| Telefonica 8.25% 2030 | 11,464 | Carrier Global 4.5% 2032 | 9,265 |
| Realty Income 5.125% 2034 | 9,259 | Arqiva Group 7.21% 2028 | 9,261 |
| Pension Insurance 4.625% 2031 T2 | 9,210 | Enel 5.75% 2040 | 9,126 |
| CK Hutchison Telecom 2.625% 2034 | 9,205 | KPN 5.75% 2029 | 8,736 |

The largest purchases and sales have been shown.

Portfolio Statement as at 31 March 2024

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| Agency - 2.16% (2.23%) | | | |
| Canada Pension Plan 1.25% 07/12/2027 | 5,000,000 | 4,481 | 0.46 |
| Canada Pension Plan 1.625% 22/10/2071 | 10,800,000 | 4,548 | 0.47 |
| SNCF Reseau 5.25% 2035 | 3,300,000 | 3,498 | 0.36 |
| Swedish Export Credit 0.125% 15/12/2025 | 4,900,000 | 4,529 | 0.47 |
| Temasek 5.125% 2040 | 3,650,000 | 3,837 | 0.40 |
| Asset Backed - 5.43% (6.66%) | | | |
| Anglian Water 6% 2039 | 2,500,000 | 2,667 | 0.28 |
| Center Parcs 5.876% 2027 | 9,081,000 | 9,174 | 0.95 |
| Center Parcs 6.136% 2031 | 2,000,000 | 2,054 | 0.21 |
| Gatwick Funding 5.5% 2040 | 6,300,000 | 6,271 | 0.65 |
| Heathrow Airport 2.75% 2049 | 2,200,000 | 1,378 | 0.14 |
| Heathrow Airport 4.625% 2046 | 4,950,000 | 4,347 | 0.45 |
| Lunar Funding 1 5.75% 2033 | 8,000,000 | 8,406 | 0.87 |
| Welsh Water 1.625% 2026 | 4,900,000 | 4,536 | 0.47 |
| Welsh Water 2.375% 2034 | 8,300,000 | 6,143 | 0.64 |
| Yorkshire Water 2.75% 2041 | 3,600,000 | 2,465 | 0.25 |
| Yorkshire Water 5.5% 2035 | 1,474,000 | 1,446 | 0.15 |
| Yorkshire Water 6.601% 2031 | 3,400,000 | 3,589 | 0.37 |
| Automotive - 2.25% (2.52%) | | | |
| Ford Motor Co 4.535% 2025 | 9,000,000 | 8,904 | 0.92 |
| Ford Motor Co 5.625% 2028 | 9,200,000 | 9,236 | 0.95 |
| Volkswagen 3.375% 2026 | 3,800,000 | 3,632 | 0.38 |
| Banking - 20.01% (16.61%) | | | |
| Banco Santander 1.5% 2026 | 3,900,000 | 3,618 | 0.37 |
| Banco Santander 3.125% 2025/26 | 9,300,000 | 8,966 | 0.93 |
| Bank of America Corp 1.667% 2029 | 8,000,000 | 7,029 | 0.73 |
| Barclays 1.7% 2026 | 4,700,000 | 4,424 | 0.46 |
| Barclays 3.75% 2025-30 T2 | 2,360,000 | 2,263 | 0.23 |
| Barclays 7.09% 2029 | 4,385,000 | 4,665 | 0.48 |
| Barclays 7.125% 2025 Perp AT1 | 2,900,000 | 2,851 | 0.30 |
| Barclays 8.407% 2027-32 T2 | 7,000,000 | 7,445 | 0.77 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| Caixabank 5.875% 2027 Perp AT1 | 3,200,000 | 2,688 | 0.28 |
| CaixaBank 6.875% 2028-33 T2 | 6,700,000 | 6,874 | 0.71 |
| Caixabank 7.5% 2030 Perp AT1 | 3,200,000 | 2,835 | 0.29 |
| Citigroup 5.875% 2024 | 4,850,000 | 4,848 | 0.50 |
| DNB Bank 1.375% 2025 | 14,200,000 | 13,824 | 1.43 |
| DNB Bank 4% 2026/27 | 12,160,000 | 11,856 | 1.23 |
| HSBC Bank 5.844% 2031 Perp | 3,072,000 | 3,213 | 0.33 |
| ING Groep 5% 2026 | 8,800,000 | 8,755 | 0.91 |
| Intesa Sanpaolo 5.874% 2031 Perp | 3,500,000 | 2,818 | 0.29 |
| Intesa Sanpaolo 6.5% 2029 | 9,000,000 | 9,204 | 0.95 |
| Nationwide 5.875% 2024 Perp AT1 | 4,600,000 | 4,553 | 0.47 |
| Nationwide Building Society 6.125% 2028 | 8,100,000 | 8,461 | 0.88 |
| NatWest 2.875% 2026 | 9,300,000 | 8,962 | 0.93 |
| Natwest 3.125% 2027 | 2,900,000 | 2,776 | 0.29 |
| Natwest 3.622% 2025-30 T2 | 9,100,000 | 8,830 | 0.91 |
| Natwest 5.125% 2027 Perp AT1 | 3,150,000 | 2,902 | 0.30 |
| Rabobank 6.5% Perp | 6,380,000 | 5,774 | 0.60 |
| Santander UK 2.92% 2026 | 4,716,000 | 4,564 | 0.47 |
| Santander UK 6.75% 2024 Perp AT1 | 14,707,000 | 14,656 | 1.52 |
| Santander UK 7.098% 2026/27 | 8,200,000 | 8,466 | 0.88 |
| Yorkshire Building Society 3.375% 2027/28 | 4,050,000 | 3,703 | 0.38 |
| Yorkshire Building Society 6.375% 2028 | 11,200,000 | 11,537 | 1.19 |
| Basic Industry - 0.18% (0.71%) | | | |
| Holcim 2.25% 2034 | 2,227,000 | 1,734 | 0.18 |
| Capital Goods - 1.17% (1.25%) | | | |
| Weir Group 6.875% 2028 | 10,800,000 | 11,313 | 1.17 |
| Commercial Mortgage Backed - 3.33% (3.47%) | | | |
| Telereal (B7) FRN 2031 | 5,050,000 | 3,890 | 0.40 |
| Telereal 1.3657% 2031 (A6) | 2,650,000 | 1,510 | 0.16 |
| Telereal 1.963% 2033 (B2) ¹ | 4,300,000 | 3,994 | 0.41 |
| Telereal 3.5625% 2031/36 (A3) | 11,000,000 | 9,972 | 1.03 |
| Telereal 5.3887% 2031/33 (A5) | 2,400,000 | 889 | 0.09 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|--|------------|--------------------|-----------------------|
| Tesco Property Finance 1 7.6227% 2039 | 4,300,000 | 3,801 | 0.39 |
| Tesco Property Finance 4 5.801% 2040 | 8,800,000 | 8,171 | 0.85 |
| Consumer Goods - 0.96% (1.16%) | | | |
| AB InBev 3.75% 2037 | 6,000,000 | 5,245 | 0.54 |
| AB InBev 3.95% 2044 | 4,600,000 | 4,016 | 0.42 |
| Financial Services - 6.82% (4.99%) | | | |
| Blackstone Private Credit 4.875% 2026 | 16,350,000 | 15,771 | 1.63 |
| Burford Capital 6.25% 2028 (144a) | 5,350,000 | 4,125 | 0.43 |
| Burford Capital 9.25% 2031 (144A) | 6,600,000 | 5,532 | 0.57 |
| Investec 1.875% 2028 | 13,400,000 | 11,664 | 1.21 |
| Investec 10.5% 2029 Perp AT1 | 4,700,000 | 4,935 | 0.51 |
| Investor 5.5% 2037 | 3,700,000 | 3,966 | 0.41 |
| LeasePlan 7.375% 2024 Perp AT1 | 7,180,000 | 6,140 | 0.63 |
| Motability 3.625% 2036 | 5,300,000 | 4,709 | 0.49 |
| Motability 5.625% 2035 | 8,500,000 | 9,088 | 0.94 |
| Government Guaranteed - 4.62% (9.50%) | | | |
| KFW 0.875% 2024 | 4,800,000 | 4,740 | 0.49 |
| KFW 0.875% 2026 | 10,200,000 | 9,379 | 0.97 |
| KFW 5% 2036 | 4,450,000 | 4,805 | 0.50 |
| KFW 6% 2028 | 7,900,000 | 8,545 | 0.88 |
| LCR Finance 4.5% 2028 | 8,000,000 | 8,103 | 0.84 |
| Network Rail 4.75% 2035 | 8,700,000 | 9,031 | 0.94 |
| Health Care - 1.95% (2.92%) | | | |
| Amgen 4% 2029 | 6,800,000 | 6,570 | 0.68 |
| Amgen 5.65% 2053 | 2,700,000 | 2,182 | 0.23 |
| Amgen 5.75% 2063 | 5,400,000 | 4,362 | 0.45 |
| Teva Pharma Ind 7.875% 2031 | 5,800,000 | 5,736 | 0.59 |
| Insurance - 7.19% (6.42%) | | | |
| Abrdn 5.25% 2026 Perp AT1 | 3,400,000 | 2,832 | 0.29 |
| Admiral Group 8.5% 2034 T2 | 9,320,000 | 10,384 | 1.07 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|--|------------|--------------------|-----------------------|
| Aviva 6.875% 2038-58 T2 | 6,700,000 | 7,054 | 0.73 |
| Legal & General 5.375% 2025-45 T2 | 11,000,000 | 10,931 | 1.13 |
| New York Life Insurance 4.95% 2029 | 9,000,000 | 9,235 | 0.96 |
| Pension Insurance 4.625% 2031 T2 | 12,761,000 | 11,478 | 1.19 |
| Pension Insurance Corp 8% 2033 T2 | 1,252,000 | 1,368 | 0.14 |
| Phoenix Group 7.75% 2053 | 5,200,000 | 5,551 | 0.57 |
| Zurich Financial Services 5.125% 2032-52 T2 | 11,000,000 | 10,688 | 1.11 |
| Quasi Government Bonds - 0.46% (0.49%) | | | |
| Ontario Teachers' Pension Plan Board 1.125% 2026 | 4,800,000 | 4,449 | 0.46 |
| Real Estate - 8.60% (6.97%) | | | |
| Annington Funding 2.308% 2032 | 6,000,000 | 4,709 | 0.49 |
| Annington Funding 2.924% 2051 | 13,500,000 | 8,140 | 0.84 |
| Annington Funding 3.935% 2047 | 6,200,000 | 4,728 | 0.49 |
| Annington Funding 4.75% 2033 | 7,000,000 | 6,567 | 0.68 |
| Berkeley Group 2.5% 2031 | 10,000,000 | 7,724 | 0.80 |
| CPI Property 1.5% 2031 | 10,474,000 | 5,911 | 0.61 |
| CPI Property 2.75% 2028 | 7,300,000 | 5,826 | 0.60 |
| Housing & Care 3.288% 2049 | 6,750,000 | 4,860 | 0.50 |
| Longhurst Libra 3.25% 2043 | 5,000,000 | 3,706 | 0.39 |
| Realty Income 5.125% 2034 | 10,070,000 | 9,393 | 0.97 |
| Realty Income 6% 2039 | 4,500,000 | 4,799 | 0.50 |
| Sovereign Housing Capital 4.768% 2043 | 5,000,000 | 4,735 | 0.49 |
| Telereal (B-3) 5.634% 2031 | 6,900,000 | 6,945 | 0.72 |
| Tritax Big Box 1.5% 2033 | 7,000,000 | 5,058 | 0.52 |
| Retail - 1.02% (1.10%) | | | |
| Inchcape 6.5% 2028 | 9,600,000 | 9,843 | 1.02 |
| Services - 0.31% (1.14%) | | | |
| Wellcome Trust 2.517% 2118 | 5,400,000 | 2,956 | 0.31 |
| Sovereign - 3.35% (3.97%) | | | |
| UK Treasury 3.5% 22/10/2025 | 4,282,949 | 4,219 | 0.44 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| UK Treasury 4.25% 07/12/2049 | 16,900,000 | 16,459 | 1.70 |
| UK Treasury 4.5% 07/12/2024 | 11,500,000 | 11,719 | 1.21 |
| Supranational - 5.75% (6.91%) | | | |
| EIB 0.125% 2026 | 5,400,000 | 4,834 | 0.50 |
| EIB 1.375% 2025 | 6,000,000 | 5,807 | 0.60 |
| EIB 4.5% 2044 | 7,100,000 | 7,088 | 0.74 |
| EIB 4.625% 2054 | 3,600,000 | 3,686 | 0.38 |
| EIB 6% 2028 | 15,800,000 | 17,086 | 1.77 |
| IBRD 0.25% 2026 | 13,200,000 | 12,015 | 1.24 |
| IBRD 5.75% 2032 | 4,500,000 | 5,030 | 0.52 |
| Technology & Electronics - 1.46% (0.46%) | | | |
| Kyndryl Holdings 6.35% 2034 | 17,400,000 | 14,131 | 1.46 |
| Telecommunications - 7.30% (4.58%) | | | |
| AT&T 4.25% 2043 | 4,400,000 | 3,664 | 0.38 |
| AT&T 4.875% 2044 | 4,300,000 | 3,865 | 0.40 |
| AT&T 7% 2040 | 15,400,000 | 17,619 | 1.82 |
| CK Hutchison Telecom 2.625% 2034 | 12,800,000 | 9,339 | 0.97 |
| KPN 5.75% 2029 | 1,643,000 | 1,714 | 0.18 |
| Telefonica 5.375% 2026 | 8,700,000 | 8,740 | 0.90 |
| Telefonica 5.7522% 2032 Perp | 5,300,000 | 4,584 | 0.48 |
| Telefonica 6.75% 2031 Perp | 5,100,000 | 4,720 | 0.49 |
| Telefonica 8.25% 2030 | 12,750,000 | 11,541 | 1.19 |
| Vodafone 3% 2056 | 7,700,000 | 4,776 | 0.49 |
| Transportation - 1.45% (1.22%) | | | |
| AP Moller-Maersk A/S 4.125% 2036 | 16,200,000 | 14,048 | 1.45 |
| Utilities - 10.71% (10.95%) | | | |
| Centrica 7% 2033 | 7,200,000 | 8,106 | 0.84 |
| E.ON 5.875% 2037 | 3,000,000 | 3,133 | 0.32 |
| E.ON 6.75% 2039 | 3,700,000 | 4,167 | 0.43 |
| EDF 5.5% 2037 | 5,300,000 | 5,111 | 0.53 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|--|------------|--------------------|-----------------------|
| EDF 5.5% 2041 | 3,100,000 | 2,903 | 0.30 |
| EDF 6% 2026 Perp | 6,700,000 | 6,519 | 0.67 |
| EDF 6% 2114 | 4,800,000 | 4,536 | 0.47 |
| Enel 2.875% 2029 | 10,000,000 | 9,100 | 0.94 |
| Enel 6.625% 2031 Perp | 4,900,000 | 4,557 | 0.47 |
| Iberdrola 1.874% 2026 Perp | 5,800,000 | 4,712 | 0.49 |
| Iberdrola SA 4.875% 2027 | 8,350,000 | 8,362 | 0.87 |
| National Gas Transmission 1.375% 2031 | 12,000,000 | 9,378 | 0.97 |
| National Grid 5.625% 2025 Perp | 3,550,000 | 3,514 | 0.36 |
| National Grid ED plc 3.5% 2026 | 8,000,000 | 7,675 | 0.79 |
| National Grid ED S Wales 5.35% 2039 | 5,020,000 | 5,015 | 0.52 |
| National Grid ED W Midlands 6% 2025 | 6,400,000 | 6,425 | 0.67 |
| Yorkshire Power 7.25% 2028 | 9,600,000 | 10,323 | 1.07 |
| Derivatives - 0.24% (-0.07%) | | | |
| Forward currency contracts (see Table 1) | | 121 | 0.01 |
| Futures contracts (see Table 2) | | - | 0.00 |
| Interest rate swap contracts (see Table 3) | | 2,235 | 0.23 |
| Portfolio of investments | | 934,865 | 96.72 |
| Net other assets - 3.28% (3.84%) | | 31,669 | 3.28 |
| Net assets | | 966,534 | 100.00 |

¹This bond has been valued using a single broker quote.

Please note: figures are based on market values rather than economic exposure.

Unless otherwise stated the above holdings are in fixed interest securities.

Figures in brackets in the investment category headings refer to 30 September 2023.

Portfolio Statement as at 31 March 2024 cont.

Table 1: Unrealised gains/(losses) on open forward currency contracts

| Counterparty | Settlement | Buy | Buy Amount | Sell | Sell Amount | Unrealised gains/(losses) £'000 | % of total net assets |
|--|------------|-----|------------|------|-------------|---------------------------------|-----------------------|
| Deutsche Bank | 23/05/24 | GBP | 26,510,575 | EUR | 30,900,000 | 44 | 0.00 |
| JP Morgan Chase | 23/05/24 | GBP | 21,191,301 | EUR | 24,700,000 | 35 | 0.00 |
| JP Morgan Chase | 23/05/24 | GBP | 34,857,710 | USD | 44,070,000 | (18) | 0.00 |
| Royal Bank of Canada | 23/05/24 | GBP | 32,559,104 | EUR | 37,950,000 | 55 | 0.01 |
| State Street Bank | 23/05/24 | GBP | 5,405,068 | EUR | 6,300,000 | 9 | 0.00 |
| State Street Bank | 23/05/24 | GBP | 8,067,816 | USD | 10,200,000 | (4) | 0.00 |
| Unrealised gains/(losses) on open forward currency contracts | | | | | | 121 | 0.01 |

Table 2: Unrealised gains/(losses) on futures contracts

| Futures | Maturity | Notional | Unrealised gains/(losses) £'000 | % of total net assets |
|--|----------|----------|---------------------------------|-----------------------|
| Euro Buxl 30 Year Bund June 2024 | 10/06/24 | (24) | - | 0.00 |
| Euro-Bobl Future June 2024 | 10/06/24 | (179) | - | 0.00 |
| Euro-Bund Future June 2024 | 10/06/24 | (428) | - | 0.00 |
| Long Gilt Future 10 Year June 2024 | 28/06/24 | 422 | - | 0.00 |
| US 5 Year Note June 2024 | 03/07/24 | (234) | - | 0.00 |
| US Ultra 10 Year Note Future June 2024 | 28/06/24 | (143) | - | 0.00 |
| US Ultra Long (CBT) June 2024 | 28/06/24 | (48) | - | 0.00 |
| Unrealised gains/(losses) on futures contracts | | | - | 0.00 |

Table 3: Unrealised gains/(losses) on open interest rate swap contracts:

| Counterparty | Ccy | Termination | Notional | Fund pays | Fund receives | Unrealised gains/(losses) £'000 | % of total net assets |
|--|-----|-------------|-------------|-------------------------------|---------------|---------------------------------|-----------------------|
| Deutsche Bank | GBP | 19/07/25 | 140,400,000 | SONIA Interest Rate Benchmark | 5.5741% | 1,468 | 0.15 |
| Lloyds Bank | GBP | 21/03/27 | 70,500,000 | SONIA Interest Rate Benchmark | 4.1353% | 32 | 0.00 |
| Nomura International | GBP | 26/10/25 | 104,000,000 | SONIA Interest Rate Benchmark | 5.0704% | 735 | 0.08 |
| Unrealised gains/(losses) on open interest rate swap contracts | | | | | | 2,235 | 0.23 |

Fund Information

| Fund and Share Information | 31.03.24 | 30.09.23 | 30.09.22 | 30.09.21 |
|---|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Total net asset value of scheme property (£'000) | 966,534 | 872,951 | 116,171 | 179,395 |
| Synthetic Risk and Reward Indicator¹ | 4 | 4 | 4 | 4 |
| Net asset value per share (pence) | | | | |
| A Income | 80.07 | 75.97 | 74.50 | 99.85 |
| B Accumulation | 214.60 | 198.95 | 185.71 | 239.70 |
| B Income | 86.06 | 81.35 | 79.19 | 105.28 |
| C Accumulation | 218.92 | 202.71 | 188.74 | 243.01 |
| C Income | 89.75 | 84.72 | 82.26 | 109.04 |
| Number of shares in issue | | | | |
| A Income | 581,105 | 627,284 | 937,911 | 4,117,989 |
| B Accumulation | 3,096,030 | 2,607,186 | 10,817,112 | 11,602,777 |
| B Income | 35,370,824 | 36,058,934 | 41,205,433 | 61,274,110 |
| C Accumulation | 424,338,991 | 413,372,757 | 33,247,554 | 34,140,083 |
| C Income | 100 | 100 | 100 | 100 |
| Annual Income Record | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
| Income per share (financial period) | | | | |
| A Income | 1.57 | 3.26 | 2.52 | 2.47 |
| B Accumulation | 4.13 | 8.27 | 6.10 | 5.80 |
| B Income | 1.68 | 3.49 | 2.66 | 2.59 |
| C Accumulation | 4.20 | 8.42 | 6.19 | 5.88 |
| C Income | 1.72 | 3.62 | 2.75 | 2.68 |

Fund Information cont.

| Yearly Highest and Lowest Prices | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
|--|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Highest (financial period) | | | | |
| A Income | 82.05 | 82.35 | 102.6 | 106.5 |
| B Accumulation | 215.3 | 207.2 | 246.5 | 249.0 |
| B Income | 88.03 | 87.76 | 108.3 | 111.7 |
| C Accumulation | 219.5 | 210.8 | 250.1 | 252.0 |
| C Income | 91.73 | 91.22 | 112.2 | 115.4 |
| Lowest (financial period) | | | | |
| A Income | 74.88 | 72.17 | 73.62 | 100.6 |
| B Accumulation | 196.2 | 179.9 | 180.7 | 235.8 |
| B Income | 80.22 | 76.73 | 78.02 | 105.6 |
| C Accumulation | 199.9 | 182.9 | 183.6 | 238.7 |
| C Income | 83.56 | 79.71 | 80.95 | 109.1 |
| Ongoing Charges Figures | 31.03.24 (%) | 30.09.23 (%) | 30.09.22 (%) | 30.09.21 (%) |
| Ongoing Charges Figures² | | | | |
| A Income | 1.01 | 1.02 | 1.04 ³ | 1.02 |
| B Accumulation | 0.27 | 0.27 | 0.28 | 0.28 |
| B Income | 0.27 | 0.27 | 0.28 | 0.28 |
| C Accumulation | 0.02 | 0.02 | 0.03 | 0.03 |
| C Income | 0.02 | 0.01 | 0.02 | 0.03 |

You should be aware that past performance is not a guide to future performance.

¹The Synthetic Risk and Reward Indicator demonstrates where the Fund ranks in terms of its potential risk and reward on a scale from 1 (lowest) to 7 (highest). The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. Further information is included in the Risk and Reward Profile section of the Fund's interim report.

²The Ongoing Charges Figure is based on the expenses for the financial period and may vary from year to year. It excludes the cost of buying and selling assets for the Fund although custodian transaction costs are included. For further details on the costs associated with investing in the Fund please see the Enhanced Disclosure of Fund Costs and Charges document and Baillie Gifford's Funds Costs and Charges Summary, both of which are available on the website www.bailliegifford.com.

³As at 30 September 2022 the ACD considered 1.02% to be a more indicative rate for the ongoing charges figure for Class A Shares.

Interim Financial Statements (Unaudited)

Statement of Total Return for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|---|---------------|---------------|---------------|--------------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 45,841 | | 7,554 |
| Revenue | 24,481 | | 1,833 | |
| Expenses | (111) | | (73) | |
| Net revenue before taxation | 24,370 | | 1,760 | |
| Taxation | - | | (1) | |
| Net revenue after taxation | | 24,370 | | 1,759 |
| Total return before distributions | | 70,211 | | 9,313 |
| Distributions | | (18,058) | | (1,595) |
| Change in net assets attributable to shareholders from investment activities | | 52,153 | | 7,718 |

Statement of Change in Net Assets Attributable to Shareholders for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|--|---------------|----------------|---------------|----------------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 872,951 | | 116,171 |
| Amounts receivable on issue of shares | 27,739 | | 1,160 | |
| Amounts payable on cancellation of shares | (4,103) | | (21,442) | |
| | | 23,636 | | (20,282) |
| Dilution adjustment | | 71 | | 67 |
| Change in net assets attributable to shareholders from investment activities | | 52,153 | | 7,718 |
| Retained distributions on accumulation shares | | 17,723 | | 1,007 |
| Closing net assets attributable to shareholders | | 966,534 | | 104,681 |

Interim Financial Statements (Unaudited) cont.

Balance Sheet as at 31 March 2024

| | 31 March 2024 £'000 | 30 September 2023 £'000 |
|--|------------------------|----------------------------|
| Assets: | | |
| Fixed assets: | | |
| Investments | 934,887 | 840,787 |
| Current assets: | | |
| Debtors | 34,437 | 20,226 |
| Cash and bank balances | 19,981 | 15,024 |
| Total assets | 989,305 | 876,037 |
| Liabilities: | | |
| Investment liabilities | (22) | (1,371) |
| Creditors: | | |
| Bank overdrafts | (5,272) | - |
| Distributions payable | (301) | (619) |
| Other creditors | (17,176) | (1,096) |
| Total liabilities | (22,771) | (3,086) |
| Net assets attributable to shareholders | 966,534 | 872,951 |

Basis for preparation

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those in the annual financial statements for the year ended 30 September 2023 and are described in those annual financial statements.

Baillie Gifford™

Baillie Gifford Strategic Bond Fund

a sub-fund of Baillie Gifford Bond Funds ICVC

*Interim Report and Financial Statements (Unaudited)
for the six months ended 31 March 2024*



Baillie Gifford Strategic Bond Fund

Investment Objective

The Fund aims to produce monthly income. Opportunities for capital growth are also sought, subject to prevailing market conditions.

Investment Policy

The Fund will invest at least 80% in a diversified portfolio of (1) investment grade and (2) sub-investment grade bonds, issued by corporate issuers, public bodies and supranationals, and (3) developed market government bonds. The Fund may also invest in other bonds. The bonds in which the Fund invests will be denominated in sterling or denominated in other currencies and hedged back to sterling. Currency forwards and derivatives, which are types of financial contracts, are used for both investment purposes and in the management of risk. The Fund will be actively managed through bond selection and strategic asset allocation.

Risk and Reward Profile

The Risk and Reward Indicator table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. The shaded area in the table below shows the Fund's ranking on the Risk and Reward Indicator.



Market conditions can change rapidly and a fund in any rank can lose you your investment. The Fund is classified as above as it invests in corporate bonds.

The indicator does not take into account the following relevant material risks:

Bonds are affected by interest rates and inflation trends which may affect the value of the Fund. They could lose value if the issuer's financial health deteriorates.

Derivatives can magnify losses if returns go down.

In adverse market conditions it may be difficult to sell investments held by the Fund in a timely manner and their value may fall significantly. This could affect how much money you receive and even delay the selling of your shares if dealing in the Fund is suspended.

Custody of assets involves a risk of loss if a custodian becomes insolvent or breaches duties of care.

You could lose your investment due to global factors like natural disasters, pandemics, or through developments such as military conflict, or changes in government policies.

The manager can charge some, or all, expenses to the Fund's capital, reducing its value. This amount can vary from year to year.

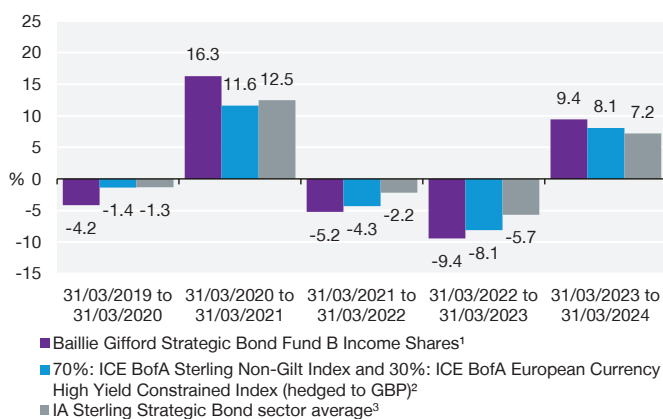
For a more detailed explanation of the risks, please see the "Risk Warnings" section of the prospectus.

Fees Allocated to Capital

For distribution purposes the ACD has allocated all expenses to capital. This will reduce the capital value of the Fund.

Investment Report

Past Performance



The performance figures shown in this graph are for Class B Income Shares. Performance figures reflect the ACD's annual management charge of 0.5%. Performance figures for the other share classes in issue can be obtained by contacting Client Relations. You should be aware that past performance is not a guide to future performance.

Past Performance

The investment objective of the Fund is to produce monthly income. Opportunities for capital growth are also sought, subject to prevailing market conditions. For the six months to 31 March 2024 income totalling 1.50 pence per share was declared for B Income Shares and the total return was 8.8%¹ compared to the composite index⁴ (comparator benchmark) of 7.6%². We believe that short-term performance measurements are of limited relevance in assessing investment ability and would suggest that three years is a more sensible timeframe over which to judge performance. Over that period, income totalling 9.53 pence per share was declared for B Income Shares and the annualised total return was -2.1%¹ slightly behind compared to the comparator benchmark of -1.7%².

Market Environment

The widespread positive sentiment in financial markets in late 2023 has continued in the early stages of 2024, which has seen further appreciation in both equity and corporate credit markets. Risk assets have responded

positively to lower inflation and various global central banks have indicated that they believe interest rates have peaked. However, across developed markets there are signs inflation is not as well-controlled as hoped. At the beginning of 2024, markets had priced in significant interest rate cuts in 2024. Over the first quarter of the year, expectations for the number of cuts has fallen, leading to weakness in government bond markets.

The story of US exceptionalism has continued. A powerful combination of being the home to dominant global technology companies, supportive industrial policy and expansionary fiscal policy has supported consumer confidence and domestic growth. The picture is more mixed in other regions. For example, growth across Europe has been stagnant and markets expect the European Central Bank to cut interest rates before the US Federal Reserve. However, 'The Fed' has clearly signalled it does not see the need for more restrictive monetary policy, so nominal interest rates are expected to follow the path of inflation, maintaining real rates of interest. This is a benign scenario and should be supportive for corporate bonds. The risk of stickier

¹Source: FE, 10am dealing prices, income reinvested, after charges. Source: ²Revolution and ICE, total return. ³Source: Revolution and The Investment Association, total return. Please see Disclaimer on page 78. ⁴The composite index is comprised of 70%: ICE BofA Sterling Non-Gilt Index and 30%: ICE BofA European Currency High Yield Constrained Index (hedged to GBP)

Investment Report cont.

inflation remains – the ‘last mile is the hardest’ scenario – and investors must keep a close eye on oil prices amid continued geopolitical uncertainty, along with labour markets.

Performance

In the past six months, the Fund outperformed the comparator benchmark. The Fund’s overweight exposure to BBB and BB-rated high yield corporate bonds was additive as credit spreads - the additional yield offered by corporate bonds above government bond yields - tightened. Bond selection also added significant value. Notably, our patience with bonds issued by Eastern European Property company CPI was rewarded as they rallied on an improving market backdrop for the sector.

Over the last three years, Fund returns have been behind the comparator benchmark. We underestimated the speed and scale of interest rate rises as inflation soared following the pandemic, and this detracted from performance due to the strategy’s exposure to sensitive sectors such as real estate. However, over the last 12 months, both bond selection and asset allocation have contributed, helping to offset this. We are particularly pleased with performance within the Fund’s insurance allocation. We believed that life insurers would benefit from higher interest rates leading to a large sector overweight which has been rewarded. In addition, the Fund’s off-benchmark subordinated insurance bonds, purchased in periods of weakness, have performed strongly as risk has rallied.

Notable Transactions

Corporate credit spreads tightened over the period (there is an inverse relationship between falling credit spreads and corporate bond prices) as the market continued to respond positively to signals that a soft-landing scenario was playing out and as demand outstripped supply. In this context, we became more constructive on credit risk leading us to allocate a greater proportion of the Fund to High Yield Bonds and BBB-rated bonds, those on the lowest rung of the investment grade credit spectrum.

Our objective during the period was to maintain an above-index portfolio yield without adding significant credit risk by, for example, reaching into the lower echelons of the high yield market. We have worked hard to rotate out of richly valued positions into higher yielding bonds issued by resilient companies. Additions included Kyndryl, a leading technology services company and the largest IT infrastructure provider in the world. The company was spun-off from IBM in 2021 and has been successfully executing its strategy to boost margin and cash flow. The company remains committed to an investment grade rating but offered a valuation in line with high yield bonds. These BBB-rated bonds met our selection criteria.

Baillie Gifford & Co, 31 May 2024

Principal Bond Holdings as at 31 March 2024

| Investment | Percentage of total Fund |
|--------------------------------|--------------------------|
| LeasePlan 7.375% 2024 Perp AT1 | 2.91 |
| Rothesay Life 8% 2025 | 2.81 |
| Admiral Group 8.5% 2034 T2 | 2.58 |
| EDF 6% 2026 Perp | 2.54 |
| DNB Bank 4% 2026/27 | 2.53 |
| Bharti Airtel 5.65% 2025 Perp | 2.26 |
| Helvetia Hdg 2.75% 2031-2041 | 2.11 |
| CPI Property 2.75% 2028 | 1.94 |
| Banco Santander 1.5% 2026 | 1.89 |
| Annington Funding 2.308% 2032 | 1.88 |

Material Portfolio Changes for the six months ended 31 March 2024

| Largest Purchases | Cost £'000 | Largest Sales | Proceeds £'000 |
|---------------------------------------|---------------|----------------------------|-------------------|
| Ctp N.V. 4.75% 2030 | 7,457 | NatWest 2.875% 2026 | 17,963 |
| Kyndryl Holdings 6.35% 2034 | 7,011 | Telefonica 5.375% 2026 | 14,635 |
| Pension Insurance Corp 8% 2033 T2 | 6,038 | Virgin Media 5% 2027 | 13,865 |
| CK Hutchison Telecom 2.625% 2034 | 5,787 | Barclays 1.7% 2026 | 13,519 |
| CaixaBank 6.875% 2028-33 T2 | 5,777 | EIB 3.875% 2037 | 12,869 |
| Accor SA 7.25% 2029 Perp | 5,776 | InPost 2.25% 2027 | 12,617 |
| Legal & General 5.625% Perp | 5,394 | Enel 5.625% 2024 | 12,270 |
| B&M European Value Retail 8.125% 2030 | 5,332 | MercadoLibre 3.125% 2031 | 8,928 |
| Darling Ingredients 6% 2030 (144A) | 4,808 | NTT 1.162% 2026 | 8,837 |
| Telefonica 5.7522% 2032 Perp | 4,628 | Booking Holdings 4.5% 2031 | 8,280 |

The largest purchases and sales have been shown, with the exception of UK Treasury Bills, which are used for cash management purposes, and derivatives.

Portfolio Statement as at 31 March 2024

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| Agency - 2.54% (2.42%) | | | |
| Canada Pension Plan 1.25% 07/12/2027 | 6,360,000 | 5,700 | 1.26 |
| Temasek 0.5% 2031 | 4,080,000 | 2,851 | 0.63 |
| Temasek 3.5% 2033 | 3,350,000 | 2,924 | 0.65 |
| Asset Backed - 0.37% (0.34%) | | | |
| Mitchells & Butlers 5.574% 15/12/2030 (A2) | 3,070,000 | 686 | 0.15 |
| Mitchells & Butlers 6.469% 15/09/2030 (C1) | 1,122,000 | 1,005 | 0.22 |
| Automotive - 0.78% (0.00%) | | | |
| Nissan Motor 4.81% 2030 | 4,760,000 | 3,508 | 0.78 |
| Banking - 13.06% (14.25%) | | | |
| Banco Santander 1.5% 2026 | 9,200,000 | 8,536 | 1.89 |
| Barclays 1.7% 2026 | 4,760,000 | 4,481 | 0.99 |
| Barclays 7.125% 2025 Perp AT1 | 7,080,000 | 6,960 | 1.54 |
| Caixabank 6.75% 2024 Perp AT1 | 3,600,000 | 3,082 | 0.68 |
| CaixaBank 6.875% 2028-33 T2 | 5,700,000 | 5,848 | 1.30 |
| DNB Bank 4% 2026/27 | 11,700,000 | 11,407 | 2.53 |
| J.P. Morgan 1.895% 2033 | 9,960,000 | 8,100 | 1.79 |
| Nationwide BS 10.25% Perp CCDS | 18,200 | 2,453 | 0.54 |
| Rabobank 6.5% Perp | 2,700,000 | 2,443 | 0.54 |
| Santander UK 6.75% 2024 Perp AT1 | 5,700,000 | 5,680 | 1.26 |
| Basic Industry - 1.23% (2.85%) | | | |
| Kier Group 9% 2029 | 2,400,000 | 2,447 | 0.54 |
| OCI 6.7% 2033 (144A) | 3,961,000 | 3,121 | 0.69 |
| Capital Goods - 1.47% (1.65%) | | | |
| Ardagh Packaging 4.125% 2026 (144A) | 3,140,000 | 2,250 | 0.50 |
| Weir Group 6.875% 2028 | 4,200,000 | 4,400 | 0.97 |
| Commercial Mortgage Backed - 6.00% (6.55%) | | | |
| Delamare 5.5457% 2029 | 8,020,000 | 4,258 | 0.94 |
| Telereal (B-4) 6.1645% 2031 | 7,390,000 | 6,018 | 1.33 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|--|------------|--------------------|-----------------------|
| Telereal (C1) FRN 2031 | 8,820,000 | 7,959 | 1.76 |
| Tesco Property Finance 5.4111% 2044 | 3,840,000 | 3,372 | 0.75 |
| Tesco Property Finance 5.744% 2040 | 6,000,000 | 5,479 | 1.22 |
| Consumer Goods - 1.09% (0.00%) | | | |
| Darling Ingredients 6% 2030 (144A) | 6,230,000 | 4,888 | 1.08 |
| Virgolino De Oliveira 11.75% 2022 ¹ | 2,485,000 | 15 | 0.01 |
| Energy - 0.61% (0.58%) | | | |
| Venture Global Calcasieu 3.875% 2029 (144A) | 336,000 | 239 | 0.05 |
| Venture Global Calcasieu 3.875% 2033 (144A) | 3,730,000 | 2,509 | 0.56 |
| Financial Services - 11.29% (10.06%) | | | |
| Berkshire Hathaway 2.375% 2039 | 9,690,000 | 7,061 | 1.56 |
| Berkshire Hathaway 2.625% 2059 | 4,410,000 | 2,688 | 0.60 |
| Burford Capital 9.25% 2031 (144A) | 3,740,000 | 3,135 | 0.69 |
| Investec 10.5% 2029 Perp AT1 | 2,300,000 | 2,415 | 0.53 |
| Investec 2.625% 2026-2032 | 9,580,000 | 8,468 | 1.88 |
| Jefferies Finance Group 5% 2028 (144A) | 4,900,000 | 3,568 | 0.79 |
| LeasePlan 7.375% 2024 Perp AT1 | 15,351,000 | 13,128 | 2.91 |
| Pershing Square 3.25% 2031 (RegS) | 2,130,000 | 1,368 | 0.30 |
| Pershing Square Holdings 3.25% 2030 | 8,492,000 | 5,653 | 1.25 |
| TP ICAP Gp 2.625% 2028 | 694,000 | 597 | 0.13 |
| TP ICAP Gp 7.875% 2030 | 2,681,000 | 2,933 | 0.65 |
| Government Guaranteed - 1.72% (3.95%) | | | |
| KFW 5% 2036 | 770,000 | 831 | 0.18 |
| KFW 5.75% 2032 | 6,200,000 | 6,950 | 1.54 |
| Health Care - 0.26% (0.73%) | | | |
| Neopharmed 7.125% 2030 | 1,400,000 | 1,197 | 0.26 |
| Insurance - 15.15% (10.70%) | | | |
| Abrdn 5.25% 2026 Perp AT1 | 4,030,000 | 3,356 | 0.74 |
| Admiral Group 8.5% 2034 T2 | 10,440,000 | 11,632 | 2.58 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| Helvetia Hdg 2.75% 2031-2041 | 12,632,000 | 9,532 | 2.11 |
| Legal & General 5.625% Perp | 6,140,000 | 5,531 | 1.23 |
| Pension Insurance 3.625% 2032 T2 | 1,740,000 | 1,426 | 0.32 |
| Pension Insurance 4.625% 2031 T2 | 4,140,000 | 3,724 | 0.82 |
| Pension Insurance 5.625% 2030 | 3,050,000 | 2,949 | 0.65 |
| Pension Insurance Corp 8% 2033 T2 | 5,350,000 | 5,844 | 1.29 |
| Phoenix Life 5.625% 2025 Perp | 4,300,000 | 3,315 | 0.73 |
| Rothsay Life 8% 2025 | 12,340,000 | 12,689 | 2.81 |
| Zurich Financial Services 5.125% 2032-52 T2 | 8,670,000 | 8,424 | 1.87 |
| Leisure - 2.58% (2.42%) | | | |
| Accor SA 2.625% 2025 Perp | 2,700,000 | 2,265 | 0.50 |
| Accor SA 7.25% 2029 Perp | 6,300,000 | 5,921 | 1.31 |
| Cirsa Finance 10.375% 2027 | 4,170,000 | 3,457 | 0.77 |
| Media - 4.51% (3.12%) | | | |
| Netflix 3.625% 2030 | 720,000 | 620 | 0.14 |
| Netflix 4.625% 2029 | 2,525,000 | 2,281 | 0.51 |
| Pinewood Finco 6% 2030 | 3,400,000 | 3,400 | 0.75 |
| Prosus 3.832% 2051 | 7,700,000 | 3,757 | 0.83 |
| Townsquare Media 6.875% 2026 (144A) | 5,000,000 | 3,859 | 0.86 |
| UPC 3.625% 2029 | 7,940,000 | 6,433 | 1.42 |
| Real Estate - 12.32% (7.94%) | | | |
| Annington Funding 2.308% 2032 | 10,846,000 | 8,512 | 1.88 |
| Annington Funding 2.924% 2051 | 4,980,000 | 3,003 | 0.67 |
| Annington Funding 3.935% 2047 | 3,200,000 | 2,440 | 0.54 |
| Berkeley Group 2.5% 2031 | 9,885,000 | 7,635 | 1.69 |
| CPI Property 1.5% 2031 | 1,000,000 | 564 | 0.13 |
| CPI Property 2.75% 2028 | 10,950,000 | 8,739 | 1.94 |
| Ctp N.V. 0.5% 2025 | 678,000 | 553 | 0.12 |
| Ctp N.V. 1.25% 2029 | 3,480,000 | 2,562 | 0.57 |
| Ctp N.V. 2.125% 2025 | 621,000 | 514 | 0.11 |
| Ctp N.V. 4.75% 2030 | 8,700,000 | 7,531 | 1.67 |
| Heimstaden Bostad 0.25% 2024 | 7,330,000 | 6,026 | 1.33 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|------------|--------------------|-----------------------|
| Realty Income 5.125% 2034 | 8,100,000 | 7,555 | 1.67 |
| Retail - 4.39% (4.00%) | | | |
| B&M European Value Retail 8.125% 2030 | 5,225,000 | 5,613 | 1.24 |
| Bath & Body Works 9.375% 2025 (144A) | 4,400,000 | 3,634 | 0.81 |
| Co-operative Group 5.125% 2024 | 6,243,000 | 6,227 | 1.38 |
| Marks and Spencer 7.125% 2037 (144A) | 5,211,000 | 4,336 | 0.96 |
| Services - 2.74% (4.40%) | | | |
| Ocado 0.75% 2027 Convertible | 800,000 | 627 | 0.14 |
| Ocado 3.875% 2026 | 2,910,000 | 2,604 | 0.58 |
| University of Cambridge 2.35% 2078 | 2,567,000 | 1,508 | 0.33 |
| University of Oxford 2.544% 2117 | 7,840,000 | 4,334 | 0.96 |
| Veritext 8.5% 2030 (144A) | 4,000,000 | 3,321 | 0.73 |
| Supranational - 1.67% (3.61%) | | | |
| EIB 4.625% 2054 | 6,300,000 | 6,451 | 1.43 |
| IBRD 5.75% 2032 | 975,000 | 1,090 | 0.24 |
| Technology & Electronics - 3.69% (2.94%) | | | |
| Concentrix 6.65% 2026 | 4,320,000 | 3,448 | 0.77 |
| Infopro Digital 8% 2028 | 5,700,000 | 5,158 | 1.14 |
| Kyndryl Holdings 6.35% 2034 | 8,800,000 | 7,146 | 1.58 |
| TD Synnex Corp 1.25% 2024 | 1,176,000 | 916 | 0.20 |
| Telecommunications - 4.99% (8.86%) | | | |
| Bharti Airtel 5.65% 2025 Perp | 13,054,000 | 10,205 | 2.26 |
| CK Hutchison Telecom 2.625% 2034 | 8,050,000 | 5,873 | 1.30 |
| Telefonica 5.375% 2026 | 1,800,000 | 1,808 | 0.40 |
| Telefonica 5.7522% 2032 Perp | 5,400,000 | 4,670 | 1.03 |
| Utilities - 3.98% (5.88%) | | | |
| EDF 6% 2026 Perp | 11,800,000 | 11,481 | 2.54 |
| EDF 6% 2114 | 1,600,000 | 1,512 | 0.33 |

Portfolio Statement as at 31 March 2024 cont.

| Stock description | Holding | Market value £'000 | % of total net assets |
|---|-----------|--------------------|-----------------------|
| Enel 5.625% 2024 | 5,000,000 | 4,998 | 1.11 |
| Derivatives - -0.04% (-0.34%) | | | |
| Forward currency contracts (see Table 1) | | (432) | (0.09) |
| Futures contracts (see Table 2) | | - | 0.00 |
| Interest rate swap contracts (see Table 3) | | (127) | (0.03) |
| Credit default swap contracts (see Table 4) | | 377 | 0.08 |
| Portfolio of investments | | 435,438 | 96.40 |
| Net other assets - 3.60% (3.09%) | | 16,267 | 3.60 |
| Net assets | | 451,705 | 100.00 |

¹This bond was in default at the year end, therefore the bond has been valued at the Investment Adviser's valuation.

Please note: figures are based on market values rather than economic exposure.

Unless otherwise stated the above holdings are in fixed interest securities.

Figures in brackets in the investment category headings refer to 30 September 2023.

Portfolio Statement as at 31 March 2024 cont.

Table 1: Unrealised gains/(losses) on open forward currency contracts

| Counterparty | Settlement | Buy | Buy Amount | Sell | Sell Amount | Unrealised gains/(losses) £'000 | % of total net assets |
|--|------------|-----|------------|------|-------------|---------------------------------|-----------------------|
| HSBC | 23/05/24 | GBP | 96,373,115 | EUR | 112,351,000 | 143 | 0.03 |
| NatWest | 23/05/24 | GBP | 60,275,380 | USD | 76,771,000 | (479) | (0.10) |
| State Street Bank | 23/05/24 | GBP | 12,138,143 | USD | 15,460,000 | (96) | (0.02) |
| Unrealised gains/(losses) on open forward currency contracts | | | | | | (432) | (0.09) |

Table 2: Unrealised gains/(losses) on futures contracts

| Futures | Maturity | Notional | Unrealised gains/(losses) £'000 | % of total net assets |
|--|----------|----------|---------------------------------|-----------------------|
| Euro-Bobl Future June 2024 | 10/06/24 | 165 | - | 0.00 |
| Euro-Bund Future June 2024 | 10/06/24 | (189) | - | 0.00 |
| Euro-Schatz Future June 2024 | 10/06/24 | 677 | - | 0.00 |
| Long Gilt Future 10 Year June 2024 | 28/06/24 | 406 | - | 0.00 |
| US 5 Year Note June 2024 | 03/07/24 | 125 | - | 0.00 |
| US Long Bond (CBT) June 2024 | 28/06/24 | 49 | - | 0.00 |
| US Ultra 10 Year Note Future June 2024 | 28/06/24 | (626) | - | 0.00 |
| US Ultra Long (CBT) June 2024 | 28/06/24 | (12) | - | 0.00 |
| Unrealised gains/(losses) on futures contracts | | | - | 0.00 |

Table 3: Unrealised gains/(losses) on open interest rate swap contracts:

| Counterparty | Ccy | Termination | Notional | Fund pays | Fund receives | Unrealised gains/(losses) £'000 | % of total net assets |
|--|-----|-------------|------------|-------------------------------|-------------------------------|---------------------------------|-----------------------|
| JP Morgan | GBP | 06/03/25 | 41,500,000 | SONIA Interest Rate Benchmark | 4.5358% | (141) | (0.03) |
| NatWest | GBP | 06/03/25 | 4,150,000 | 4.5358% | SONIA Interest Rate Benchmark | 14 | 0.00 |
| Unrealised gains/(losses) on open interest rate swap contracts | | | | | | (127) | (0.03) |

Portfolio Statement as at 31 March 2024 cont.

Table 4: Credit default swap contracts

| Credit Default Swap | Maturity | Currency | Direction | Notional | Premium | Market Value £'000 | % of total net assets |
|---|----------|----------|-----------------|-----------|---------|-----------------------|--------------------------|
| CDS Sell iTraxx Europe Crossover Series 41 Version 1 EUR 20/06/2029 | 20/06/29 | EUR | Sell protection | 5,000,000 | 5% | 377 | 0.08 |
| Credit default swap contracts | | | | | | 377 | 0.08 |

Fund Information

| Fund and Share Information | 31.03.24 | 30.09.23 | 30.09.22 | 30.09.21 |
|---|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Total net asset value of scheme property (£'000) | 451,705 | 597,307 | 787,131 | 1,330,187 |
| Synthetic Risk and Reward Indicator¹ | 4 | 4 | 4 | 4 |
| Net asset value per share (pence) | | | | |
| A Accumulation | 210.53 | 194.03 | 180.11 | 228.51 |
| A Income | 70.57 | 66.32 | 64.36 | 84.82 |
| B Accumulation | 232.73 | 213.96 | 197.62 | 249.47 |
| B Income | 76.34 | 71.59 | 69.12 | 90.55 |
| C Accumulation | 273.60 | 250.92 | 230.58 | 289.64 |
| C Income | 82.06 | 76.72 | 73.71 | 96.10 |
| Number of shares in issue | | | | |
| A Accumulation | 1,879,375 | 2,353,091 | 5,045,630 | 6,700,550 |
| A Income | 1,733,641 | 1,983,161 | 5,115,286 | 6,725,356 |
| B Accumulation | 98,105,993 | 164,784,048 | 241,252,330 | 331,457,349 |
| B Income | 285,031,138 | 332,818,510 | 422,141,690 | 528,057,495 |
| C Accumulation | 1,000 | 1,000 | 2,440,700 | 1,000 |
| C Income | 750,278 | 750,278 | 750,278 | 4,280,913 |
| Annual Income Record | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
| Income per share (financial period) | | | | |
| A Accumulation | 3.93 | 8.55 | 7.50 | 7.56 |
| A Income | 1.35 | 3.01 | 2.75 | 2.88 |
| B Accumulation | 4.38 | 9.40 | 8.21 | 8.22 |
| B Income | 1.50 | 3.23 | 2.94 | 3.06 |
| C Accumulation | 5.25 | 11.16 | 9.54 | 9.54 |
| C Income | 1.56 | 3.46 | 3.13 | 3.26 |

Fund Information cont.

| Yearly Highest and Lowest Prices | Period to 31.03.24 (pence) | Year to 30.09.23 (pence) | Year to 30.09.22 (pence) | Year to 30.09.21 (pence) |
|--|-------------------------------|-----------------------------|-----------------------------|-----------------------------|
| Highest (financial period) | | | | |
| A Accumulation | 211.4 | 200.5 | 231.3 | 234.2 |
| A Income | 71.13 | 70.91 | 85.56 | 88.43 |
| B Accumulation | 233.7 | 220.3 | 252.8 | 255.5 |
| B Income | 76.95 | 76.22 | 91.35 | 93.92 |
| C Accumulation | 274.8 | 257.5 | 293.7 | 296.4 |
| C Income | 82.69 | 81.42 | 97.07 | 99.64 |
| Lowest (financial period) | | | | |
| A Accumulation | 192.2 | 176.9 | 179.2 | 220.3 |
| A Income | 65.69 | 63.20 | 65.13 | 84.53 |
| B Accumulation | 212.0 | 194.1 | 196.6 | 239.3 |
| B Income | 70.93 | 67.89 | 69.51 | 89.79 |
| C Accumulation | 248.7 | 226.5 | 229.4 | 276.5 |
| C Income | 76.03 | 72.41 | 74.26 | 94.82 |
| Ongoing Charges Figures | 31.03.24 (%) | 30.09.23 (%) | 30.09.22 (%) | 30.09.21 (%) |
| Ongoing Charges Figures² | | | | |
| A Accumulation | 1.02 | 1.02 | 1.03 | 1.02 |
| A Income | 1.01 | 1.02 | 1.03 | 1.02 |
| B Accumulation | 0.52 | 0.52 | 0.52 | 0.52 |
| B Income | 0.52 | 0.52 | 0.52 | 0.52 |
| C Accumulation | 0.02 | 0.01 | 0.02 | 0.03 |
| C Income | 0.02 | 0.02 | 0.02 | 0.03 |

You should be aware that past performance is not a guide to future performance.

¹The Synthetic Risk and Reward Indicator demonstrates where the Fund ranks in terms of its potential risk and reward on a scale from 1 (lowest) to 7 (highest). The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Fund. Further information is included in the Risk and Reward Profile section of the Fund's interim report.

²The Ongoing Charges Figure is based on the expenses for the financial period and may vary from year to year. It excludes the cost of buying and selling assets for the Fund although custodian transaction costs are included. For further details on the costs associated with investing in the Fund please see the Enhanced Disclosure of Fund Costs and Charges document and Baillie Gifford's Funds Costs and Charges Summary, both of which are available on the website www.bailliegifford.com.

Interim Financial Statements (Unaudited)

Statement of Total Return for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|---|---------------|---------------|---------------|---------------|
| | £'000 | £'000 | £'000 | £'000 |
| Income | | | | |
| Net capital gains/(losses) | | 31,547 | | 42,940 |
| Revenue | 13,005 | | 16,860 | |
| Expenses | (1,338) | | (1,995) | |
| Net revenue before taxation | 11,667 | | 14,865 | |
| Taxation | - | | - | |
| Net revenue after taxation | | 11,667 | | 14,865 |
| Total return before distributions | | 43,214 | | 57,805 |
| Distributions | | (10,670) | | (13,745) |
| Change in net assets attributable to shareholders from investment activities | | 32,544 | | 44,060 |

Statement of Change in Net Assets Attributable to Shareholders for the six months ended 31 March 2024

| | 31 March 2024 | | 31 March 2023 | |
|--|---------------|----------------|---------------|----------------|
| | £'000 | £'000 | £'000 | £'000 |
| Opening net assets attributable to shareholders | | 597,307 | | 787,131 |
| Amounts receivable on issue of shares | 1,067 | | 17,879 | |
| Amounts payable on cancellation of shares | (185,204) | | (129,524) | |
| | | (184,137) | | (111,645) |
| Dilution adjustment | | 673 | | 497 |
| Change in net assets attributable to shareholders from investment activities | | 32,544 | | 44,060 |
| Retained distributions on accumulation shares | | 5,318 | | 8,378 |
| Closing net assets attributable to shareholders | | 451,705 | | 728,421 |

Interim Financial Statements (Unaudited) cont.

Balance Sheet as at 31 March 2024

| | 31 March 2024 £'000 | 30 September 2023 £'000 |
|--|------------------------|----------------------------|
| Assets: | | |
| Fixed assets: | | |
| Investments | 436,154 | 580,883 |
| Current assets: | | |
| Debtors | 13,254 | 16,825 |
| Cash and bank balances | 15,361 | 13,156 |
| Total assets | 464,769 | 610,864 |
| Liabilities: | | |
| Investment liabilities | (716) | (2,041) |
| Creditors: | | |
| Bank overdrafts | (3,996) | (6,829) |
| Distributions payable | (833) | (1,879) |
| Other creditors | (7,519) | (2,808) |
| Total liabilities | (13,064) | (13,557) |
| Net assets attributable to shareholders | 451,705 | 597,307 |

Basis for preparation

The interim financial statements have been prepared in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association in May 2014.

The accounting policies applied are consistent with those in the annual financial statements for the year ended 30 September 2023 and are described in those annual financial statements.

General Information

Dilution Adjustment

A sub-fund suffers dilution (reduction) in the value of the Scheme Property attributable to it because the actual costs of buying or selling investments for the sub-fund deviate from the mid-market values generally used in calculating the price of shares in the sub-fund. Such deviation may occur as a result of the costs (which may include dealing charges and taxes) incurred in dealing in such investments and of any spread between the buying and selling prices of such investments. It is not possible to predict accurately whether dilution is likely to occur.

The COLL Rules allow the cost of dilution to be (1) met directly from the Scheme Property attributable to the sub-fund or (2) addressed by the imposition on investors of a dilution levy on the issue by the Company, subscriptions facilitated by the ACD, cancellation by the Company or redemption by the ACD of shares in the sub-fund or (3) dealt with by means of a dilution adjustment, which is the policy which has been adopted by the ACD in relation to the sub-funds of the Company. With a view to mitigating the effects of dilution, the ACD therefore reserves the right, at its sole discretion, to make a dilution adjustment in the calculation of the dealing price, and thereby swing the dealing price, of shares in any sub-fund of the Company if in its opinion the existing shareholders (for net purchases of shares) or remaining shareholders (for net redemptions of shares) might otherwise be adversely affected. By 'purchases' of shares we mean issues by the Company and subscriptions facilitated by the ACD and by 'redemptions' of shares we mean cancellations by the Company and redemptions by the ACD.

The COLL Rules acknowledge that the need to make a dilution adjustment may depend on the volume of purchases of shares or redemptions of shares. Accordingly, the ACD reserves the right at its sole discretion to impose a dilution adjustment in the following circumstances:

- (a) If the sub-fund is experiencing steady decline (net outflow of investment).
- (b) If the sub-fund is experiencing steady growth (net inflow of investment).

- (c) If the sub-fund is experiencing large levels of net purchases or net redemptions relative to its size.
- (d) Where the sub-fund experiences net purchases or net redemptions on any Dealing Day exceeding a particular value or a particular percentage of the value of the sub-fund.
- (e) In any other circumstances where the ACD believes it will be in the interests of shareholders to make a dilution adjustment.

The ACD is currently of the opinion that it is in the best interests of shareholders in the Company to make a dilution adjustment whenever dealings in the shares of any sub-fund result in shares in that sub-fund being issued or cancelled by the Company. The ACD believes that this policy should result in no significant dilution occurring. The adjustment will take account of any spread between the buying and selling prices of the relevant sub-fund's investments and the costs (which may include dealing charges and taxes) of acquiring or disposing of such investments, as the case may be.

The level of the dilution adjustment is set by the ACD based on prevailing market conditions. Where liquidity is restricted and trading in size in the portfolio's investments results in significant movement in the prices of these investments the ACD may adjust the level of the dilution adjustment to protect the interests of the ongoing investors in a sub-fund. The ACD has thresholds for the sub-funds for daily net inflows or outflows of cash into or out of the sub-funds. Above these thresholds, which vary by sub-fund and according to market conditions, the ACD will increase the dilution adjustment to reflect the increased dealing costs incurred by the sub-funds as a result of larger inflows and outflows. A consequence of this policy is, however, that smaller transactions made on any day that the relevant threshold is exceeded will also trade at the price incorporating the higher adjustment and this may lead to increased dealing costs. Whether an adjustment may be necessary will depend upon the net movement into or out of a sub-fund on any given day and on the underlying market conditions on that day and it is therefore not possible to predict when an adjustment may be made.

General Information cont.

Dilution Adjustment cont.

On any Dealing Day when the Company neither issues nor cancels shares in a sub-fund the price of shares in that sub-fund will not contain any dilution adjustment.

This policy to swing the dealing price will be subject to regular review and may change. The ACD's decision on whether or not to make a dilution adjustment, and on what level of adjustment to make in particular circumstances or generally, will not prevent it from making a different decision in similar circumstances in the future.

Where a dilution adjustment is applied, it will increase the dealing price when there are net inflows into the relevant sub-fund and decrease the dealing price when there are net outflows. The dealing price of each class of share in a sub-fund will be calculated separately but any dilution adjustment will in percentage terms affect the dealing price of shares of each class identically.

On the occasions when no dilution adjustment is made there may be an adverse impact on the value of the Scheme Property attributable to the relevant sub-fund.

Stamp Duty Reserve Tax (SDRT)

Generally, there will be no charge to SDRT when shareholders surrender or redeem shares. However, where the redemption is satisfied by a non-pro rata in specie redemption, then a charge of SDRT may apply.

Taxation Reporting

In order to fulfil its legal obligations, the ACD is required to collect and report certain information about shareholders (and in some circumstances the shareholder's controlling persons), including their identity, tax residency, tax status and financial information relating to their shareholding. Shareholders must provide the ACD with any information required to meet these obligations, and may also be asked to provide self-certifications and tax reference numbers or the equivalent. The ACD reserves the right to refuse an

application for shares or a transfer of shares until it receives a declaration as to the shareholder's tax residency or status in the form prescribed by the ACD.

The ACD is also required to provide to HMRC certain information regarding shareholders, payments made to shareholders and proceeds arising on the disposal of shares, and HMRC may pass such information on to the tax authorities of another jurisdiction.

Share Classes

The net asset value of each sub-fund, the net asset value per share, and the number of shares in each class are shown in the Fund Information sections of the relevant sub-fund. In each sub-fund all share classes have the same rights on winding up.

With effect from 1 March 2022, Class A shares are only available to persons with a written agreement with the ACD or one of its associates. This requirement for a written agreement does not apply to those who held shares in this Class as at 28 February 2022 and who will continue to hold shares in this Class.

Where Class C shares are available, they are only available to persons to whom the ACD, or an associate of the ACD provides services under an investment management agreement or who has a separate fee arrangement with the ACD or one of its associates.

The minimum lump sum investment amounts are shown in the table on page 79.

Equalisation

The Company will operate grouping for equalisation. Each class of shares will operate its own equalisation account. Shares subscribed for during a distribution period are called Group 2 shares. Shares subscribed for during any previous distribution period are called Group 1 shares. Group 2 shares contain in their subscription price an amount called equalisation which represents a proportion of the net income of the sub-fund that has accrued up to the date of subscription. The amount of

General Information cont.

Equalisation cont.

equalisation is averaged across all the shareholders of Group 2 shares and is refunded to them as part of their first distribution and is treated as a return of capital for tax purposes. Being capital it is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

An 'income equalisation-like' mechanism will be operated by the ACD for conversions. The ACD will ensure that the mechanism is operated to ensure fair treatment of those converting their shares and other shareholders in the affected classes.

Fund Charges and Costs

For further details on the costs associated with investing in the sub-funds of the ICVC, please see the Enhanced Disclosure of Funds Costs and Charges document and Baillie Gifford's Funds Costs and Charges Summary, both of which are available on the website www.bailliegifford.com.

Conflicts of Interest

From time to time, there may be situations that give rise to a material interest or conflict of interest. Such interests can arise between the interests of the ACD, the Investment Adviser, other persons associated with them and the interests of the sub-funds and their shareholders. A material interest or a conflict of interest can also arise between the interests of different shareholders. In such circumstances the ACD will put in place effective organisational and administrative arrangements to manage and monitor the material interest or conflict of interest in a way that ensures shareholders are treated fairly, or where it is impractical to manage the conflict, it will be disclosed.

The ACD, the Investment Adviser and other persons associated with them may, from time to time, act as authorised corporate directors, investment managers or advisers to other persons, companies or funds which

follow similar investment objectives to the sub-funds. It is therefore possible that the ACD and/or the Investment Adviser may in the course of their business have potential conflicts of interest with the Company or a particular sub-fund. Each of the ACD and the Investment Adviser will, however, have regard in such event to, amongst other things, its obligation to act in the best interests of the Company so far as practicable, having regard to its obligations to other clients, when undertaking any investment where potential conflicts of interest may arise. The Depositary may, from time to time, act as the depositary or trustee of other companies or funds.

Full details of the ACD's conflicts of interest policy can be inspected at the offices of the ACD at Calton Square, 1 Greenside Row, Edinburgh EH1 3AN during normal business hours.

Third Party Data Provider Disclaimers

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General Information cont.

Third Party Data Provider Disclaimers cont.

J.P. Morgan Index Data

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General Information cont.

Minimum Lump Sum Investments and Annual Management Charge

| | Class A | Class B ¹ | Class C |
|---|---------|----------------------|----------|
| Minimum lump sum investments: | | | |
| Baillie Gifford Emerging Markets Bond Fund ² | £1,000 | £100,000 | £250,000 |
| Baillie Gifford High Yield Bond Fund | £1,000 | £100,000 | £250,000 |
| Baillie Gifford Investment Grade Bond Fund | £1,000 | £100,000 | £250,000 |
| Baillie Gifford Strategic Bond Fund | £1,000 | £100,000 | £250,000 |
| Annual management charge: | | | |
| Baillie Gifford Emerging Markets Bond Fund ² | 1.10% | 0.40% | Nil |
| Baillie Gifford High Yield Bond Fund | 1.00% | 0.35% | Nil |
| Baillie Gifford Investment Grade Bond Fund | 1.00% | 0.25% | Nil |
| Baillie Gifford Strategic Bond Fund | 1.00% | 0.50% | Nil |

¹Applicable to new investors from 1 March 2022. Further details are provided in the Prospectus of the minimum lump sum applicable to investors in Baillie Gifford Funds prior to 1 March 2022.

²With effect from 22 April 2024 Baillie Gifford Emerging Markets Bond fund is no longer be available for subscription.

The Group's Funds

Baillie Gifford Bond Funds ICVC

Baillie Gifford Emerging Markets Bond Fund¹
 Baillie Gifford High Yield Bond Fund
 Baillie Gifford Investment Grade Bond Fund
 Baillie Gifford Strategic Bond Fund

Baillie Gifford Investment Funds ICVC

Baillie Gifford Climate Optimism Fund
 Baillie Gifford Diversified Growth Fund
 Baillie Gifford Long Term Global Growth Investment Fund
 Baillie Gifford Multi Asset Growth Fund
 Baillie Gifford Positive Change Fund
 Baillie Gifford Sustainable Multi Asset Fund

Baillie Gifford Investment Funds II ICVC

Baillie Gifford Health Innovation Fund
 Baillie Gifford Japanese Income Growth Fund
 Baillie Gifford Sterling Aggregate Bond Fund
 Baillie Gifford Sustainable Growth Fund
 Baillie Gifford Sustainable Income Fund
 Baillie Gifford UK Equity Core Fund

Baillie Gifford Overseas Growth Funds ICVC

Baillie Gifford American Fund
 Baillie Gifford China Fund
 Baillie Gifford Developed Asia Pacific Fund
 Baillie Gifford Emerging Markets Growth Fund
 Baillie Gifford Emerging Markets Leading Companies Fund
 Baillie Gifford European Fund
 Baillie Gifford Global Discovery Fund
 Baillie Gifford Japanese Fund
 Baillie Gifford Japanese Smaller Companies Fund
 Baillie Gifford Pacific Fund

Baillie Gifford UK & Balanced Funds ICVC

Baillie Gifford British Smaller Companies Fund²
 Baillie Gifford Global Alpha Paris-Aligned Fund
 Baillie Gifford Global Alpha Growth Fund
 Baillie Gifford Global Income Growth Fund
 Baillie Gifford International Fund
 Baillie Gifford Managed Fund
 Baillie Gifford Responsible Global Equity Income Fund
 Baillie Gifford UK and Worldwide Equity Fund
 Baillie Gifford UK Equity Alpha Fund
 Glenfinlas Global Fund³

¹With effect from 22 April 2024 Baillie Gifford Emerging Markets Bond Fund is no longer be available for subscription.

²Baillie Gifford British Smaller Companies Fund is no longer available for subscription.

³Glenfinlas Global Fund is no longer available for subscription.

**For further information about the Funds or
Baillie Gifford's range of OEICS, please:**

Contact us at: Client Relations Team
Baillie Gifford & Co Limited,
Calton Square, 1 Greenside Row,
Edinburgh EH1 3AN

Call our Client Relations Team on 0800 917 2113. Your call may be recorded for training or monitoring purposes.

Visit our website at www.bailliegifford.com, or email us on trusenquiries@bailliegifford.com.

Or fax us on 0131 275 3955.

