

Maitland

MI Momentum Investment Funds

Annual Report 30 June 2020

MI Momentum Investment Funds

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* These collectively comprise the Authorised Corporate Director's Report.

Directory

Authorised Corporate Director (ACD) & Registrar

Maitland Institutional Services Ltd
Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY
Telephone: 01245 398950
Fax: 01245 398951
Website: www.maitlandgroup.com
(Authorised and regulated by the Financial Conduct Authority)

Customer Service Centre

Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY
Telephone: 0345 305 4214
Fax: 0845 280 0466
E-mail: mgim@maitlandgroup.com

Directors of the Authorised Corporate Director

R. Ackermann (retired 31 January 2020)
P.J. Foley-Brickley
C. O'Keeffe (appointed 28 January 2020)
D. Phillips (Non-Executive Director appointed 18 December 2019)
J. Thompson (Non-Executive Director appointed 18 December 2019)

Investment Manager

Momentum Global Investment Management Limited
The Rex Building, 62 Queen Street, London EC4R 1EB
(Authorised and regulated by the Financial Conduct Authority)

Depository

National Westminster Bank Plc
Trustee & Depositary Services
250 Bishopsgate, London, EC2M 4AA
(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority)

Independent Auditor

PricewaterhouseCoopers LLP
Chartered Accountants and Statutory Auditors
Atria One, 144 Morrison Street, Edinburgh EH3 8EX

Statement of Authorised Corporate Director's Responsibilities

The Collective Investment Schemes sourcebook published by the FCA, ('the COLL Rules') requires the Authorised Corporate Director ('ACD') to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company and of the net revenue and net gains or losses on the property of the Company for the period.

In preparing the financial statements the ACD is responsible for:

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

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

In so far as the ACD is aware:

- there is no relevant audit information of which the Company's Auditor is unaware; and
- the ACD has taken all steps that it ought to have taken to make itself aware of any relevant audit information and to establish that the Auditors are aware of that information.

Certification of the Annual Report by the Authorised Corporate Director

In accordance with the requirements of the Regulations and COLL Sourcebook, we hereby certify the Report on behalf of the Company, Maitland Institutional Services Ltd.



P.J. Foley-Brickley

C. O'Keeffe

Directors

Maitland Institutional Services Ltd

15 September 2020

Statement of the Depositary's Responsibilities and Report of the Depositary to the Shareholders of the MI Momentum Investment Funds ("the Company") for the year ended 30 June 2020

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

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

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

The Depositary must ensure that:

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

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

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

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

National Westminster Bank Plc

15 September 2020

Independent Auditors' Report to the Shareholders of MI Momentum Investment Funds

Report on the audit of the financial statements

Opinion

In our opinion, the financial statements of MI Momentum Investment Funds (the 'Company')

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 30 June 2020 and of the net revenue and the net capital losses on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

MI Momentum Investment Funds is an Open Ended Investment Company ('OEIC') with 3 sub-funds. The financial statements of the company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report 30 June 2020 (the "Annual Report"), which comprise: the balance sheets as at 30 June 2020; the statements of total return and the statements of changes in net assets attributable to shareholders for the year then ended; the distribution tables; the accounting policies (within Accounting Policies and Risk Management Policies); and the notes to the financial statements.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Independence

We remained independent of the company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

Conclusions relating to going concern

We have nothing to report in respect of the following matters in relation to which ISAs (UK) require us to report to you where:

- the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is not appropriate; or
- the Authorised Corporate Director has not disclosed in the financial statements any identified material uncertainties that may cast significant doubt about the company's or any of the sub-funds' ability to continue to adopt the going concern basis of accounting for a period of at least twelve months from the date when the financial statements are authorised for issue.

However, because not all future events or conditions can be predicted, this statement is not a guarantee as to the company's or any of the sub-funds' ability to continue as a going concern.

Independent Auditors' Report to the Shareholders of MI Momentum Investment Funds (continued)

Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

Authorised Corporate Director's Report

In our opinion, the information given in the Authorised Corporate Director's Report for the financial year period for which the financial statements are prepared is consistent with the financial statements.

Responsibilities for the financial statements and the audit

Responsibilities of the Authorised Corporate Director for the financial statements

As explained more fully in the Statement of Authorised Corporate Director's Responsibilities set out on page 2, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the company's and each of the sub-funds ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to wind up or terminate the company or individual sub-fund, or has no realistic alternative but to do so.

Auditors' responsibilities for the audit of the financial statements

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

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

Use of this report

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Independent Auditors' Report to the Shareholders of MI Momentum Investment Funds (continued)

Other required reporting

Opinion on matter required by the Collective Investment Schemes sourcebook

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

Collective Investment Schemes sourcebook exception reporting

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP

PricewaterhouseCoopers LLP

Chartered Accountants and Statutory Auditors

Edinburgh

15 September 2020

Accounting Policies and Risk Management Policies

for the year ended 30 June 2020

The financial statements for MI Momentum Investment Funds comprises the individual financial statements for each Sub-fund and the accounting policies and risk management policies below:

1. Accounting Policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments and in accordance with FRS 102 and the Statement of Recommended Practice ("SORP") for Financial Statements of UK Authorised Funds issued by the Investment Association (IA) in May 2014.

The financial statements have been prepared on the going concern basis.

The authorised Status and head office of the Company can be found within the general information starting on page 65.

The Certification of the Annual Report by the Authorised Corporate Director can be found on page 2.

(b) Recognition of revenue

Revenue is included in the Statement of Total Return on the following basis:

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

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

Any reported revenue from an offshore reporting fund is recognised as revenue no later than the date on which the reporting fund makes the information available.

Interest on debt securities is recognised on an accrual basis.

Interest on bank and short term deposit is on an earned basis.

In the case of debt securities any difference between acquisition cost and maturity value is recognised as revenue over the life of the security using the effective yield basis of calculating amortisation.

Derivative returns have been treated as either revenue or capital depending on the motives and circumstances on acquisition.

All revenue includes withholding taxes but excludes irrecoverable tax credits.

(c) Treatment of stock and special dividends

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

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

(d) Treatment of expenses

All expenses, except for those relating to the purchase and sale of investments, are charged against revenue for the year on an accruals basis.

(e) Allocation of revenue and expenses to multiple share classes

With the exception of the Investment Manager's fee which is directly attributable to individual share classes, all revenue and expenses are apportioned to the Sub-fund's share classes pro-rata to the value of the net assets of the relevant share class on the day that the revenue or expense is recognised.

(f) Taxation

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

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

Accounting Policies and Risk Management Policies

continued

1. Accounting Policies (continued)

(g) Distribution policy

The net revenue after taxation as disclosed in the financial statements, after adjustment for items of a capital nature, is distributable to shareholders as dividend distributions. Any revenue deficit is funded from capital.

Interim distributions may be made at the ACD's discretion and the balance of revenue is distributed in accordance with the regulations.

For the purpose of enhancing revenue entitlement, all expenses (except for those relating to the purchase and sale of investments), are charged equally between revenue and capital. This will reduce the capital growth of the Sub-fund.

In the case of debt securities any difference between acquisition cost and maturity value is recognised as revenue over the life of the security using the effective yield basis of calculating amortisation. This may constrain the capital growth of the Sub-fund.

Distributions not claimed within a six year period will be forfeited and added back to the capital of the Sub-fund.

(h) Basis of valuation of investments

Listed investments are valued at close of business bid prices on the last business day of the accounting year excluding any accrued interest in the case of fixed and floating rate interest securities.

Collective investment schemes are valued at quoted bid price for dual priced funds and at quoted price for single priced funds, on the last business day of the accounting year.

Unlisted or suspended investments are valued by the ACD taking into account where appropriate, latest dealing prices, valuations from reliable sources, financial performance and other relevant factors.

Derivative instruments are valued at the cost of closing out the contract at the balance sheet date.

The fair value of open forward foreign currency contracts is calculated with reference to the changes in the spot rate, changes in interest rate differential and the reduced term left to maturity.

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

Categorisation within the hierarchy has been determined on the basis of the lowest level input that is significant to the fair value measurement of the relevant asset as follows:

- Level 1 – Unadjusted quoted price in an active market for an identical instrument.
- Level 2 – Valuation techniques using observable inputs other than quoted prices within level 1.
- Level 3 – Valuation techniques using unobservable inputs.

(i) Exchange rates

Transactions in foreign currencies are recorded in sterling at the rate ruling at the date of the transactions. Assets and liabilities expressed in foreign currencies at the end of the accounting period are translated into sterling at the closing exchange rates ruling on that date.

(j) Dilution levy

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

Accounting Policies and Risk Management Policies

continued

2. Risk Management Policies

In pursuing its investment objectives, the Sub-funds may hold a number of financial instruments. These financial instruments comprise securities and other investments, cash balances, debtors and creditors that arise directly from the Sub-fund's operations, for example, in respect of sales and purchases awaiting settlement, amounts receivable for creations and payable for redemptions and debtors for accrued revenue.

In doing so, the ACD accepts market price risk and currency risk in relation to the investment portfolio and foreign cash positions.

The Sub-funds may also enter into a range of derivative transactions whose purpose is efficient portfolio management. In addition the Sub-fund only executes derivative contracts where both the derivative instrument and the counterparty have been approved by the ACD.

The risks arising from financial instruments and the ACD's policies for the monitoring and managing of these risks are stated below in accordance with the Risk Management Policy of the ACD.

These policies have been consistent for both years through which these financial statements relate.

Market price risk

Market price risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Sub-fund might suffer through holding market positions in the face of price movements. This means the value of an investor's holding may go down as well as up and an investor may not recover the amount invested. Investors should consider the degree of exposure of the Fund in the context of all their investments.

The Sub-fund's investment portfolio is exposed to market price fluctuations, which are monitored by the Company as per the policies as set out in the Prospectus. The investment guidelines and investment and borrowing powers set out in the Instrument of Incorporation, the Prospectus and in the Financial Conduct Authority's Collective Investment Schemes Sourcebook describe the nature of the market risk to which the Sub-funds will be exposed.

Currency risk

Although the Sub-fund's capital and income are denominated in sterling, a proportion of the Sub-fund's investments may have currency exposure and, as a result, the income and capital value of the Sub-fund are affected by currency movements.

Currency risk is the risk that the value of the Sub-fund's investments will fluctuate as a result of changes in currency exchange rates. For Sub-funds where a proportion of the net assets of the Sub-fund is denominated in currencies other than sterling, the balance sheet can be affected by movements in exchange rates. The Company monitors the currency exposure of the Sub-funds and may seek to manage exposure to currency movements by using forward exchange contracts or by hedging the sterling value of investments that are priced in other currencies.

The Sub-funds invest in Collective Investment Schemes, therefore the Sub-funds may be indirectly exposed to underlying Collective Investment Schemes investments.

Interest rate risk

Interest rate risk is the risk that the value of the Sub-fund's investments will fluctuate as a result of changes in interest rates. The Sub-funds may invest in fixed and floating rate securities, or schemes that invest in fixed or floating rate securities. The revenue of these Sub-funds may be affected by changes in interest rates relevant to particular securities or as a result of the ACD being unable to secure similar returns on the expiry of contracts or sale of securities. The value of fixed interest securities may be affected by interest rate movements or the expectation of such movements in the future.

Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

A risk limit system is employed to monitor the risks related to the investment types, concentration and diversification of the Sub-funds portfolio.

Floating rate interest-bearing assets at the balance sheet date consist of bank balances, on which interest is calculated at a variable rate by reference to sterling bank deposit rates or the international equivalent; and floating rate notes, on which interest is calculated at a variable rate by reference to the London Interbank Offered Rate (LIBOR) or the Euro Interbank Offered Rate (EURIBOR).

Accounting Policies and Risk Management Policies

continued

2. Risk Management Policies (continued)

Credit risk

Credit risk arises from two main sources. Firstly, the possibility that the issuer of a security will be unable to pay interest and principal in a timely manner. Secondly, there is the possibility of default of the issuer and default in the underlying assets of a Collective Investment Scheme, meaning that a sub-fund may not receive back the full principal originally invested. Adhering to investment guidelines and avoiding excessive exposure to one particular issuer or scheme can limit credit risk.

There are no net borrowings or unlisted securities and the ACD considers that the Sub-funds have little exposure to credit risk.

Liquidity risk

Liquidity risk is the risk that the Sub-funds cannot raise sufficient cash to meet its liabilities when due. One of the key factors influencing this will be the ability to sell investments at, or close to, the fair value without a significant loss being realised.

Under normal circumstances, the Sub-funds will remain close to fully invested. However, where circumstances require: either because a view of illiquid securities markets or high levels of redemptions in the Sub-funds, the Sub-funds may hold cash and/or more liquid assets. Temporary higher liquidity levels may also arise during the carrying out of a change in asset allocation policy, or following a large issue of shares.

The ACD manages the Sub-fund's cash to ensure they can meet their liabilities. In addition the Investment Manager monitors market liquidity of all securities, seeking to ensure the Sub-funds maintains sufficient liquidity to meet known and potential redemption activity. Momentum Global Investment Management Limited cash balances are monitored daily by the Investment Manager and the ACD. All of the Sub-fund's financial liabilities are payable on demand or in less than one year.

The ACD considers that there is little exposure to liquidity risk.

Counterparty risk

The risk that the counterparty will not deliver the investments for a purchase or the cash for a sale after the Sub-fund has fulfilled its responsibilities which could result in the Sub-fund suffering a loss. The Investment Manager minimises the risk by conducting trades through only the most reputable counter parties.

Derivatives

The Sub-funds may enter into derivative contracts for Efficient Portfolio Management (EPM) purposes. The purposes of EPM must be to achieve reduction of risk, the reduction of cost, or the generation of additional income or capital with an acceptably low level of risk and the use of these instruments must not cause the Sub-fund to stray from its investment objectives.

Any EPM transaction must be economically appropriate and the exposure fully covered. The ACD monitors the use of derivatives to ensure EPM rules are satisfied.

In the opinion of the ACD there is no sophisticated derivative use within the Sub-fund and accordingly a sensitivity analysis is not presented.

Fair value of financial assets and liabilities

Investments disclosed as at the balance sheet date are at fair value. Current assets and liabilities disclosed in the balance sheet are at amortised cost which is approximate to fair value.

Investment Objective

The Sub-fund aims to achieve medium to long term capital growth.

Investment Policy

The Sub-fund may gain exposure to a broad range of asset classes, including global equities, UK equities, corporate and government bonds, money market instruments, cash and near cash by investing predominantly in a globally diverse mix of collective investment schemes.

In doing so, the Sub-fund will target a risk rating factor 3 as determined by an independent risk rating body. The risk profile of the Sub-fund is defensive with between 0% and 35% exposure to equities. Performance is measured over an entire market cycle (the market cycle is a period of time from which the market moves from a period of increasing prices and strong performance, to a period of weak performance and falling prices, and then back again), rather than at any one point in time.

Where possible and where not inconsistent with the Sub-fund's risk profile, it will aim, after fees and expenses of the Sub-fund have been deducted, for a return which is 3% in excess of the Consumer Price Index over the relevant market cycle. There is no guarantee that this return will be achieved.

The Sub-fund may also invest in other transferable securities, cash, near cash, deposits, money market instruments and money market funds.

The Sub-fund may use derivatives or forward transactions only for the purpose of efficient portfolio management.

The Sub-fund's target benchmark has been chosen because it reflects an appropriate outperformance target, taking into account the risk profile of the Sub-fund, compared to the UK's Consumer Price Index, which is a measure of inflation. Over time, inflation decreases the purchasing power of your investment. If the Sub-fund's performance matched the Consumer Price Index, your investment would have the same purchasing power as it had the previous year. This Sub-fund seeks to outperform the Consumer Price Index by 5% in order to provide real growth.

Investment Manager's Report

for the year ended 30 June 2020

The Momentum Focus Funds combine long term inflation plus objectives with third party risk profiling provided by Distribution Technology. Through the Managed Portfolios we aim to manage the expected volatility of investors' portfolios, while at the same time achieving long term real returns consistent with their financial objectives. Our goals based portfolio construction is focused on delivering robust outcomes by diversifying across asset classes and strategies, different investment philosophies and investment managers. Momentum Focus 3 has been risk rated by Distribution Technology as risk profile 3.

Over the 12 months ending June 2020, global equities posted positive returns with the MSCI World index advancing 5.5%. However, there was a considerable amount of volatility over this period. In the six months ending December 2019, global equities gained 4.5% following the movement of US-China trade wars to a phase one deal, the UK set to leave the EU in January and the policy pivot from the Federal Reserve (Fed) to move to a much looser policy, with other central banks moving in the same direction.

However, the coronavirus crisis hit in early 2020. Above all it is a humanitarian crisis on an epic scale, on 29 February there were 85,000 confirmed cases to on the 30 June over 10m cases and 500,000 deaths. It also delivered an economic shock with a speed and severity unprecedented in modern times. The speed and depth of the downturn, in the economy and markets, triggered a major credit and liquidity event in March; severe dollar shortages emerged, and cash became king as panic selling and frantic deleveraging pushed markets into free-fall. The Fed stepped in with a massive support package, as did other central banks, leading markets to rally sharply from the late March lows. In the first three months of the year, the MSCI World Index fell -15.5%, however the speed of the recovery is evident as markets gained 19.5% in the second quarter.

Over the year, the UK was a notable laggard with the market falling -15.3% due to the uncertainty caused by the coronavirus crisis and the more value-oriented index composition, a style that has remained out of favour over the year. The S&P 500 gained 9.6% over the year and Japan gained 5.8%. Bond markets performed well over the period, with global government bonds gaining 7.9%, global bonds 4.6% and global convertibles 10.6%. The flight of capital to safe havens continued as gold gained 29.6% over the year, showing how investors have valued it during the coronavirus crisis. On the other hand, oil fell -37% over the same period, as the coronavirus crisis led to a collapse in the demand for oil.

Investment Manager's Report

continued

Against this backdrop, the Momentum Focus 3 Fund underperformed its strategic benchmark, returning -1.9% (Class A Accumulation mid to mid valuation point) net of fees versus the gross benchmark return of +3.1% over the 12-month period to end June 2020.

During the twelve months, the Sub-fund's underperformance was driven mostly by negative manager selection contributions, primarily in DM equity and alternatives and to a lesser extent in credit. Within alternatives the Allianz Structured Return Fund sold off sharply in the wake of the Coronavirus breaking and we took the decision to redeem considering better opportunities elsewhere. Within DM equity the largest detractors came from Contrarius, the global value manager which we redeemed from in February, from Schroders and RWC – both value oriented UK equity funds - and from the Momentum Global Equity Fund which underperformed during the year. Brighter equity spots include TB Evenlode Income whose quality bias has served them well over the year; Merian Chrysalis Investment Company, a UK growth oriented investment trust; and PGIM Jennison, a global growth strategy that has performed admirably (but which is now consolidated as a holding into the Momentum Global Equity Fund). Another notable weak spot has been in property where both Ediston Property Investment and Schroder Real Estate Investment Trust have underperformed over the year, the former largely due to a retail heavy portfolio and the sector being already out of favour before the pandemic hit. On the positive side Muzinich Enhanced Yield Short Term has performed solidly since adding to the portfolio in April and the direct bond selection also worked well, notably so the longer maturities.

Asset allocation was a net contributor vs the strategic benchmark over the year with equity, cash and gold more than offsetting the relative underperformance of the lower than benchmark duration. Over the last year we have selectively added to duration at times to manage this risk more effectively, with all the increases coming before the pandemic hit. The allocation to gold has performed particularly well with the yellow metal proving to be one of few places to hide during the worst months in the first quarter of the calendar year.

Unlike a year ago, we have moved risk firmly lower in recent months as markets have rallied back hard from their lows and we believe the fundamentals are less supportive of sustaining those levels without a meaningful pick up in economic activity which remains muted today. We have positioned to retain upside where possible by taking downside protection using convertibles and options. This comes at some cost but is limited and modest and largely paid for by increased yields on credit.

We remain mindful of the UK (and Sterling) bias that Focus has had and the underperformance of UK assets over the year. We have started to pivot from UK to global equities to improve diversification and fee experience for investors and the UK weight has reduced from ~60% of DM exposure to 55% at end June. We have also consolidated positions within the Sub-fund and been able to reduce the underlying manager fee by ~9bps over the 6 months to end June.

MI Momentum Investment Funds - MI Momentum Focus 3

Portfolio Statement

as at 30 June 2020

Holding	Security	Market value £	% of total net assets 2020
Commodities 3.94% (4.67%)			
15,128	iShares Physical Gold ETC	423,584	3.94
Emerging Markets Equities 0.00% (3.77%)			
Emerging Markets Fixed Interest 8.24% (6.21%)			
65,245	iShares Emerging Markets Government Bond Index - Accumulation USD*	584,547	5.43
826	iShares J.P. Morgan \$ Emerging Markets Bond UCITS ETF - Distribution USD	72,288	0.67
2,162	Jupiter Global Emerging Markets Short Duration Bond - F GBP Accumulation*	230,693	2.14
		887,528	8.24
Equity Investment Instruments 10.67% (4.94%)			
60,000	Merian Chrysalis Investment Company	68,100	0.63
659,647	Sequoia Economic Infrastructure Income Fund	686,033	6.38
392,000	TwentyFour Income Fund	393,960	3.66
		1,148,093	10.67
Global Equities 13.81% (14.29%)			
216,470	Maple-Brown Abbot Global Infrastructure - Institutional Sterling*	215,085	2.00
3,653	Momentum Global Funds Global Equity - I USD Accumulation*	598,086	5.55
48,596	Neuberger Berman Uncorrelated Strategies - GBP I2 Accumulation*	523,863	4.87
45,985	TB Evenlode Income - C Accumulation GBP*	149,680	1.39
		1,486,714	13.81
European Equities 0.00% (1.41%)			
Global Fixed Interest 21.62% (13.48%)			
454,179	Artemis Short Dated Global High Yield Bond - FI GBP H*	428,882	3.98
1,932	Aviva Investors Global Convertibles - Iyh Accumulation GBP*	217,266	2.02
5,173	Chinook Global Convertible Bond - R GBP Accumulation*	591,511	5.50
2,194	iShares Core £ Corp Bond ETF GBP - GBP Distribution	339,017	3.15
7,306	Muzinich Enhanced Yield Short Term - Hedged GBP Accumulation A*	750,339	6.97
		2,327,015	21.62
Japanese Equities 0.00% (1.24%)			
Real Estate Investment Trusts 2.10% (3.25%)			
269,131	Ediston Property Investment	145,331	1.35
266,598	Schroder Real Estate Investment Trust	80,379	0.75
		225,710	2.10
UK Equities 2.89% (7.57%)			
62,387	Merian UK Smaller Companies - U2 GBP Accumulation*	103,562	0.96
114,185	Schroder Recovery - Z Accumulation GBP*	96,875	0.90
146,591	TM RWC UK Equity Income - S Income*	110,335	1.03
		310,772	2.89
UK Government Bonds 10.54% (7.04%)			
£400,000	Treasury 0.875% 22.10.29	427,984	3.98
0	Treasury 1% 22.04.24	0	0.00
£700,000	Treasury 1.5% 22.01.21	705,901	6.56
		1,133,885	10.54

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2020
	US Fixed Interest 0.00% (3.15%)		
	US Equities 0.00% (2.09%)		
	US Government Bonds 21.83% (18.23%)		
\$796,000	US Treasury 0.25% Index Linked 15.01.25	734,131	6.82
\$450,000	US Treasury 0.125% Index Linked 15.01.30	392,563	3.65
\$870,000	US Treasury 0.625% Index Linked 15.02.43	926,012	8.60
\$250,000	US Treasury N/B 2.25% 15.08.49	243,319	2.26
\$44,500	US Treasury 3.75% 15.11.43	53,620	0.50
		2,349,645	21.83
	DERIVATIVES 0.17% (-0.08%)		
	Forward Currency Contracts^ 0.10% (-0.08%)		
	Sold US\$3,900,000 Bought £3,163,327 (17.07.20)	13,230	0.12
	Sold €45,000 Bought £39,595 (17.07.20)	(1,285)	(0.01)
	Bought US\$275,000 Sold £223,049 (17.07.20)	(917)	(0.01)
	Sold US\$470,000 Bought £379,545 (17.07.20)	(85)	0.00
		10,943	0.10
	Futures -0.04% (0.00%)		
4	FTSE 100 Index Future September 20	(4,080)	(0.04)
10	MSCI Emerging Markets Index Future September 20	(466)	0.00
		(4,546)	(0.04)
	Options^^ 0.11% (0.00%)		
2	S&P 500 18 September 20 Put @ 2825	12,010	0.11
	Investment assets	10,311,353	95.81
	Net other assets	451,077	4.19
	Net assets	10,762,430	100.00

All investments are ordinary shares or stock units on a regulated securities market unless otherwise stated. The percentages in brackets show the equivalent % holdings as at 30.06.19.

*Collective Investment Schemes permitted under COLL, not listed on any exchange.

^At the balance sheet date, all forward currency contracts were executed with one counterparty, JP Morgan for the purpose of Effective Portfolio Management.

^^At the balance sheet date, options were executed with one counterparty, JP Morgan.

	Market value £	% of total net assets 2020
Analysis of bonds by credit rating		
AA2U credit rated bonds	1,133,885	10.54
AAA credit rated bonds	2,349,645	21.83
	3,483,530	32.37

Comparative Tables

Change in net assets per share

	A Accumulation		
	30.06.20 p	30.06.19 p	30.06.18 p
Opening net asset value per share	127.48	127.36	126.64
Return before operating charges [^]	-0.59	1.99	2.50
Operating charges	-1.88	-1.87	-1.78
Return after operating charges [^]	-2.47	0.12	0.72
Distributions	-1.76	-1.88	-1.24
Retained distributions on accumulation shares	1.76	1.88	1.24
Closing net asset value per share	125.01	127.48	127.36
[^] After direct transaction costs of	-0.01	0.04	-0.03
Performance			
Return after charges	-1.94%	0.09%	0.57%
Other information			
Closing net asset value	£10,762,430	£7,950,376	£18,977,872
Closing number of shares	8,609,365	6,236,336	14,901,155
Operating charges [†]	1.49%	1.49%	1.40%
Ongoing operating charges	1.49%	1.49%	1.40%
Direct transaction costs	0.01%	-0.03%	0.02%
Prices			
Highest share price	131.18	128.27	129.12
Lowest share price	109.22	122.82	125.19

[†]The Investment Manager rebates the Sub-fund's operating charges in order for them not to exceed 1.49% of the average net asset value of the Sub-fund.

	B Accumulation		
	30.06.20* p	30.06.19 p	30.06.18 p
Opening net asset value per share	125.83	126.64	127.53
Return before operating charges [^]	4.05	2.30	2.78
Operating charges	-3.16	-3.11	-3.07
Return after operating charges [^]	0.89	-0.81	-0.29
Redemption Payment	126.72	—	—
Distributions	—	-1.22	-0.60
Retained distributions on accumulation shares	—	1.22	0.60
Closing net asset value per share	0.00	125.83	126.64
[^] After direct transaction costs of	0.01	0.04	-0.03
Performance			
Return after charges	0.71%	-0.64%	0.23%
Other information			
Closing net asset value	—	£142,043	£347,232
Closing number of shares	—	112,887	274,186
Operating charges	2.49%	2.49%	2.40%
Ongoing operating charges*	—	2.49%	2.40%
Direct transaction costs	0.01%	-0.03%	0.02%
Prices			
Highest share price	127.86	127.75	129.50
Lowest share price	125.52	121.83	125.15

*B Accumulation class was disinvested on 18 September 2019.

Operating charges include indirect costs incurred in the maintenance and running of the Sub-fund, as disclosed (but not limited to) the detailed expenses within the Statement of Total Return. The figures used within this table have been calculated against the average Net Asset Value for the accounting year.

Comparative Tables

continued

The return after charges is calculated as the closing Net Asset Value per share plus the distributions on income shares minus the opening Net Asset Value per share as a % of the opening net asset value per share. The basis of valuation of investments used to calculate net asset value per share is described in notes to the Financial Statements and complies with requirements of the current Statement of Recommended Practice for UK Authorised Funds. This differs from the basis used to calculate daily published single prices, in which listed investments are valued at 12:00 mid prices.

The Sub-fund invests in Collective Investment Schemes; the expenses incurred by these schemes in relation to the Sub-fund (synthetic ongoing charge) are included in the operating charges.

Direct transaction costs include fees, commissions, transfer taxes and duties in the purchasing and selling of investments, which are offset (where applicable) against any dilution levies charged within the accounting period. The figures used within the table have been calculated against the average Net Asset Value for the accounting year.

Risk and Reward Profile

The risk and reward indicator table demonstrates where the Sub-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 Sub-fund. The shaded area in the table below shows the Sub-fund's ranking on the risk and reward indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
1	2	3	4	5	6	7

This Sub-fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The indicator does not take into account the following risks of investing in this Sub-fund:

- Investing in other funds may expose investors to increased risk due to less strict regulations and the use of derivatives.
- The other funds can themselves invest in assets such as bonds, company shares, cash and currencies. The objectives and risk profiles of these underlying funds may not be fully in line with those of this Sub-fund.
- Where the Sub-fund invests in bonds, there is a risk that bond issuers fail to meet repayments. This is usually a greater risk for bonds that produce a higher level of income. Changes in interest rates, inflation and the creditworthiness of the bond issuers may also affect the bonds market value.
- Investing overseas can bring additional returns and spread risk to different markets. There are risks, however, that changes in currency exchange rates may cause the value of your investment to decrease and increase.
- The Sub-fund will target a risk rating factor 3 as determined by an independent agency, Distribution Technology, that provides such ratings. This rating is on a scale of 1-10, and takes account of risk targets and other factors as well as past data. It is not related to the risk ranking that appears on the 1-7 scale above, which is based solely on past data.
- For further risk information please see the prospectus.

Risk warning

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

Statement of Total Return

for the year ended 30 June 2020

	Note	£	30.06.20 £	£	30.06.19 £
Income					
Net capital losses	2		(359,720)		(207,387)
Revenue	3	183,452		259,330	
Expenses	4	(100,607)		(116,401)	
Interest payable and similar charges	4	(114)		(286)	
Net revenue before taxation		82,731		142,643	
Taxation	5	(3,763)		(14,295)	
Net revenue after taxation			78,968		128,348
Total return before distributions			(280,752)		(79,039)
Distributions	6		(120,608)		(177,439)
Change in net assets attributable to Shareholders from investment activities			(401,360)		(256,478)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	£	30.06.20 £	£	30.06.19 £
Opening net assets attributable to Shareholders		8,092,419		19,325,104
Amounts receivable on issue of shares	4,165,050		275,084	
Less: Amounts payable on cancellation of shares	(1,222,161)		(11,389,208)	
		2,942,889		(11,114,124)
Dilution levy		4,029		6,874
Change in net assets attributable to Shareholders from investment activities (see Statement of Total Return above)		(401,360)		(256,478)
Retained distribution on accumulation shares		124,453		131,043
Closing net assets attributable to Shareholders		10,762,430		8,092,419

The notes on pages 19 to 27 form an integral part of these Financial Statements.

MI Momentum Investment Funds - MI Momentum Focus 3

Balance Sheet

as at 30 June 2020

	Note	£	30.06.20 £	£	30.06.19 £
ASSETS					
Fixed assets					
Investments			10,318,186		7,391,474
Current assets					
Debtors	7	968,910		21,556	
Cash and bank balances	9	497,058		720,200	
Total current assets			1,465,968		741,756
Total assets			11,784,154		8,133,230
LIABILITIES					
Investment liabilities			(6,833)		(6,072)
Creditors					
Other creditors	8	(1,014,891)		(34,739)	
Total creditors			(1,014,891)		(34,739)
Total liabilities			(1,021,724)		(40,811)
Net assets attributable to Shareholders			10,762,430		8,092,419

The notes on pages 19 to 27 form an integral part of these Financial Statements.

Notes to the Financial Statements

for the year ended 30 June 2020

1. Accounting Policies

The Sub-fund's Financial Statements have been prepared on the same basis as the Accounting Policies stated on pages 7 to 10.

2. Net Capital Losses

	30.06.20	30.06.19
	£	£
Non-derivative securities	(71,204)	9,534
Derivative securities	(123,108)	(4,249)
Currency losses	(79,580)	(53,093)
Forward foreign exchange contracts losses	(82,790)	(155,421)
Transaction charges	(3,038)	(4,158)
Net capital losses	(359,720)	(207,387)

3. Revenue

	30.06.20	30.06.19
	£	£
UK dividends: Ordinary	2,723	4,252
Overseas dividends	15,980	—
Property income distributions	32,711	24,593
Distributions from Regulated Collective Investment Schemes:		
Franked investment income	22,175	29,239
Unfranked investment income	1	—
Interest distributions	58,178	96,449
Offshore distributions	33,380	37,692
Interest on debt securities	18,448	67,105
Bank interest	(144)	—
Total revenue	183,452	259,330

4. Expenses

	30.06.20	30.06.19
	£	£
Payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
ACD's fee	40,055	40,000
Registration fees	17,274	17,250
	57,329	57,250

Notes to the Financial Statements

continued

4. Expenses (continued)	30.06.20 £	30.06.19 £
Payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	43,997	57,531
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	17,930	18,000
Safe custody and other bank charges	819	862
	18,749	18,862
Auditors remuneration:		
Audit fee (including VAT)	10,800	8,962
Other expenses:		
Legal fees	4,830	1,764
Listing fees	932	906
Sundry	2	—
Manager fee rebates from underlying holdings	(3,503)	(6,311)
Printing costs	1,565	1,602
	14,626	6,923
Total Ongoing charge (OCG) rebates accrued against expenses	(34,094)	(24,165)
Expenses	100,607	116,401
Interest payable and similar charges	114	286
Total	100,721	116,687

5. Taxation	30.06.20 £	30.06.19 £
a) Analysis of charge in the year:		
Corporation tax at 20%	1,695	14,292
Overseas tax	134	3
Double taxation relief	(134)	—
Current tax charge (note 5b)	1,695	14,295
Deferred tax - origination and reversal of timing differences (note 5c)	2,068	—
Total tax charge	3,763	14,295

Notes to the Financial Statements

continued

5. Taxation (continued)

	30.06.20 £	30.06.19 £
b) Factors affecting taxation charge for the year:		
Net revenue before taxation	82,731	142,643
Corporation tax at 20%	16,546	28,529
Effects of:		
UK dividends	(544)	(850)
Non-taxable dividends	(11,111)	(13,387)
Overseas tax expensed	134	3
Double taxation relief	(134)	—
Non-taxable overseas earnings	(3,196)	—
Current tax charge (note 5a)	1,695	14,295
c) Deferred tax		
Provision at the start of the year	—	—
Deferred tax in profit and loss account (note 5a)	2,068	—
Provision at the end of the year	2,068	—

6. Distributions

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

	30.06.20 £	30.06.19 £
Interim distribution 31.12.19	65,496	79,697
Final distribution 30.06.20	58,957	51,346
	124,453	131,043
Revenue deducted on cancellation of shares	3,822	47,646
Revenue received on issue of shares	(7,667)	(1,250)
Distributions	120,608	177,439

Reconciliation of net revenue after taxation to net distributions:

Net revenue after taxation per Statement of Total Return	78,968	128,348
Expenses allocated to capital	52,054	61,356
Relief on expenses allocated to capital	(10,411)	(12,271)
Undistributed revenue brought forward	4	10
Undistributed revenue carried forward	(7)	(4)
Distributions	120,608	177,439

Notes to the Financial Statements

continued

7. Debtors	30.06.20	30.06.19
	£	£
Currency deals outstanding	380,382	–
Sales awaiting settlement	575,842	–
Accrued income:		
Bank interest receivable	(5)	–
Interest on debt securities	9,998	12,243
UK income tax recoverable	134	–
Prepaid expenses:		
Total ongoing charge (OGC) rebate	2,559	9,313
Total debtors	968,910	21,556

8. Other Creditors	30.06.20	30.06.19
	£	£
Amounts payable on cancellations	49	806
Currency deals outstanding	379,579	–
Purchases awaiting settlement	608,818	–
Accrued expenses:		
Amounts payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
ACD's fee	3,279	3,288
Registration fees	1,414	1,418
	<u>4,693</u>	<u>4,706</u>
Amounts payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	<u>4,394</u>	<u>3,434</u>
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	1,380	1,479
Safe custody and other bank charges	449	260
	<u>1,829</u>	<u>1,739</u>
Auditors remuneration:		
Audit fee (including VAT)	10,800	8,962
Other expenses:		
Overdraft interest payable	36	–
Printing costs	930	800
	<u>11,766</u>	<u>9,762</u>

Notes to the Financial Statements

continued

8. Other Creditors	30.06.20 £	30.06.19 £
Taxation payable:		
Corporation tax payable	1,695	14,292
Deferred tax payable	2,068	–
	3,763	14,292
Total other creditors	1,014,891	34,739

9. Cash and Bank Balances	30.06.20 £	30.06.19 £
Cash and bank balances	378,789	720,199
Broker cash	118,269	1
Cash and bank balances	497,058	720,200

10. Related Party Transactions

Maitland Institutional Services Ltd (MISL) is regarded as a related party by virtue of having the ability to act in respect of the operations of the Sub-fund in its capacity as the Authorised Corporate Director.

Authorised Corporate Director and other fees payable to Maitland Institutional Services Ltd (the ACD) are disclosed in note 4 and amounts due at the year end are shown in note 8.

Fees payable to Momentum Global Investment Management Limited (the Investment Manager) are disclosed in note 4 and amounts due at the year end are shown in note 8.

Amounts receivable on issue and payable on cancellation of shares and dilution levy are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and in note 6, amounts due at the year end are shown in notes 7 and 8.

Amounts receivable from the Investment Manager for Total ongoing charge rebates accrued against expenses are disclosed in note 4, and amounts due at the year end are shown in note 7.

Momentum Global Investment Management Limited and its associates had the following unitholdings in the Sub-fund:

Class A Accumulation Shares	Held at 30.06.20	Change in year	Held at 30.06.19
Shareholding	4,091,774	2,822,639	1,269,135
Percentage of shares	47.53%	27.18%	20.35%

At the year end the Sub-fund did not hold shares in any of the other Sub-funds within the MI Momentum Investment Funds.

11. Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (2019: none).

Notes to the Financial Statements

continued

12. Risk Management Policies and Disclosures

The main risks arising from financial instruments and the ACD's policies for managing these risks are disclosed on pages 7 to 10.

Numerical disclosures relating to the Sub-fund are as follows:

Market price risk

At the balance sheet date, if the price of the investments held by the Sub-fund increased or decreased by 10%, with all other variables held constant, the net assets attributable to Shareholders would increase or decrease by approximately £1,031,135 (2019: £738,540).

Currency risk

The table below details the currency risk profile at the balance sheet date.

Currency	30.06.20 Total £	30.06.19 Total £
Euro	(31,009)	83,745
Japanese yen	—	100,263
Pound sterling	10,743,454	7,203,412
United States dollar	49,985	704,999
	10,762,430	8,092,419

At the balance sheet date, if the value of sterling increased or decreased by 10%, with all other variables held constant, then the net assets attributable to Shareholders would increase or decrease by approximately £1,898 (2019: £88,901).

Interest rate risk

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

30.06.20

Currency	Floating rate financial assets £	Fixed rate financial assets £	Financial assets on which interest distributions are paid £	Financial assets on which interest is not paid [^] £	Foreign currency hedging position £	Total £
Euro	9,876	—	—	(5)	—	9,871
Pound sterling	227,164	1,133,885	3,023,955	2,963,086	3,801,437	11,149,527
United States dollar	260,018	2,349,645	584,547	1,206,743	11,544	4,412,497
	497,058	3,483,530	3,608,502	4,169,824	3,812,981	15,571,895

Currency	Financial liabilities not carrying interest £	Foreign currency hedging position £	Total £
Euro	—	40,880	40,880
Pound sterling	406,073	—	406,073
United States dollar	608,818	3,753,694	4,362,512
	1,014,891	3,794,574	4,809,465

[^]Comprises of equity shares which receive dividend revenues, and non interest bearing balance sheet debtors.

Notes to the Financial Statements

continued

12. Risk Management Policies and Disclosures (continued)

Interest rate risk (continued)

30.06.19

Currency	Floating rate financial assets £	Fixed rate financial assets £	Financial assets on which interest distributions are paid £	Financial assets on which interest is not paid [^] £	Foreign currency hedging position £	Total £
Euro	40,136	—	153,819	113,853	—	307,808
Japanese yen	—	—	—	100,263	—	100,263
Pound sterling	557,814	569,878	1,772,583	2,406,847	1,931,028	7,238,150
United States dollar	122,250	1,475,167	254,908	565,712	—	2,418,037
	720,200	2,045,045	2,181,310	3,186,675	1,931,028	10,064,258

Currency	Financial liabilities not carrying interest £	Foreign currency hedging position £	Total £
Euro	—	224,063	224,063
Japanese yen	—	—	—
Pound sterling	34,739	—	34,739
United States dollar	—	1,713,037	1,713,037
	34,739	1,937,100	1,971,839

[^]Comprises of equity shares which receive dividend revenues, and non interest bearing balance sheet debtors.

	Weighted average gross interest rate of fixed interest-bearing assets		Weighted average period for which interest rates are fixed [^]	
	30.06.20 %	01.07.19 %	30.06.20 years	01.07.19 years
United States dollar	(0.22)	1.28	15.49	4.26
Pound sterling	0.06	0.61	3.87	4.82

[^]Assuming the earliest maturity date for those assets with variable maturity dates.

Notes to the Financial Statements

continued

13 Portfolio Transaction Costs

30.06.20

Analysis of purchases	Gross purchase cost £	Commissions paid £ %	Taxes £ %	Purchases before transaction cost £
Equities	672,297	306 0.05	4 0.00	671,987
Bonds	4,157,467	— 0.00	— 0.00	4,157,467
Funds	6,303,269	1,345 0.02	539 0.01	6,301,385
Futures	36,747	350 0.95	— 0.00	36,397
Corporate Actions	134,195	— 0.00	— 0.00	134,195
Total purchases after commissions and tax	11,303,975			
Analysis of sales	Net sale proceeds £	Commissions paid £ %	Taxes £ %	Sales before transaction cost £
Equities	5,393,087	1,727 0.03	— 0.00	5,394,814
Bonds	2,990,401	— 0.00	— 0.00	2,990,401
Futures	(94,480)	309 -0.33	— 0.00	(94,172)
Total sales after commissions and tax	8,289,008			
Commission as a % of average net assets	0.05%			
Taxes as a % of average net assets	0.01%			

30.06.19

Analysis of purchases	Gross purchase cost £	Commissions paid £ %	Taxes £ %	Purchases before transaction cost £
Equities	398,317	— 0.00	— 0.00	398,317
Bonds	854,591	— 0.00	— 0.00	854,591
Funds	2,017,594	811 0.04	— 0.00	2,016,783
Total purchases after commissions and tax	3,270,502			
Analysis of sales	Net sale proceeds £	Commissions paid £ %	Taxes £ %	Sales before transaction cost £
Equities	739,502	656 0.09	9 0.00	740,167
Bonds	4,355,776	— 0.00	— 0.00	4,355,776
Funds	9,666,003	2,179 0.02	— 0.00	9,668,182
Total sales after commissions and tax	14,761,281			
Commission as a % of average net assets	0.03%			
Taxes as a % of average net assets	0.00%			

Notes to the Financial Statements

continued

13 Portfolio Transaction Costs (continued)

Commissions and taxes as a % of the average net assets form part of the direct transactions costs stated within the comparative tables on pages 15 to 16. The direct transaction costs within the comparative tables may differ due to the effect of dilution levies charged (where applicable).

14. Portfolio Dealing Spread

The average portfolio dealing spread at 30 June 2020 is 0.21% (2019: 0.14%).

15. Events after the Balance Sheet date

ACD Statement Regarding COVID-19

Notwithstanding the challenges arising from the impact of the COVID-19 virus, the ACD continues to operate, administer and price the Sub-fund in accordance with FCA regulatory requirements and in accordance with relevant accounting standards. At the time of writing, investment markets are experiencing high levels of daily volatility and it is likely that this volatility will continue for the foreseeable future.

The ACD will continue to monitor fund liquidity and market volatility to ensure the Sub-fund is managed in the best interests of shareholders and to ensure that the Sub-fund remains a going concern. Where appropriate the ACD will value assets on a "fair value" basis in accordance with the Regulations.

As stated in the Prospectus, the Sub-fund should be considered as a long-term investment and the ACD emphasises the importance for investors to seek professional advice when considering their investment in the Sub-fund.

16. Fair Value Disclosure

Valuation technique	30.06.20		30.06.19	
	Assets £	Liabilities £	Assets £	Liabilities £
Level 1 [^]	5,692,221	—	3,985,213	—
Level 2 ^{^^}	4,625,965	(6,833)	3,406,261	(6,072)
Level 3 ^{^^^}	—	—	—	—
	10,318,186	(6,833)	7,391,474	(6,072)

[^]Level 1: Unadjusted quoted price in an active market for an identical instrument.

^{^^}Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1.

^{^^^}Level 3: Valuation techniques using unobservable inputs.

17. Shareholders Funds

	A Accumulation	B Accumulation
Opening number of shares	6,236,336	112,887
Shares issued	3,239,917	—
Shares cancelled	(866,888)	(112,887)
Closing number of shares	8,609,365	—

Distribution Table

for the year ended 30 June 2020

Accumulation Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Amount reinvested 2020 p	Amount reinvested 2019 p
A	Interim	Group 1	1.0744	—	1.0744	1.0724
		Group 2	0.2071	0.8673	1.0744	1.0724
	Final	Group 1	0.6848	—	0.6848	0.8143
		Group 2	0.4963	0.1885	0.6848	0.8143
B	Interim^	Group 1	—	—	—	0.7230
		Group 2	—	—	—	—
	Final^	Group 1	—	—	—	0.4990
		Group 2	—	—	—	—

^Share class was disinvested on 18 September 2019.

Interim period: 01.07.19 - 31.12.19

Final period: 01.01.20 - 30.06.20

Group 1: Shares purchased prior to a distribution period

Group 2: Shares purchased during a distribution period

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents accrued revenue included in the purchase price of the shares. After averaging, it is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

Investment Objective

The Sub-fund aims to achieve medium to long-term capital growth.

Investment Policy

The Sub-fund may gain exposure to a broad range of asset classes, including global equities, UK equities, corporate and government bonds, money market instruments, cash and near cash by investing predominantly in a globally diverse mix of collective investment schemes.

In doing so, the Sub-fund will target a risk rating factor 4 as determined by an independent risk rating body. The risk profile of the Sub-fund is broadly balanced with between 40% and 60% exposure to equities. Performance is measured over an entire market cycle (the market cycle is a period of time from which the market moves from a period of increasing prices and strong performance, to a period of weak performance and falling prices, and then back again), rather than at any one point in time.

Where possible and where not inconsistent with the Sub-fund's risk profile, it will aim, after fees and expenses of the Sub-fund have been deducted, for a return which is 4% in excess of the Consumer Price Index over the relevant market cycle. There is no guarantee that this return will be achieved.

The Sub-fund may also invest in other transferable securities, cash, near cash, deposits, money market instruments and money market funds.

The Sub-fund may use derivatives or forward transactions only for the purpose of efficient portfolio management.

The Sub-fund's target benchmark has been chosen because it reflects an appropriate outperformance target, taking into account the risk profile of the Sub-fund, compared to the UK's Consumer Price Index, which is a measure of inflation. Overtime, inflation decreases the purchasing power of your investment. If the Sub-fund's performance matched the Consumer Price Index, your investment would have the same purchasing power as it had the previous year. This Sub-fund seeks to outperform the Consumer Price Index by 4% in order to provide real growth.

Investment Manager's Report

for the year ended 30 June 2020

The Momentum Focus Funds combine long term inflation plus objectives with third party risk profiling provided by Distribution Technology. Through the Managed Portfolios we aim to manage the expected volatility of investors' portfolios, while at the same time achieving long term real returns consistent with their financial objectives. Our goals based portfolio construction is focused on delivering robust outcomes by diversifying across asset classes and strategies, different investment philosophies and investment managers. Momentum Focus 4 has been risk rated by Distribution Technology as risk profile 4.

Over the 12 months ending June 2020, global equities posted positive returns with the MSCI World index advancing 5.5%. However, there was a considerable amount of volatility over this period. In the six months ending December 2019, global equities gained 4.5% following the movement of US-China trade wars to a phase one deal, the UK set to leave the EU in January and the policy pivot from the Federal Reserve (Fed) to move to a much looser policy, with other central banks moving in the same direction.

However, the coronavirus crisis hit in early 2020. Above all it is a humanitarian crisis on an epic scale, on 29 February there were 85,000 confirmed cases to on the 30th June over 10m cases and 500,000 deaths. It also delivered an economic shock with a speed and severity unprecedented in modern times. The speed and depth of the downturn, in the economy and markets, triggered a major credit and liquidity event in March; severe dollar shortages emerged, and cash became king as panic selling and frantic deleveraging pushed markets into free-fall. The Fed stepped in with a massive support package, as did other central banks, leading markets to rally sharply from the late March lows. In the first three months of the year, the MSCI World Index fell -15.5%, however the speed of the recovery is evident as markets gained 19.5% in the second quarter.

Over the year, the UK was a notable laggard with the market falling -15.3% due to the uncertainty caused by the coronavirus crisis and the more value-oriented index composition, a style that has remained out of favour over the year. The S&P 500 gained 9.6% over the year and Japan gained 5.8%. Bond markets performed well over the period, with global government bonds gaining 7.9%, global bonds 4.6% and global convertibles 10.6%. The flight of capital to safe havens continued as gold gained 29.6% over the year, showing how investors have valued it during the coronavirus crisis. On the other hand, oil fell -37% over the same period, as the coronavirus crisis led to a collapse in the demand for oil.

Investment Manager's Report

continued

Against this backdrop, the Momentum Focus 4 Fund underperformed its strategic benchmark, returning -6.7% (Class A Accumulation mid to mid valuation point) net of fees versus the gross benchmark return of -1.4% over the 12-month period to end June 2020.

During the twelve months, the Sub-fund's underperformance was driven mostly by negative manager selection contributions, primarily in DM equity and alternatives. Within alternatives the Allianz Structured Return Fund sold off sharply in the wake of the Coronavirus breaking and we took the decision to redeem considering better opportunities elsewhere. Within DM equity the largest detractors came from Contrarius, the global value manager which we redeemed from in February, from Schroders and RWC – both value oriented UK equity funds - and from the Momentum Global Equity Fund which underperformed during the year. Brighter equity spots include TB Evenlobe Income whose quality bias has served them well over the year; Merian Chrysalis Investment Company, a UK growth oriented investment trust; and PGIM Jennison, a global growth strategy that has performed admirably (but which is now consolidated as a holding into the Momentum Global Equity Fund). Another notable weak spot has been in property where both Ediston Property Investment and Schroder Real Estate Investment Trust have underperformed over the year, the former largely due to a retail heavy portfolio and the sector being already out of favour before the pandemic hit. On the positive side Muzinich Enhanced Yield Short Term has performed solidly since adding to the portfolio in April and the direct bond selection also worked well, notably so the longer maturities.

Asset allocation was a net contributor vs the strategic benchmark over the year with equity, cash and gold more than offsetting the relative underperformance of the lower than benchmark duration. Over the last year we have selectively added to duration at times to manage this risk more effectively, with all the increases coming before the pandemic hit. The allocation to gold has performed particularly well with the yellow metal proving to be one of few places to hide during the worst months in the first quarter of the calendar year.

Unlike a year ago, we have moved risk firmly lower in recent months as markets have rallied back hard from their lows and we believe the fundamentals are less supportive of sustaining those levels without a meaningful pick up in economic activity which remains muted today. We have positioned to retain upside where possible by taking downside protection using convertibles and options. This comes at some cost but is limited and modest and largely paid for by increased yields on credit.

We remain mindful of the UK (and Sterling) bias that Focus has had and the underperformance of UK assets over the year. We have started to pivot from UK to global equities to improve diversification and fee experience for investors and the UK weight has reduced from ~75% of DM exposure to 65% at end June. We have also consolidated positions within the Sub-fund and been able to reduce the underlying manager fee by ~11bps over the 6 months to end June.

MI Momentum Investment Funds - MI Momentum Focus 4

Portfolio Statement

as at 30 June 2020

Holding	Security	Market value £	% of total net assets 2020
	Commodities 3.85% (4.33%)		
20,504	iShares Physical Gold ETC	574,112	3.85
	Emerging Markets Equities 0.00% (4.19%)		
	Emerging Markets Fixed Interest 6.28% (3.06%)		
76,025	iShares Emerging Markets Government Bond Index - Accumulation USD*	681,122	4.57
2,393	Jupiter Global Emerging Markets Short Duration Bond - F GBP Accumulation*	255,412	1.71
		936,534	6.28
	Equity Investment Instruments 10.19% (3.60%)		
240,000	Merian Chrysalis Investment Company	272,400	1.83
664,201	Sequoia Economic Infrastructure Income Fund	690,769	4.63
554,000	TwentyFour Income Fund	556,770	3.73
		1,519,939	10.19
	European Equities 0.00% (1.16%)		
	Global Equities 23.17% (20.88%)		
269,938	Maple-Brown Abbot Global Infrastructure - Institutional Sterling*	268,211	1.80
11,164	Momentum Global Funds Global Equity - I USD Accumulation*	1,827,681	12.25
0	Morgan Stanley - Global Brands A*	2	0.00
62,629	Neuberger Berman Uncorrelated Strategies - GBP I2 Accumulation*	675,140	4.53
210,509	TB Evenlode Income - C Accumulation GBP*	685,205	4.59
		3,456,239	23.17
	Global Fixed Interest 15.45% (10.28%)		
256,210	Artemis Short Dated Global High Yield Bond - FI GBP H*	241,939	1.62
2,741	Aviva Investors Global Convertibles - Iyh Accumulation GBP*	308,226	2.07
5,141	Chinook Global Convertible Bond - R GBP Accumulation*	587,871	3.94
3,922	iShares £ Corporate Bond 0-5 yr UCITS ETF - GBP Distribution	415,654	2.79
7,306	Muzinich Enhanced Yield Short Term - Hedged GBP Accumulation A*	750,339	5.03
		2,304,029	15.45
	Japanese Equities 0.00% (0.94%)		
	Real Estate Investment Trusts 2.56% (3.21%)		
325,348	Ediston Property Investment	175,688	1.18
682,028	Schroder Real Estate Investment Trust	205,631	1.38
		381,319	2.56
	UK Equities 9.45% (23.79%)		
40,180	LF Lindsell Train UK Equity - Accumulation*	178,224	1.19
202,127	Merian UK Smaller Companies - U2 GBP Accumulation*	334,723	2.24
441,140	Schroder Recovery - Z Accumulation GBP*	374,263	2.51
694,920	TM RWC UK Equity Income - S Income*	523,044	3.51
		1,410,254	9.45

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2020
UK Government Bonds 9.63% (3.97%)			
£400,000	Treasury 0.875% 22.10.29	427,984	2.87
£1,000,000	Treasury 1.5% 22.01.21	1,008,430	6.76
		1,436,414	9.63
US Fixed Interest 0.00% (1.02%)			
US Equities 0.00% (2.03%)			
US Government Bonds 12.32% (11.61%)			
\$280,200	US Treasury 0.25% Index Linked 15.01.25	258,421	1.73
\$450,000	US Treasury 0.125% Index Linked 15.01.30	392,563	2.63
\$840,000	US Treasury 0.625% Index Linked 15.02.43	894,081	6.00
\$300,000	US Treasury 2.25% 15.08.49	291,982	1.96
		1,837,047	12.32
DERIVATIVES 0.06% (-0.06%)			
Forward Currency Contracts^ 0.07% (-0.06%)			
	Sold US\$3,350,000 Bought £2,717,129.02 (17.07.20)	11,276	0.08
	Sold US\$130,000 Bought £106,268 (17.07.20)	1,267	0.01
	Sold US\$620,000 Bought £500,717 (17.07.20)	(72)	0.00
	Sold €125,000 Bought £109,984 (17.07.20)	(3,571)	(0.02)
		8,900	0.07
Futures -0.13% (0.00%)			
19	FTSE 100 Index Future September 20	(19,380)	(0.13)
16	MSCI Emerging Markets Index Future September 20	(745)	0.00
		(20,125)	(0.13)
Options^^ 0.12% (0.00%)			
7	S&P 500 18 September 20 Put @ 2825	18,016	0.12
Investment assets		13,862,678	92.96
Net other assets		1,050,550	7.04
Net assets		14,913,228	100.00

All investments are ordinary shares or stock units on a regulated securities market unless otherwise stated. The percentages in brackets show the equivalent % holdings as at 30.06.19.

*Collective Investment Schemes permitted under COLL, not listed on any exchange.

^At the balance sheet date, all forward currency contracts were executed with one counterparty, JP Morgan for the purpose of Effective Portfolio Management.

^^At the balance sheet date, options were executed with one counterparty, JP Morgan.

	Market value £	% of total net assets 2020
Analysis of bonds by credit rating		
AAA+ credit rated bonds	1,436,414	9.63
AAA credit rated bonds	1,837,047	12.32
	3,273,461	21.95

Comparative Tables

Change in net assets per share

	A Accumulation		
	30.06.20 p	30.06.19 p	30.06.18 p
Opening net asset value per share	141.04	140.66	136.30
Return before operating charges [^]	-7.60	2.27	6.36
Operating charges	-1.86	-1.89	-2.00
Return after operating charges [^]	-9.46	0.38	4.36
Distributions	-2.57	-2.21	-1.72
Retained distributions on accumulation shares	2.57	2.21	1.72
Closing net asset value per share	131.58	141.04	140.66
[^] After direct transaction costs of	-0.04	-0.03	-0.01
Performance			
Return after charges	-6.71%	0.27%	3.20%
Other information			
Closing net asset value	£14,913,228	£20,775,118	£24,275,077
Closing number of shares	11,333,864	14,730,324	17,257,971
Operating charges	1.36%	1.37%	1.44%
Ongoing operating charges*	1.38%	1.37%	1.45%
Direct transaction costs	0.03%	0.02%	0.01%
Prices			
Highest share price	145.39	142.23	141.87
Lowest share price	113.05	133.24	135.22

Operating charges include indirect costs incurred in the maintenance and running of the Sub-fund, as disclosed (but not limited to) the detailed expenses within the Statement of Total Return. The figures used within this table have been calculated against the average Net Asset Value for the accounting year.

*The net asset value of the Sub-fund has decreased by more than 10% if compared to the average net asset values for the year. Taking an average of the daily Net Asset Values for the last month of the year has the effect of increasing the operating charges by 0.02%. The ACD believes this to be more representative of the charges going forward.

The return after charges is calculated as the closing Net Asset Value per share plus the distributions on income shares minus the opening Net Asset Value per share as a % of the opening net asset value per share. The basis of valuation of investments used to calculate net asset value per share is described in notes to the Financial Statements 1h), and complies with requirements of the current Statement of Recommended Practice for UK Authorised Funds. This differs from the basis used to calculate daily published single prices, in which listed investments are valued at 12:00 mid prices.

The Sub-fund invests in Collective Investment Schemes; the expenses incurred by these schemes in relation to the Sub-fund (synthetic ongoing charge) are included in the operating charge.

Direct transaction costs include fees, commissions, transfer taxes and duties in the purchasing and selling of investments, which are offset (where applicable) against any dilution levies charged within the accounting period. The figures used within the table have been calculated against the average Net Asset Value for the accounting period.

Risk and Reward Profile

The risk and reward indicator table demonstrates where the Sub-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 Sub-fund. The shaded area in the table below shows the Sub-fund's ranking on the risk and reward indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
1	2	3	4	5	6	7

The Sub-fund is ranked 4 because funds of this type have experienced average rises and falls in value in the past. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The indicator does not take into account the following risks of investing in this Sub-fund:

- Investing in other funds may expose investors to increased risk due to less strict regulations and the use of derivatives.
- The other funds can themselves invest in assets such as bonds, company shares, cash and currencies. The objectives and risk profiles of these underlying funds may not be fully in line with those of this Sub-fund.
- Where this Sub-fund invests in bonds, there is a risk that bond issuers fail to meet repayments. This is usually a greater risk for bonds that produce a higher level of income. Changes in interest rates, inflation and the creditworthiness of the bond issuers may also affect the bonds market value.
- Investing overseas can bring additional returns and spread risk to different markets. There are risks, however, that changes in currency exchange rates may cause the value of your investment to decrease and increase.
- The Sub-fund will target a risk rating factor 4 as determined by an independent agency, Distribution Technology, that provides such ratings. This rating is on a scale of 1-10, and takes account of risk targets and other factors as well as past data. It is not related to the risk ranking that appears on the 1-7 scale above, which is based solely on past data.
- For further risk information please see the prospectus.

Risk warning

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

Statement of Total Return

for the year ended 30 June 2020

	Note	£	30.06.20 £	£	30.06.19 £
Income					
Net capital losses	2		(1,395,746)		(260,011)
Revenue	3	449,112		470,660	
Expenses	4	(184,896)		(198,246)	
Interest payable and similar charges	4	(633)		(39)	
Net revenue before taxation		263,583		272,375	
Taxation	5	—		(1,817)	
Net revenue after taxation			263,583		270,558
Total return before distributions			(1,132,163)		10,547
Distributions	6		(341,821)		(354,657)
Change in net assets attributable to Shareholders from investment activities			(1,473,984)		(344,110)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	£	30.06.20 £	£	30.06.19 £
Opening net assets attributable to Shareholders		20,775,118		24,275,077
Amounts receivable on issue of shares	647,633		1,377,616	
Less: Amounts payable on cancellation of shares	(5,360,298)		(4,874,968)	
		(4,712,665)		(3,497,352)
Dilution levy		1,970		—
Change in net assets attributable to Shareholders from investment activities (see Statement of Total Return above)		(1,473,984)		(344,110)
Retained distribution on accumulation shares		322,789		341,503
Closing net assets attributable to Shareholders		14,913,228		20,775,118

The notes on pages 37 to 45 form an integral part of these Financial Statements.

MI Momentum Investment Funds - MI Momentum Focus 4

Balance Sheet

as at 30 June 2020

	Note	£	30.06.20 £	£	30.06.19 £
ASSETS					
Fixed assets					
Investments			13,886,446		19,542,286
Current assets					
Debtors	7	1,152,892		42,501	
Cash and bank balances	9	1,250,361		1,291,132	
Total current assets			2,403,253		1,333,633
Total assets			16,289,699		20,875,919
LIABILITIES					
Investment liabilities			(23,768)		(12,165)
Creditors					
Bank overdrafts	9	(93,869)		—	
Other creditors	8	(1,258,834)		(88,636)	
Total creditors			(1,352,703)		(88,636)
Total liabilities			(1,376,471)		(100,801)
Net assets attributable to Shareholders			14,913,228		20,775,118

The notes on pages 37 to 45 form an integral part of these Financial Statements.

Notes to the Financial Statements

for the year ended 30 June 2020

1. Accounting Policies

The Sub-fund's Financial Statements have been prepared on the same basis as the Accounting Policies stated on pages 7 to 10.

2. Net Capital Losses	30.06.20 £	30.06.19 £
Non-derivative securities	(974,271)	(29,007)
Derivative securities	(237,607)	(8,498)
Currency losses	(133,432)	(71,676)
Forward foreign exchange contracts losses	(47,298)	(147,504)
Transaction charges	(3,138)	(3,326)
Net capital losses	(1,395,746)	(260,011)

3. Revenue	30.06.20 £	30.06.19 £
UK dividends: Ordinary	6,967	7,881
Overseas dividends	21,242	—
Property income distributions	24,921	37,609
Distributions from Regulated Collective Investment Schemes:		
Franked investment income	139,760	116,379
Unfranked investment income	8	—
Interest distributions	96,230	85,545
Offshore distributions	102,194	138,577
Interest on debt securities	22,013	84,490
Bank interest	321	179
Offshore taxable	35,456	—
Total revenue	449,112	470,660

4. Expenses	30.06.20 £	30.06.19 £
Payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
ACD's fee	40,055	40,655
Registration fees	23,431	25,377
	63,486	66,032
Payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	90,429	111,113

Notes to the Financial Statements

continued

4. Expenses (continued)	30.06.20 £	30.06.19 £
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	18,396	18,000
Safe custody and other bank charges	1,570	2,040
	<u>19,966</u>	<u>20,040</u>
Auditors remuneration:		
Audit fee (including VAT)	10,800	8,962
Other expenses:		
Legal fees	4,892	1,549
Listing fees	932	906
Manager fee rebates from underlying holdings	(7,380)	(12,209)
Printing costs	1,771	1,853
	<u>11,015</u>	<u>1,061</u>
Expenses	184,896	198,246
Interest payable and similar charges	633	39
Total	185,529	198,285

5. Taxation	30.06.20 £	30.06.19 £
a) Analysis of charge in the year:		
Corporation tax at 20%	–	1,817
Total tax charge	–	1,817
b) Factors affecting taxation charge for the year:		
Net revenue before taxation	263,583	272,375
Corporation tax at 20%	52,717	54,475
Effects of:		
Movement in surplus management expenses	1,316	–
Overseas tax expensed	–	(91)
Non-taxable dividends	(54,033)	(52,567)
Current tax charge (note 5a)	–	1,817

At the year end there is a potential deferred tax asset of £1,316 (2019: £nil) in relation to surplus management expenses. It is unlikely that the Sub-fund will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements

continued

6. Distributions

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

		30.06.20 £	30.06.19 £
Interim distribution	31.12.19	205,642	184,301
Final distribution	30.06.20	117,147	157,202
		322,789	341,503
Revenue deducted on cancellation of shares		22,655	19,178
Revenue received on issue of shares		(3,623)	(6,024)
Distributions		341,821	354,657

Reconciliation of net revenue after taxation to net distributions:

Net revenue after taxation per Statement of Total Return		263,583	270,558
Expenses allocated to capital		96,158	105,227
Relief on expenses allocated to capital		(17,912)	(21,135)
Undistributed revenue brought forward		2	9
Undistributed revenue carried forward		(10)	(2)
Distributions		341,821	354,657

7. Debtors

		30.06.20 £	30.06.19 £
Amounts receivable on issues		1,319	20,340
Currency deals outstanding		501,781	–
Sales awaiting settlement		638,236	–
Accrued income:			
Interest on debt securities		11,554	22,161
UK income tax recoverable		2	–
Total debtors		1,152,892	42,501

Notes to the Financial Statements

continued

8. Other Creditors	30.06.20	30.06.19
	£	£
Amounts payable on cancellations	16,316	60,953
Currency deals outstanding	500,762	–
Purchases awaiting settlement	716,361	–
Accrued expenses:		
Amounts payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
ACD's fee	3,279	3,287
Registration fees	1,914	2,122
	<u>5,193</u>	<u>5,409</u>
Amounts payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	<u>6,131</u>	<u>8,568</u>
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	1,847	1,480
Safe custody and other bank charges	566	647
	<u>2,413</u>	<u>2,127</u>
Auditors remuneration:		
Audit fee (including VAT)	<u>10,800</u>	<u>8,962</u>
Other Expenses:		
Printing costs	<u>858</u>	<u>800</u>
Taxation payable:		
Corporation tax payable	<u>–</u>	<u>1,817</u>
Total other creditors	1,258,834	88,636
9. Cash and Bank Balances	30.06.20	30.06.19
	£	£
Cash and bank balances	846,829	1,291,130
Overdraft positions	(93,869)	–
Broker cash	403,532	2
Cash and bank balances	1,156,492	1,291,132

Notes to the Financial Statements

continued

10. Related Party Transactions

Maitland Institutional Services Limited (MISL) is regarded as a related party by virtue of having the ability to act in respect of the operations of the Sub-fund in its capacity as the Authorised Corporate Director.

Authorised Corporate Director and other fees payable to Maitland Institutional Services Ltd (the ACD) are disclosed in note 4 and amounts due at the year end are shown in note 8.

Fees payable to Momentum Global Investment Management Limited (the Investment Manager) are disclosed in note 4 and amounts due at the year end are shown in note 8.

Amounts receivable on issue and payable on cancellation of shares and dilution levy are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and in note 6, amounts due at the year end are shown in notes 7 and 8.

Amounts receivable from the Investment Manager for Total ongoing charge rebates accrued against expenses are disclosed in note 4, and amounts due at the year end are shown in note 7.

Momentum Global Investment Management Limited and its associates had the following unitholdings in the Sub-fund:

Class A Accumulation Shares	Held at 30.06.20	Change in year	Held at 30.06.19
Shareholdings	–	(1,773,860)	1,773,860
Percentage of shares	0.00%	-8.55%	8.55%

At the year end the Sub-fund did not hold shares in any of the other Sub-funds within the MI Momentum Investment Funds.

11. Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (2019: none).

12. Risk Management Policies and Disclosures

The main risks arising from financial instruments and the ACD's policies for managing these risks are disclosed on pages 7 to 9.

Numerical disclosures relating to the Sub-fund are as follows:

Market price risk

At the balance sheet date, if the price of the investments held by the Sub-fund increased or decreased by 10%, with all other variables held constant, the net assets attributable to Shareholders would increase or decrease by approximately £1,386,268 (2019: £1,953,012).

Currency risk

The table below details the currency risk profile at the balance sheet date.

Currency	30.06.20 Total £	30.06.19 Total £
Euro	(101,961)	148,485
Japanese yen	–	195,853
Pound sterling	13,368,144	18,363,031
United States dollar	1,647,045	2,067,749
	14,913,228	20,775,118

At the balance sheet date, if the value of sterling increased or decreased by 10%, with all other variables held constant, then the net assets attributable to Shareholders would increase or decrease by approximately £154,508 (2019: £241,209).

Notes to the Financial Statements

continued

12. Risk Management Policies and Disclosures (continued)

Interest rate risk

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

30.06.20

Currency	Floating rate financial assets £	Fixed rate financial assets £	Financial assets on which interest distributions are paid £	Financial assets on which interest is not paid [^] £	Foreign currency hedging position £	Total £
Euro	11,593	—	—	—	—	11,593
Pound sterling	643,067	1,436,414	2,559,441	5,950,846	3,434,098	14,023,866
United States dollar	595,701	1,837,047	681,122	2,561,925	—	5,675,795
	1,250,361	3,273,461	3,240,563	8,512,771	3,434,098	19,711,254

Currency	Floating rate financial assets £	Financial liabilities not carrying interest £	Foreign currency hedging position £	Total £
Euro	—	—	113,554	113,554
Pound sterling	93,869	561,853	—	655,722
United States dollar	—	717,106	3,311,644	4,028,750
	93,869	1,278,959	3,425,198	4,798,026

[^]Comprises of Equity Shares which receive dividend revenue and non interest bearing balance sheet debtors.

30.06.19

Currency	Floating rate financial assets £	Fixed rate financial assets £	Financial assets on which interest distributions are paid £	Financial assets on which interest is not paid [^] £	Foreign currency hedging position £	Total £
Euro	5,368	—	358,631	241,574	—	605,573
Japanese yen	—	—	—	195,853	—	195,853
Pound sterling	984,819	824,350	3,043,596	10,403,690	3,195,212	18,451,667
United States dollar	300,945	2,411,582	211,820	1,893,691	—	4,818,038
	1,291,132	3,235,932	3,614,047	12,734,808	3,195,212	24,071,131

Currency	Financial liabilities not carrying interest £	Foreign currency hedging position £	Total £
Euro	—	457,088	457,088
Pound sterling	88,636	—	88,636
United States dollar	—	2,750,289	2,750,289
	88,636	3,207,377	3,296,013

[^]Comprises of Equity Shares which receive dividend revenue and non interest bearing balance sheet debtors.

Notes to the Financial Statements

continued

12. Risk Management Policies and Disclosures (continued)

Interest rate risk (continued)

	Weighted average gross interest rate of fixed interest-bearing assets		Weighted average period for which interest rates are fixed [^]	
	30.06.20 %	30.06.19 %	30.06.20 years	30.06.19 years
United States dollar	0.09	1.66	20.59	3.41
Pound Sterling	(0.16)	0.64	3.47	4.82

[^]Assuming the earliest maturity date for those assets with variable maturity dates.

Notes to the Financial Statements

continued

13 Portfolio Transaction Costs

30.06.20

Analysis of purchases	Gross purchase cost £	Commissions paid £ %	Taxes £ %	Purchases before transaction cost £
Equities	819,172	269 0.09	2 0.00	818,901
Bonds	3,474,926	— 0.00	— 0.00	3,474,926
Funds	7,914,688	1,772 0.20	— 0.00	7,912,916
Futures	55,113	519 0.95	— 0.00	54,594
Corporate actions	261,927	— 0.00	— 0.00	261,927
Total purchases after commissions and tax	12,525,826			
Analysis of sales	Net sale proceeds £	Commissions paid £ %	Taxes £ %	Sales before transaction cost £
Equities	139,925	140 0.20	2 0.00	140,067
Bonds	3,763,109	— 0.00	— 0.00	3,763,109
Funds	13,291,524	4,520 1.50	7 0.00	13,296,051
Futures	(180,385)	416 0.00	— 0.00	(179,969)
Total sales after commissions and tax	17,014,173			
Commission as a % of average net assets	0.04%			
Taxes as a % of average net assets	0.00%			

30.06.19

Analysis of purchases	Gross purchase cost £	Commissions paid £ %	Taxes £ %	Purchases before transaction cost £
Equities	744,806	— 0.00	— 0.00	744,806
Bonds	894,339	— 0.00	— 0.00	894,339
Funds	5,251,271	1,914 0.04	— 0.00	5,249,357
Total purchases after commissions and tax	6,890,416			
Analysis of sales	Net sale proceeds £	Commissions paid £ %	Taxes £ %	Sales before transaction cost £
Equities	470,724	471 0.10	4 0.00	471,199
Bonds	2,139,179	— 0.00	— 0.00	2,139,179
Funds	8,597,719	1,650 0.02	— 0.00	8,599,369
Total sales after commissions and tax	11,207,622			
Commission as a % of average net assets	0.02%			
Taxes as a % of average net assets	0.00%			

Notes to the Financial Statements

continued

13 Portfolio Transaction Costs (continued)

Commissions and taxes as a % of the average net assets form part of the direct transactions costs stated within the comparative table on page 33. The direct transaction costs within the comparative table may differ due to the effect of dilution levies charged (where applicable).

14. Portfolio Dealing Spread

The average portfolio dealing spread at 30 June 2020 is 0.21% (2019: 0.12%).

15. Events after the Balance Sheet date

ACD Statement Regarding COVID-19

Notwithstanding the challenges arising from the impact of the COVID-19 virus, the ACD continues to operate, administer and price the Sub-fund in accordance with FCA regulatory requirements and in accordance with relevant accounting standards. At the time of writing, investment markets are experiencing high levels of daily volatility and it is likely that this volatility will continue for the foreseeable future.

The ACD will continue to monitor fund liquidity and market volatility to ensure the Sub-fund is managed in the best interests of shareholders and to ensure that the Sub-fund remains a going concern. Where appropriate the ACD will value assets on a "fair value" basis in accordance with the Regulations.

As stated in the Prospectus, the Sub-fund should be considered as a long-term investment and the ACD emphasises the importance for investors to seek professional advice when considering their investment in the Sub-fund.

16. Fair Value Disclosure

Valuation technique	30.06.20		30.06.19	
	Assets	Liabilities	Assets	Liabilities
	£	£	£	£
Level 1 [^]	5,748,831	—	8,267,387	—
Level 2 ^{^^}	8,137,615	(23,768)	11,274,899	(12,165)
Level 3 ^{^^^}	—	—	—	—
	13,886,446	(23,768)	19,542,286	(12,165)

[^]Level 1: Unadjusted quoted price in an active market for an identical instrument.

^{^^}Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1.

^{^^^}Level 3: Valuation techniques using unobservable inputs.

17. Shareholders Funds

	A
	Accumulation
Opening number of shares	14,730,324
Shares issued	472,822
Shares cancelled	(3,869,282)
Closing number of shares	11,333,864

Distribution Table

for the year ended 30 June 2020

Accumulation Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Amount reinvested 2020 p	Amount reinvested 2019 p
A	Interim	Group 1	1.5365	—	1.5365	1.1443
		Group 2	0.6144	0.9221	1.5365	1.1443
	Final	Group 1	1.0336	—	1.0336	1.0672
		Group 2	0.5504	0.4832	1.0336	1.0672

Interim period: 01.07.19 - 31.12.19

Final period: 01.01.20 - 30.06.20

Group 1: Shares purchased prior to a distribution period

Group 2: Shares purchased during a distribution period

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents accrued revenue included in the purchase price of the shares. After averaging, it is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

Investment Objective

The Sub-fund aims to achieve medium to long term capital growth.

Investment Policy

The Sub-fund may gain exposure to a broad range of asset classes, including global equities, UK equities, corporate and government bonds, money market instruments, cash and near cash by investing predominantly in a globally diverse mix of collective investment schemes.

In doing so, the Sub-fund will target a risk rating factor 5 as determined by an independent risk rating body. The risk profile of the Sub-fund is moderately aggressive with between 50% and 80% exposure to equities. Performance is measured over an entire market cycle (the market cycle is a period of time from which the market moves from a period of increasing prices and strong performance, to a period of weak performance and falling prices, and then back again), rather than at any one point in time.

Where possible and where not inconsistent with the Sub-fund's risk profile, it will aim, after fees and expenses of the Sub-fund have been deducted, for a return which is 5% in excess of the Consumer Price Index over the relevant market cycle. There is no guarantee that this return will be achieved.

The Sub-fund may also invest in other transferable securities, cash, near cash, deposits, money market instruments and money market funds.

The Sub-fund may use derivatives or forward transactions only for the purpose of efficient portfolio management.

The Sub-fund's target benchmark has been chosen because it reflects an appropriate outperformance target, taking into account the risk profile of the Sub-fund, compared to the UK's Consumer Price Index, which is a measure of inflation. Over time, inflation decreases the purchasing power of your investment. If the Sub-fund's performance matched the Consumer Price Index, your investment would have the same purchasing power as it had the previous year. This Sub-fund seeks to outperform the Consumer Price Index by 5% in order to provide real growth.

Investment Manager's Report

for the year ended 30 June 2020

The Momentum Focus Funds combine long term inflation plus objectives with third party risk profiling provided by Distribution Technology. Through the Managed Portfolios we aim to manage the expected volatility of investors' portfolios, while at the same time achieving long term real returns consistent with their financial objectives. Our goals based portfolio construction is focused on delivering robust outcomes by diversifying across asset classes and strategies, different investment philosophies and investment managers. Momentum Focus 5 has been risk rated by Distribution Technology as risk profile 5.

Over the 12 months ending June 2020, global equities posted positive returns with the MSCI World index advancing 5.5%. However, there was a considerable amount of volatility over this period. In the six months ending December 2019, global equities gained 4.5% following the movement of US-China trade wars to a phase one deal, the UK set to leave the EU in January and the policy pivot from the Federal Reserve (Fed) to move to a much looser policy, with other central banks moving in the same direction.

However, the coronavirus crisis hit in early 2020. Above all it is a humanitarian crisis on an epic scale, on 29 February there were 85,000 confirmed cases to on the 30 June over 10m cases and 500,000 deaths. It also delivered an economic shock with a speed and severity unprecedented in modern times. The speed and depth of the downturn, in the economy and markets, triggered a major credit and liquidity event in March; severe dollar shortages emerged, and cash became king as panic selling and frantic deleveraging pushed markets into free-fall. The Fed stepped in with a massive support package, as did other central banks, leading markets to rally sharply from the late March lows. In the first three months of the year, the MSCI World Index fell -15.5%, however the speed of the recovery is evident as markets gained 19.5% in the second quarter.

Over the year, the UK was a notable laggard with the market falling -15.3% due to the uncertainty caused by the coronavirus crisis and the more value-oriented index composition, a style that has remained out of favour over the year. The S&P 500 gained 9.6% over the year and Japan gained 5.8%. Bond markets performed well over the period, with global government bonds gaining 7.9%, global bonds 4.6% and global convertibles 10.6%. The flight of capital to safe havens continued as gold gained 29.6% over the year, showing how investors have valued it during the coronavirus crisis. On the other hand, oil fell -37% over the same period, as the coronavirus crisis led to a collapse in the demand for oil.

Investment Manager's Report

continued

Against this backdrop, the Momentum Focus 5 Fund underperformed its strategic benchmark, returning -8.7% (Class A Accumulation mid to mid valuation point) net of fees versus the gross benchmark return of -5.2% over the 12-month period to end June 2020.

During the twelve months, the Sub-fund's underperformance was driven mostly by negative manager selection contributions, primarily in DM equity and alternatives. Within alternatives the Allianz Structured Return Fund sold off sharply in the wake of the Coronavirus breaking and we took the decision to redeem considering better opportunities elsewhere. Within DM equity the largest detractors came from Contrarius, the global value manager which we redeemed from in February, from Schroders and RWC – both value oriented UK equity funds - and from the Momentum Global Equity Fund which underperformed during the year. Brighter equity spots include TB Evenlode Income whose quality bias has served them well over the year; Merian Chrysalis Investment Company, a UK growth oriented investment trust; and PGIM Jennison, a global growth strategy that has performed admirably (but which is now consolidated as a holding into the Momentum Global Equity Fund). Another notable weak spot has been in property where both Ediston Property Investment and Schroder Real Estate Investment Trust have underperformed over the year, the former largely due to a retail heavy portfolio and the sector being already out of favour before the pandemic hit. On the positive side Muzinich Enhanced Yield Short Term has performed solidly since adding to the portfolio in April and the direct bond selection also worked well, notably so the longer maturities.

Asset allocation was a net contributor vs the strategic benchmark over the year with equity, cash and gold more than offsetting the relative underperformance of the lower than benchmark duration. Over the last year we have selectively added to duration at times to manage this risk more effectively, with all the increases coming before the pandemic hit. The allocation to gold has performed particularly well with the yellow metal proving to be one of few places to hide during the worst months in the first quarter of the calendar year.

Unlike a year ago, we have moved risk firmly lower in recent months as markets have rallied back hard from their lows and we believe the fundamentals are less supportive of sustaining those levels without a meaningful pick up in economic activity which remains muted today. We have positioned to retain upside where possible by taking downside protection using convertibles and options. This comes at some cost but is limited and modest and largely paid for by increased yields on credit.

We remain mindful of the UK (and Sterling) bias that Focus has had and the underperformance of UK assets over the year. We have started to pivot from UK to global equities to improve diversification and fee experience for investors and the UK weight has reduced from ~75% of DM exposure to ~68% at end June. We have also consolidated positions within the Sub-fund and been able to reduce the underlying manager fee by ~17bps over the 6 months to end June.

MI Momentum Investment Funds - MI Momentum Focus 5

Portfolio Statement

as at 30 June 2020

Holding	Security	Market value £	% of total net assets 2020
Commodities 3.85% (4.35%)			
26,317	iShares Physical Gold ETC	736,876	3.85
Emerging Markets Equities 5.49% (7.02%)			
33,603	Dimensional Emerging Markets Value - Accumulation USD*	462,873	2.42
46,911	Sands Capital Emerging Markets Growth - A USD Accumulation*	587,340	3.07
		1,050,213	5.49
Emerging Markets Fixed Interest 6.89% (2.73%)			
130,935	iShares Emerging Markets Government Bond Index - Accumulation USD*	1,173,076	6.12
1,382	Jupiter Global Emerging Markets Short Duration Bond - F GBP Accumulation*	147,492	0.77
		1,320,568	6.89
Equity Investment Instruments 7.67% (2.58%)			
420,000	Merian Chrysalis Investment Company	476,700	2.49
470,886	Sequoia Economic Infrastructure Income Fund	489,721	2.56
500,000	TwentyFour Income Fund	502,500	2.62
		1,468,921	7.67
European Equities 0.00% (0.96%)			
Global Equities 26.19% (25.13%)			
381,899	Maple-Brown Abbot Global Infrastructure - Institutional Sterling*	379,455	1.98
17,719	Momentum Global Funds Global Equity - I USD Accumulation*	2,900,694	15.14
0	Morgan Stanley - Global Brands A*	1	0.00
65,728	Neuberger Berman Uncorrelated Strategies - GBP I2 Accumulation*	708,550	3.70
316,088	TB Evenlode Income - C Accumulation GBP*	1,028,868	5.37
		5,017,568	26.19
Global Fixed Interest 9.88% (3.02%)			
211,006	Artemis Short Dated Global High Yield - FI GBP H*	199,253	1.04
2,696	Aviva Investors Global Convertibles - Iyh Accumulation GBP*	303,115	1.58
7,008	Chinook Global Convertible Bond - R GBP Accumulation*	801,380	4.18
5,741	Muzinich Enhanced Yield Short Term - Hedged GBP Accumulation A*	589,552	3.08
		1,893,300	9.88
Japanese Equities 0.00% (1.01%)			
Real Estate Investment Trusts 3.18% (3.73%)			
652,432	Ediston Property Investment	352,313	1.84
851,305	Schroder Real Estate Investment Trust	256,668	1.34
		608,981	3.18
UK Equities 12.28% (32.66%)			
81,966	LF Lindsell Train UK Equity - Accumulation*	363,568	1.90
406,530	Merian UK Smaller Companies - U2 GBP Accumulation*	674,840	3.52
644,216	Schroder Recovery - Z Accumulation GBP*	546,553	2.85
1,019,646	TM RWC UK Equity Income - S Income*	767,455	4.01
		2,352,416	12.28

Portfolio Statement

continued

Holding	Security	Market value £	% of total net assets 2020
UK Government Bonds 6.38% (3.07%)			
£200,000	Treasury 0.875% 22.10.29	213,992	1.12
£1,000,000	Treasury 1.5% 22.01.21	1,008,430	5.26
		1,222,422	6.38
US Equities 0.00% (1.42%)			
US Government Bonds 5.87% (7.15%)			
\$328,200	US Treasury 0.25% Index Linked 15.01.25	302,691	1.58
\$604,000	US Treasury 0.625% Index Linked 15.02.43	642,886	3.35
\$185,000	US Treasury 2.25% 15.08.49	180,056	0.94
		1,125,633	5.87
DERIVATIVES 0.19% (-0.03%)			
Forward Currency Contracts^ 0.06% (-0.03%)			
	Sold US\$4,600,000 Bought £3,730,348 (17.07.20)	14,847	0.08
	Sold US\$220,000 Bought £179,826 (17.07.20)	2,130	0.01
	Sold € 175,000 Bought £153,944 (17.07.20)	(5,033)	(0.03)
		11,944	0.06
Futures -0.26% (0.00%)			
48	FTSE 100 Index Future September 20	(48,960)	(0.26)
9	MSCI Emerging Markets Index Future September 20	(419)	0.00
		(49,379)	(0.26)
Options^^ 0.22% (0.00%)			
7	S&P 500 18 September 20 Put @ 2825	42,036	0.22
Investment assets		16,801,499	87.70
Net other assets		2,356,272	12.30
Net assets		19,157,771	100.00

All investments are ordinary shares or stock units on a regulated securities market unless otherwise stated. The percentages in brackets show the equivalent % holdings as at 30.06.19.

*Collective Investment Schemes permitted under COLL, not listed on any exchange.

^At the balance sheet date, all forward currency contracts were executed with one counterparty, JP Morgan for the purpose of Effective Portfolio Management.

^^At the balance sheet date, options were executed with one counterparty, JP Morgan.

	Market value £	% of total net assets 2020
Analysis of bonds by credit rating		
AAA2U credit rated bonds	1,222,422	6.38
AAA credit rated bonds	1,125,633	5.87
	2,348,055	12.25

Comparative Tables

Change in net assets per share

	A Accumulation		
	30.06.20 p	30.06.19 p	30.06.18 p
Opening net asset value per share	152.17	150.80	144.30
Return before operating charges [^]	-11.38	3.47	8.63
Operating charges	-1.95	-2.10	-2.13
Return after operating charges [^]	-13.33	1.37	6.50
Distributions	-3.06	-2.70	-2.15
Retained distributions on accumulation shares	3.06	2.70	2.15
Closing net asset value per share	138.84	152.17	150.80
[^] After direct transaction costs of	-0.04	-0.01	-0.01
Performance			
Return after charges	-8.76%	0.91%	4.50%
Other information			
Closing net asset value	£19,157,771	£28,285,326	£29,911,313
Closing number of shares	13,798,090	18,587,742	19,834,816
Operating charges	1.33%	1.42%	1.44%
Ongoing operating charges*	1.31%	1.42%	1.44%
Direct transaction costs	0.03%	0.01%	0.01%
Prices			
Highest share price	157.70	153.23	152.60
Lowest share price	117.80	140.68	143.27

Operating charges include indirect costs incurred in the maintenance and running of the Sub-fund, as disclosed (but not limited to) the detailed expenses within the Statement of Total Return. The figures used within this table have been calculated against the average Net Asset Value for the accounting year.

*The net asset value of the Sub-fund has decreased by more than 10% if compared to the average net asset values for the year. Taking an average of the daily Net Asset Values for the last month of the year has the effect of decreasing the operating charges by 0.02%. The ACD believes this to be more representative of the charges going forward.

The return after charges is calculated as the closing Net Asset Value per share plus the distributions on income shares minus the opening Net Asset Value per share as a % of the opening net asset value per share. The basis of valuation of investments used to calculate net asset value per share is described in notes to the Financial Statements 1h), and complies with requirements of the current Statement of Recommended Practice for UK Authorised Funds. This differs from the basis used to calculate daily published single prices, in which listed investments are valued at 12:00 mid prices.

The Sub-fund invests in Collective Investment Schemes; the expenses incurred by these schemes in relation to the Sub-fund (synthetic ongoing charge) are included in the operating charge.

Direct transaction costs include fees, commissions, transfer taxes and duties in the purchasing and selling of investments, which are offset (where applicable) against any dilution levies charged within the accounting period. The figures used within the table have been calculated against the average Net Asset Value for the accounting year.

Risk and Reward Profile

The risk and reward indicator table demonstrates where the Sub-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 Sub-fund. The shaded area in the table below shows the Sub-fund's ranking on the risk and reward indicator.

Typically lower rewards, lower risk				Typically higher rewards, higher risk		
1	2	3	4	5	6	7

The Sub-fund is ranked 4 because funds of this type have experienced average rises and falls in value in the past. Please note that even the lowest risk class can lose you money and that extreme market circumstances can mean you suffer severe losses in all cases. The indicator does not take into account the following risks of investing in this Sub-fund:

- Investing in other funds may expose investors to increased risk due to less strict regulations and the use of derivatives.
- The other funds can themselves invest in assets such as bonds, company shares, cash and currencies. The objectives and risk profiles of these underlying funds may not be fully in line with those of this Sub-fund.
- Where this Sub-fund invests in bonds, there is a risk that bond issuers fail to meet repayments. This is usually a greater risk for bonds that produce a higher level of income. Changes in interest rates, inflation and the creditworthiness of the bond issuers may also affect the bonds market value.
- Investing overseas can bring additional returns and spread risk to different markets. There are risks, however, that changes in currency exchange rates may cause the value of your investment to decrease and increase.
- The Sub-fund will target a risk rating factor 5 as determined by an independent agency, Distribution Technology, that provides such ratings. This rating is on a scale of 1-10, and takes account of risk targets and other factors as well as past data. It is not related to the risk ranking that appears on the 1-7 scale above, which is based solely on past data.
- For further risk information please see the prospectus.

Risk warning

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

Statement of Total Return

for the year ended 30 June 2020

	Note	£	30.06.20 £	£	30.06.19 £
Income					
Net capital losses	2		(2,479,883)		(188,670)
Revenue	3	635,446		649,728	
Expenses	4	(225,531)		(241,481)	
Interest payable and similar charges	4	(1,925)		(54)	
Net revenue before taxation		407,990		408,193	
Taxation	5	—		—	
Net revenue after taxation			407,990		408,193
Total return before distributions			(2,071,893)		219,523
Distributions	6		(509,901)		(524,435)
Change in net assets attributable to Shareholders from investment activities			(2,581,794)		(304,912)

Statement of Change in Net Assets Attributable to Shareholders

for the year ended 30 June 2020

	£	30.06.20 £	£	30.06.19 £
Opening net assets attributable to Shareholders		28,285,326		29,911,313
Amounts receivable on issue of shares	2,079,512		3,405,845	
Less: Amounts payable on cancellation of shares	(9,109,149)		(5,242,388)	
		(7,029,637)		(1,836,543)
Dilution levy		2,262		—
Change in net assets attributable to Shareholders from investment activities (see Statement of Total Return above)		(2,581,794)		(304,912)
Retained distribution on accumulation shares		481,614		515,468
Closing net assets attributable to Shareholders		19,157,771		28,285,326

The notes on pages 55 to 63 form an integral part of these Financial Statements.

MI Momentum Investment Funds - MI Momentum Focus 5

Balance Sheet

as at 30 June 2020

	Note	£	30.06.20 £	£	30.06.19 £
ASSETS					
Fixed assets					
Investments			16,855,911		26,826,345
Current assets					
Debtors	7	29,839		231,856	
Cash and bank balances	9	2,598,135		1,390,118	
Total current assets			2,627,974		1,621,974
Total assets			19,483,885		28,448,319
LIABILITIES					
Investment liabilities			(54,412)		(10,663)
Creditors					
Bank overdrafts	9	(214,156)		—	
Other creditors	8	(57,546)		(152,330)	
Total creditors			(271,702)		(152,330)
Total liabilities			(326,114)		(162,993)
Net assets attributable to Shareholders			19,157,771		28,285,326

The notes on pages 55 to 63 form an integral part of these Financial Statements.

MI Momentum Investment Funds - MI Momentum Focus 5

Notes to the Financial Statements

for the year ended 30 June 2020

1. Accounting Policies

The Sub-fund's Financial Statements have been prepared on the same basis as the Accounting Policies stated on pages 7 to 10.

2. Net Capital Losses

	30.06.20	30.06.19
	£	£
Non-derivative securities	(1,692,570)	(13,700)
Derivative securities	(541,907)	(16,996)
Currency losses	(170,054)	(46,150)
Forward foreign exchange contracts losses	(71,617)	(108,498)
Transaction charges	(3,735)	(3,326)
Net capital losses	(2,479,883)	(188,670)

3. Revenue

	30.06.20	30.06.19
	£	£
UK dividends: Ordinary	8,696	9,837
Overseas dividends	18,494	—
Property income distributions	44,552	59,282
Distributions from Regulated Collective Investment Schemes:		
Franked investment income	238,419	191,236
Interest distributions	94,652	57,554
Offshore distributions	179,800	268,689
Interest on debt securities	18,378	63,009
Bank interest	455	121
Offshore taxable	32,000	—
Total revenue	635,446	649,728

4. Expenses

	30.06.20	30.06.19
	£	£
Payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
ACD's fee	42,663	45,991
Registration fees	31,490	32,543
	<u>74,153</u>	<u>78,534</u>
Payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	<u>120,501</u>	<u>143,438</u>

Notes to the Financial Statements

continued

4. Expenses (continued)	30.06.20 £	30.06.19 £
Payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	17,635	17,907
Safe custody and other bank charges	2,039	2,713
	<u>19,674</u>	<u>20,620</u>
Auditors remuneration:		
Audit fee (including VAT)	10,800	8,962
Other expenses:		
Legal fees	8,342	5,504
Listing fees	932	906
Manager fee rebates from underlying holdings	(10,541)	(18,321)
Printing costs	1,670	1,838
	<u>11,203</u>	<u>(1,111)</u>
Expenses	225,531	241,481
Interest payable and similar charges	1,925	54
Total	227,456	241,535

5. Taxation	30.06.20 £	30.06.19 £
a) Analysis of charge in the year:		
Total tax charge	–	–
b) Factors affecting taxation charge for the year:		
Net revenue before taxation	407,990	408,193
Corporation tax at 20%	81,598	81,639
Effects of:		
Movement in surplus management expenses	7,484	12,313
Non-taxable dividends	(89,082)	(93,952)
Current tax charge (note 5a)	–	–

c) Deferred tax

At the year end there is a potential deferred tax asset of £44,411 (2019: £36,927) in relation to surplus management expenses. It is unlikely that the Sub-fund will generate sufficient taxable profits in the future to utilise these expenses and therefore no deferred tax asset has been recognised in the year.

Notes to the Financial Statements

continued

6. Distributions

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

		30.06.20 £	30.06.19 £
Interim distribution	31.12.19	326,316	262,935
Final distribution	30.06.20	155,298	252,533
		481,614	515,468
Revenue deducted on cancellation of shares		40,757	20,641
Revenue received on issue of shares		(12,470)	(11,674)
Distributions		509,901	524,435

Reconciliation of net revenue after taxation to net distributions:

Net revenue after taxation per Statement of Total Return	407,990	408,193
Expenses allocated to capital	118,036	129,903
Relief on expenses allocated to capital	(16,124)	(13,668)
Undistributed revenue brought forward	5	12
Undistributed revenue carried forward	(6)	(5)
Distributions	509,901	524,435

7. Debtors

	30.06.20 £	30.06.19 £
Amounts receivable on issues	20,059	26,166
Sales awaiting settlement	—	190,560
Accrued income:		
Interest on debt securities	9,780	15,130
Total debtors	29,839	231,856

Notes to the Financial Statements

continued

8. Other Creditors	30.06.20	30.06.19
	£	£
Amounts payable on cancellations	30,186	122,459
Accrued expenses:		
Amounts payable to the Authorised Corporate Director (ACD), associates of the ACD and agents of either of them:		
ACD's fee	3,279	3,684
Registration fees	2,662	2,589
	<u>5,941</u>	<u>6,273</u>
Amounts payable to the Investment Manager, associates of the Investment Manager and agents of either of them:		
Investment Manager's fee	<u>7,982</u>	<u>11,595</u>
Amounts payable to the Depositary, associates of the Depositary and agents of either of them:		
Depositary's fee (including VAT)	983	1,377
Safe custody and other bank charges	716	864
	<u>1,699</u>	<u>2,241</u>
Auditors remuneration:		
Audit fee (including VAT)	10,800	8,962
Other expenses:		
Overdraft interest payable	138	—
Printing costs	800	800
	<u>11,738</u>	<u>9,762</u>
Total other creditors	57,546	152,330
9. Cash and Bank Balances	30.06.20	30.06.19
	£	£
Cash and bank balances	1,856,057	1,390,114
Overdraft positions	(214,156)	—
Broker cash	742,078	4
Cash and bank balances	2,383,979	1,390,118

Notes to the Financial Statements

continued

10. Related Party Transactions

Maitland Institutional Services Ltd (MISL) is regarded as a related party by virtue of having the ability to act in respect of the operations of the Sub-fund in its capacity as the Authorised Corporate Director.

Authorised Corporate Director and other fees payable to Maitland Institutional Services Ltd (the ACD) are disclosed in note 4 and amounts due at the year end are shown in note 8.

Fees payable to Momentum Global Investment Management Limited (the Investment Manager) are disclosed in note 4 and amounts due at the year end are shown in note 8.

Amounts receivable on issue and payable on cancellation of shares and dilution levy are disclosed in the Statement of Change in Net Assets Attributable to Shareholders and in note 6, amounts due at the year end are shown in notes 7 and 8.

Amounts receivable from the Investment Manager for total ongoing charge rebates accrued against expenses are disclosed in note 4, and amounts due at the year end are shown in note 7.

Momentum Global Investment Management Limited and its associates had the following unitholdings in the Sub-fund:

Class A Accumulation Shares	Held at 30.06.20	Change in year	Held at 30.06.19
Shareholding	–	(1,242,056)	1,242,056
Percentage of shares	0.00%	-6.68%	6.68%

At the year end the Sub-fund did not hold shares in any of the other Sub-funds within the MI Momentum Investment Funds.

11. Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (2019: none).

12. Risk Management Policies and Disclosures

The main risks arising from financial instruments and the ACD's policies for managing these risks are disclosed on pages 9 and 10.

Numerical disclosures relating to the Sub-fund are as follows:

Market price risk

At the balance sheet date, if the price of the investments held by the Sub-fund increased or decreased by 10%, with all other variables held constant, the net assets attributable to Shareholders would increase or decrease by approximately £1,680,150 (2019: £2,681,568).

Currency risk

The table below details the currency risk profile at the balance sheet date.

Currency	30.06.20 Total £	30.06.19 Total £
Euro	(150,423)	126,231
Japanese yen	–	286,212
Pound sterling	15,819,702	23,806,256
United States dollar	3,488,492	4,066,627
	19,157,771	28,285,326

At the balance sheet date, if the value of sterling increased or decreased by 10%, with all other variables held constant, then the net assets attributable to Shareholders would increase or decrease by approximately £333,807 (2019: £447,907).

Notes to the Financial Statements

continued

12. Risk Management Policies and Disclosures (continued)

Interest rate risk

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

30.06.20

Currency	Floating rate financial assets £	Fixed rate financial assets £	Financial assets on which interest distributions are paid £	Financial assets on which interest is not paid [^] £	Foreign currency hedging position £	Total £
Euro	8,554	—	—	—	—	8,554
Pound sterling	1,502,000	1,222,422	2,040,792	7,311,032	4,064,118	16,140,364
United States dollar	1,087,581	1,125,633	1,173,076	3,995,818	—	7,382,108
	2,598,135	2,348,055	3,213,868	11,306,850	4,064,118	23,531,026

Currency	Floating rate financial liabilities £	Financial liabilities not carrying interest £	Foreign currency hedging position £	Total £
Euro	—	—	158,977	158,977
Pound sterling	214,156	106,506	—	320,662
United States dollar	—	419	3,893,197	3,893,616
	214,156	106,925	4,052,174	4,373,255

[^]Comprises of equity shares which receive dividend revenue, and non interest bearing balance sheet debtors.

30.06.19

Currency	Floating rate financial assets £	Fixed rate financial assets £	Financial assets on which interest distributions are paid £	Financial assets on which interest is not paid [^] £	Foreign currency hedging position £	Total £
Euro	5,323	—	360,338	271,432	—	637,093
Japanese yen	—	—	—	286,212	—	286,212
Pound sterling	1,195,204	867,061	1,837,727	17,731,714	2,896,880	23,958,586
United States dollar	189,591	2,023,763	—	4,249,954	—	6,463,308
	1,390,118	2,890,824	2,198,065	21,969,312	2,896,880	31,345,199

Currency	Financial liabilities not carrying interest £	Foreign currency hedging position £	Total £
Euro	—	510,862	510,862
Pound sterling	152,330	—	152,330
United States dollar	—	2,396,681	2,396,681
	152,330	2,907,543	3,059,873

[^]Comprises of equity shares which receive dividend revenue, and non interest bearing balance sheet debtors.

Notes to the Financial Statements

continued

12. Risk Management Policies and Disclosures (continued)

Interest rate risk (continued)

	Weighted average gross interest rate of fixed interest-bearing assets		Weighted average period for which interest rates are fixed [^]	
	30.06.20 %	30.06.19 %	30.06.20 years	30.06.19 years
Pound sterling	0.02	0.61	2.10	4.82
United States dollar	(0.01)	1.35	18.82	3.61

[^]Assuming the earliest maturity date for those assets with variable maturity dates.

Notes to the Financial Statements

continued

13 Portfolio Transaction Costs

30.06.20

Analysis of purchases	Gross purchase cost £	Commissions paid £ %	Taxes £ %	Purchases before transaction cost £
Equities	770,219	269 0.03	2 0.00	769,948
Bonds	3,388,785	— 0.00	— 0.00	3,388,785
Funds	11,265,049	2,163 0.02	— 0.00	11,262,886
Futures	128,207	819 0.64	— 0.00	127,388
Corporate actions	252,918	— 0.00	— 0.00	252,918
Total purchases after commissions and tax	15,805,178			
Analysis of sales	Net sale proceeds £	Commissions paid £ %	Taxes £ %	Sales before transaction cost £
Equities	126,373	126 0.10	2 0.00	126,501
Bonds	4,206,987	— 0.00	— 0.00	4,206,987
Funds	19,748,478	5,951 0.03	— 0.00	19,754,429
Futures	(406,357)	654 0.00	— 0.00	(405,703)
Total sales after commissions and tax	23,675,481			
Commission as a % of average net assets	0.04%			
Taxes as a % of average net assets	0.00%			

30.06.19

Analysis of purchases	Gross purchase cost £	Commissions paid £ %	Taxes £ %	Purchases before transaction cost £
Equities	723,832	— 0.00	— 0.00	723,832
Bonds	845,248	— 0.00	— 0.00	845,248
Funds	6,175,460	957 0.02	— 0.00	6,174,503
Total purchases after commissions and tax	7,744,540			
Analysis of sales	Net sale proceeds £	Commissions paid £ %	Taxes £ %	Sales before transaction cost £
Equities	603,732	584 0.10	4 0.00	604,320
Bonds	603,063	— 0.00	— 0.00	603,063
Funds	9,342,918	1,578 0.02	— 0.00	9,344,496
Total sales after commissions and tax	10,549,713			
Commission as a % of average net assets	0.01%			
Taxes as a % of average net assets	0.00%			

Notes to the Financial Statements

continued

13 Portfolio Transaction Costs (continued)

Commissions and taxes as a % of the average net assets form part of the direct transactions costs stated within the comparative table on page 51. The direct transaction costs within the comparative table may differ due to the effect of dilution levies charged (where applicable).

14. Portfolio Dealing Spread

The average portfolio dealing spread at 30 June 2020 is 0.25% (2019: 0.13%).

15. Events after the Balance Sheet date

ACD Statement Regarding COVID-19

Notwithstanding the challenges arising from the impact of the COVID-19 virus, the ACD continues to operate, administer and price the Sub-fund in accordance with FCA regulatory requirements and in accordance with relevant accounting standards. At the time of writing, investment markets are experiencing high levels of daily volatility and it is likely that this volatility will continue for the foreseeable future.

The ACD will continue to monitor fund liquidity and market volatility to ensure the Sub-fund is managed in the best interests of shareholders and to ensure that the Sub-fund remains a going concern. Where appropriate the ACD will value assets on a "fair value" basis in accordance with the Regulations.

As stated in the Prospectus, the Sub-fund should be considered as a long-term investment and the ACD emphasises the importance for investors to seek professional advice when considering their investment in the Sub-fund.

16. Fair Value Disclosure

Valuation technique	30.06.20		30.06.19	
	Assets	Liabilities	Assets	Liabilities
	£	£	£	£
Level 1 [^]	5,162,833	—	9,048,339	—
Level 2 ^{^^}	11,693,078	(54,412)	17,778,006	(10,663)
Level 3 ^{^^^}	—	—	—	—
	16,855,911	(54,512)	26,826,345	(10,663)

[^]Level 1: Unadjusted quoted price in an active market for an identical instrument.

^{^^}Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1.

^{^^^}Level 3: Valuation techniques using unobservable inputs.

17. Shareholders Funds

	A
	Accumulation
Opening number of shares	18,587,742
Shares issued	1,413,852
Shares cancelled	(6,203,504)
Closing number of shares	13,798,090

Distribution Table

for the year ended 30 June 2020

Accumulation Share Distributions

Share class	Distribution	Shares	Net revenue p	Equalisation p	Amount reinvested 2020 p	Amount reinvested 2019 p
A	Interim	Group 1	1.9393	—	1.9393	1.3480
		Group 2	0.8198	1.1195	1.9393	1.3480
	Final	Group 1	1.1255	—	1.1255	1.3586
		Group 2	0.7595	0.3660	1.1255	1.3586

Interim period: 01.07.19 - 31.12.19

Final period: 01.01.20 - 30.06.20

Group 1: Shares purchased prior to a distribution period

Group 2: Shares purchased during a distribution period

Equalisation

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents accrued revenue included in the purchase price of the shares. After averaging, it is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

General information

Authorised status and structure of the Company

MI Momentum Investment Funds (the “Company”) is structured as an Investment Company with Variable Capital (“ICVC”), under regulation 12 (Authorisation) of the OEIC Regulations (Open-Ended Investment Companies Regulations 2001 (SI 2001/1228)).

The Company does not intend to have an interest in immovable property.

The Company is authorised and regulated in the UK by the Financial Conduct Authority (“FCA”) as a UCITS Retail Scheme and “Umbrella Company” under the COLL Sourcebook.

The Company was incorporated in England and Wales on 05 January 2011 under registration number IC000851. The Shareholders are not liable for the debts of the Company.

The Company currently has 3 Sub-funds, which are detailed below:

MI Momentum Focus 3

MI Momentum Focus 4

MI Momentum Focus 5

Regulatory status

The Company was converted from a Non-UCITS retail scheme to a UCITS scheme in accordance with a resolution of shareholders passed on 25 October 2016.

Head office

Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY

Address for service

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

Base currency

The base currency of the Company is Pounds Sterling.

Share capital

The minimum share capital of the Company is £1 and the maximum is £100,000,000,000. Shares in the Company have no par value. The share capital of the Company at all times equals the sum of the net asset value of the Sub-funds.

Classes of shares

The Instrument of Incorporation allows each Fund to issue different classes of shares in respect of any Sub-fund.

The Sub-funds currently have the following classes of shares available for investment:

Sub-fund	Share Class		
	A Acc	B Acc	C Acc
MI Momentum Focus 3	✓	✓	–
MI Momentum Focus 4	✓	–	✓
MI Momentum Focus 5	✓	–	✓

Holders of Accumulation shares are not entitled to be paid the revenue attributable to such shares, but that revenue is retained and accumulated for the benefit of Shareholders and is reflected in the price of shares.

General information

continued

Valuation point

The scheme property of the Company and each Sub-Fund will normally be valued at 12:00 on each dealing day for the purpose of calculating the price at which shares in the Company may be issued, sold, repurchased or redeemed.

For the purpose of the pricing of units, a business day is defined as a day on which the dealing office of the ACD is open for the buying and selling of shares. The ACD may at any time during a business day carry out an additional valuation of the property of the Fund if the ACD considers it desirable to do so, with the Depositary's approval

Buying, Redeeming and Switching of Shares

The ACD will accept orders for the purchase, sale and switching of shares on normal business days between 08:30 and 16:30. Instructions to buy or sell shares may either be in writing to:

Hamilton Centre, Rodney Way, Chelmsford, Essex CM1 3BY

Or by telephone to:

0345 305 4214

The ACD has the right to establish facilities for recording telephone calls made or received on this telephone line.

A contract note giving details of the shares purchased will be issued no later than the next business day after the business day on which an application to purchase shares is received and instrumented by the ACD. Certificates will not be issued in respect of shares. Ownership of shares will be evidenced by an entry on the register of shareholders.

Pricing basis

There is a single price for buying, selling and switching shares in a Sub-fund which represents the Net Asset Value of the Sub-fund concerned. The share price is calculated on a forward pricing basis, that is at the next Valuation Point after the purchase or redemption is deemed to be accepted by the ACD.

The prices of shares are published daily on www.maitlandgroup.com. Neither the Company nor the Company can be held responsible for any errors in the publication of the prices. The shares in the Company will be issued and redeemed on a forward pricing basis which means that the price will not necessarily be the same as the published price.

Other information

The Instrument of Incorporation, Prospectus, Key Investor Information Document and the most recent interim and annual reports may be inspected at the office of the Company which is also the Head Office of the Company. Copies may be obtained free of charge upon application. They are also available from the website of the Company, the details of which are given in the directory of this report.

Shareholders who have complaints about the operation of the Company should in the first instance contact the ACD, or, following that, may make their complaint direct to the Financial Ombudsman Service, Exchange Tower, London E14 9SR.

ACD Value Assessment

The ACD is required to provide an annual statement for the Sub-funds, attesting that in the opinion of the ACD the services provided to the Sub-funds and any fees chargeable to the scheme property represent value for money, taking into account the following criteria as set out by the Regulator under COLL 6.6.20R:

- Quality of Service
- Performance
- Economies of Scale
- Comparable Services and Market Rates
- Classes of Units

This statement references services provided directly by the ACD and those services delegated by the ACD to third parties such as, but not limited to, investment management, depositary services, custody and settlement, audit provision, legal services, printing services, KIID production and maintenance, and other costs as may be set out or allowable in the scheme documentation.

General information

continued

ACD Value Assessment (continued)

Investment Management Fees

The investment management function is delegated to an FCA authorised, professional investment management firm. The Investment Manager provides an active investment management service consistent with the Investment Policy and Objectives set out within the scheme documentation.

The fees of the Investment Manager represent the largest cost to the Sub-funds, are clearly set out within the scheme documentation, and are consistent with the market rates for other professional investment managers for hire providing comparable services.

The investment management fees may vary by share class reflecting the size of the minimum investment into that share class, with the objective of providing economies of scale for larger investors.

Services Provided by the ACD

The ACD fees are regularly reviewed against prevalent market rates for a professional ACD for hire taking into account the complexity and risk profile of the Fund. The ACD's fees are clearly set out in the scheme documentation and are tiered based on the overall value of the Sub-funds to reflect economies of scale.

Services Delegated by the ACD

Services delegated by the ACD are provided by professional entities for hire appointed on an arm's length basis. Delegates are appointed under competitive tender and their services are regularly reviewed and benchmarked by the ACD to ensure that they are consistent with services provided by other similar professional entities for hire. When appointing or reviewing delegates the ACD takes into account the quality of the services provided, the performance of the appointed entity over a period of time and, that the costs of the service provided take into account any economies of scale that may be available to funds of a similar size or complexity.

Summary

It is the opinion of the ACD that the fees charged to the scheme property of the Sub-funds represent value for money for investors taking into account the criteria set out by the Regulator.

Remuneration of the Authorised Corporate Director

The ACD is subject to a remuneration policy which meets the requirements of the Undertakings for Collective Investment in Transferable Securities Directive (UCITS) as set out in SYSC 19E of the FCA Handbook.

The policy is designed to ensure practices for employee remuneration are consistent with, and promote, sound and effective risk management. It does not encourage risk-taking which is inconsistent with the risk profiles, rules or instrument of incorporation of the funds managed, and does not impair the ACD's compliance with its duty to act in the best interests of the funds it manages.

The ACD has reviewed the Remuneration Policy and its application in the last year which has resulted in no material changes to the policy or irregularities to process.

The ACD is required to disclose the total remuneration it pays to its staff during the financial year of the fund, split into fixed and variable remuneration, with separate aggregate disclosure for staff whose actions may have a material impact to the risk profile of a fund or the ACD itself. This includes executives, senior risk and compliance staff and certain senior managers.

30.06.20	Number of beneficiaries	Fixed	Variable	Total
Total remuneration paid by the ACD during the year	83	£58,534,799	£42,920	£58,577,719
Remuneration paid to employees of the delegate(s) who have material impact on the risk profile of the Fund	4	£896,836	£31,194	£928,030

General information

continued

Remuneration of the Authorised Corporate Director (continued)

Further information is available in the ACD's Remuneration Policy Statement which can be obtained from www.maitlandgroup.com or, on request free of charge, by writing to the registered office of the ACD.

Risk warning

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

Maitland Institutional Services Limited

Registered in England No 6252939. Authorised and regulated by the Financial Conduct Authority.