

CAPITA

TROY
ASSET MANAGEMENT

Trojan Investment Funds

Interim Unaudited Report and Financial Statements
31 July 2016

Trojan Fund
Trojan Ethical Income Fund
Trojan Global Equity Fund
(formerly Trojan Capital Fund)
Trojan Income Fund
Crystal Fund
Spectrum Fund
Spectrum Income Fund

AUTHORISED CORPORATE DIRECTOR ('ACD')
Capita Financial Managers Limited
Head Office:
40 Dukes Place
London EC3A 7NH
Telephone: 0870 607 2555 Fax: 0870 607 2550
Email: enquiries@capitafinancial.com
(Authorised and regulated by the Financial Conduct Authority)

DIRECTORS OF THE ACD

C. Addenbrooke
N. Boyling
B. Hammond
P. Hugh-Smith
K.J. Midl

INVESTMENT MANAGER

Troy Asset Management Limited
33 Davies Street
London W1K 4BP
(Authorised and regulated by the Financial Conduct Authority)

DEPOSITARY

BNY Mellon Trust & Depositary (UK) Limited
The Bank of New York Mellon Centre
160 Queen Victoria Street
London EC4V 4LA
(Authorised and regulated by the Financial Conduct Authority)

REGISTRAR

Capita Financial Administrators Limited
Customer Service Centre:
Arlington Business Centre
Millshaw Park Lane
Leeds LS11 0PA
Telephone: 0345 608 0950 Fax: 0113 224 6001
(Authorised and regulated by the Financial Conduct Authority)

INDEPENDENT AUDITOR

Ernst & Young LLP
25 Churchill Place
Canary Wharf
London E14 5EY

CONTENTS

ACD's Report	8
Authorised Status	8
Important Information	8
Cross Holdings	8
Director's Statement	8
TROJAN FUND	
ACD's Report	9
Important Information	9
Investment Objective and Policy	9
Investment Manager's Report	10
Fund Information	13
Portfolio Statement	23
Summary of Material Portfolio Changes	25
INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Statement of Total Return	26
Statement of Change in Net Assets Attributable to Shareholders	26
Balance Sheet	27
Notes to the Interim Financial Statements	28

TROJAN ETHICAL INCOME FUND	
ACD's Report	29
Important Information	29
Investment Objective and Policy	29
Investment Manager's Report	30
Fund Information	33
Portfolio Statement	41
Summary of Material Portfolio Changes	46
INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Statement of Total Return	47
Statement of Change in Net Assets Attributable to Shareholders	47
Balance Sheet	48
Notes to the Interim Financial Statements	49

TROJAN GLOBAL EQUITY FUND	
ACD's Report	50
Important Information	50
Investment Objective and Policy	50
Investment Manager's Report	51
Fund Information	54
Portfolio Statement	62
Summary of Material Portfolio Changes	64
INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Statement of Total Return	65
Statement of Change in Net Assets Attributable to Shareholders	65
Balance Sheet	66
Notes to the Interim Financial Statements	67

TROJAN INCOME FUND

ACD's Report	68
Important Information	68
Investment Objective and Policy	68
Investment Manager's Report	69
Fund Information	72
Portfolio Statement	82
Summary of Material Portfolio Changes	87
INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Statement of Total Return	88
Statement of Change in Net Assets Attributable to Shareholders	88
Balance Sheet	89
Notes to the Interim Financial Statements	90

CRYSTAL FUND

ACD's Report	91
Important Information	91
Investment Objective and Policy	91
Investment Manager's Report	92
Fund Information	95
Portfolio Statement	98
Summary of Material Portfolio Changes	100
INTERIM FINANCIAL STATEMENTS (UNAUDITED)	
Statement of Total Return	101
Statement of Change in Net Assets Attributable to Shareholders	101
Balance Sheet	102
Notes to the Interim Financial Statements	103

Contents (continued)

SPECTRUM FUND

ACD's Report	104
Important Information	104
Investment Objective and Policy	104
Investment Manager's Report	105
Fund Information	109
Portfolio Statement	115
Summary of Material Portfolio Changes	118

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Statement of Total Return	119
Statement of Change in Net Assets Attributable to Shareholders	119
Balance Sheet	120
Notes to the Interim Financial Statements	121

SPECTRUM INCOME FUND

ACD's Report	122
Important Information	122
Investment Objective and Policy	122
Investment Manager's Report	123
Fund Information	126
Portfolio Statement	130
Summary of Material Portfolio Changes	131

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

Statement of Total Return	132
Statement of Change in Net Assets Attributable to Shareholders	132
Balance Sheet	133
Notes to the Interim Financial Statements	134

General Information	135
---------------------------	-----

TROJAN INVESTMENT FUNDS
ACD'S REPORT
FOR THE HALF YEAR ENDED 31 JULY 2016

AUTHORISED STATUS

Trojan Investment Funds ('the Company') is an investment company with variable capital incorporated in England and Wales under registered number IC000280 and authorised by the Financial Conduct Authority with effect from 14 November 2003. The Company has an unlimited duration.

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

The Company is a UCITS scheme and the base currency of the Company and each sub-fund is Pounds Sterling.

IMPORTANT INFORMATION

With effect from 8 April 2016, the Trojan Fund became a master UCITS to Aristeia SICAV, Global Flexible, a Luxembourg based SICAV.

With effect from 25 April 2016 shares of the sub-funds of the Company are permitted to be distributed in Switzerland.

On 1 June 2016 there was a minor change to the Trojan Ethical Income Fund's ethical criteria, the limit for turnover generated from tobacco products was reduced from 33% to 10%.

With effect from 1 July 2016, the Annual Management Charge applied to Trojan Global Equity Fund 'O' Income and 'O' Accumulation share classes was decreased from 1.00% to 0.85%, and the Annual Management Charge on the 'I' Income and 'I' Accumulation share classes was decreased from 1.50% to 1.35%.

With effect from 1 September 2016 shares of the Trojan Fund, Trojan Ethical Income Fund, Trojan Global Equity Fund, Trojan Income Fund, Spectrum Fund and Spectrum Income Fund are permitted to be distributed in Ireland.

CROSS HOLDINGS

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

DIRECTOR'S STATEMENT

This report has been prepared in accordance with the requirements of the Collective Investment Schemes Sourcebook as issued and amended by the Financial Conduct Authority.

N. BOYLING

CAPITA FINANCIAL MANAGERS LIMITED
ACD of Trojan Investment Funds
26 September 2016

TROJAN FUND
ACD'S REPORT
FOR THE HALF YEAR ENDED 31 JULY 2016

IMPORTANT INFORMATION

Refer to the 'Important Information' section of the Company on page 8.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Trojan Fund ('the Fund') is to achieve growth in capital and income in real terms over the longer term. The Fund's policy is to invest substantially in UK and overseas equities and fixed interest securities, but may also invest in collective investment schemes and money market instruments.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of Trojan Fund
26 September 2016

TROJAN FUND

ACD's Report (continued)

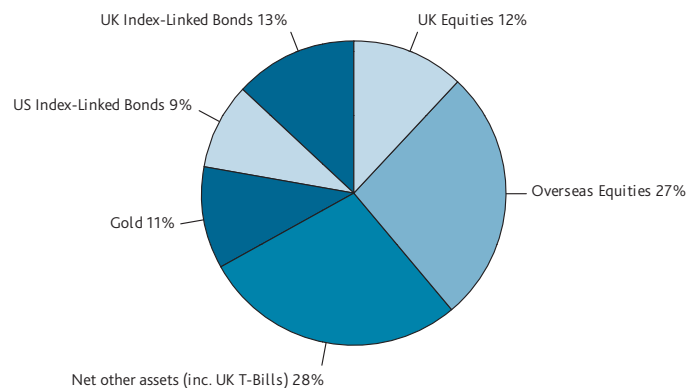
For the half year ended 31 July 2016

INVESTMENT MANAGER'S REPORT

INVESTMENT REVIEW

For the six months to 31 July 2016, the Fund produced a total return of +11.1% compared to a return of +0.2%* in the LIBID Index (total return) and +11.9%* in the FTSE All-Share Index (total return).

ASSET ALLOCATION AS AT 31 JULY 2016



Source: Troy Asset Management Limited.

MARKET REVIEW

The Russian communist revolutionary and political theorist, Vladimir Lenin, once said, "there are decades where nothing happens; and there are weeks where decades happen". The recommendation by voters that the United Kingdom should leave the European Union is likely to be a watershed moment for the continent and to be followed by weeks that fundamentally transform Europe for decades to come. History teaches us that the most important economic developments tend to be unanticipated breaks from the prevailing order. It is tempting to try and predict what the vote means for markets and asset prices, but if there was ever an event that established the uselessness of crystal ball divination, it was the recent referendum given that the consensus view of bookmakers, pollsters and market pundits was for the continuation of our EU membership. Indeed, it is probably wise to heed the words of another communist revolutionary, Zhou Enlai, the first Chinese premier, who reportedly said in 1972 that it was "too early to say" what the impact of the French Revolution was. It is certainly too early to say what the impact of 'Brexit' will be politically, economically or financially.

The enormity of the UK's decision to end its participation in European political integration means that it is easy to be consumed by domestic affairs. But just because there is a temptation to ignore problems further afield does not mean that they have gone away. The world is suffering from a lack of robust growth and what growth there is appears to be increasingly debt-

* Source: Lipper as at 31 July 2016, bid to bid basis, net income reinvested at the ex-dividend date, sterling terms. The indices used by the Investment Manager are for comparison purposes. No benchmark is required to be disclosed per the Prospectus.

dependent. The growth in the value and volume of world trade has virtually stopped, suggesting that there are serious issues with the prevailing mercantilist world order. We may be only a minor shock away from a recession. For decades, central banks have used interest rates to tackle recessions. This is a policy option no longer available to them. The idea that central banks would directly finance fiscal deficits was once an idea derided by anyone and everyone, now 'Helicopter Money' is seemingly the policy of first resort. This could be one of the final steps on a deflationary path to inflation.

PORTFOLIO

Portfolio activity, even by our leisurely standards, was languorous. Specific stock price weakness in A.G. BARR did allow us to initiate a new holding. Barr's share price has been the victim of a confluence of negative issues. Importantly some of these will likely prove only temporary and others should be manageable as the company adapts to new realities. It won't always rain in Glasgow and the powerful combination of a credible low-calorific portfolio and latent pricing power should help mitigate the negative impact of the proposed UK soft drinks sugar levy. We prefer to own businesses that do something quite similar today to what they were doing five years ago and what they will likely be doing in five years hence. Barr fits the bill. Shares were purchased on mid-teen price-to-earnings (P/E) multiples, a significant discount to the prevailing valuation just a few years ago.

Low interest rates and Quantitative Easing have led to ballooning asset prices. Over \$12 trillion of bonds now offer buyers a negative nominal yield. It is perverse that investor demand for assets that protect against/benefit from interest rates falls has become most intense as rates have come closest to and now through the floor. The heights of absurdity continue to be pushed upwards. Furthermore, companies that demonstrate dependable revenues and returns have been rechristened 'bond-like equities' and they stand proud on top of equity investors' podium of popularity. Recent strong returns from our equity holdings have been more a function of multiple expansion than favourable revenue and earnings growth. Bonds and bond-like equities are increasingly looking like bubbles in search of a pin. We reduced the holdings in Becton, Dickinson and Company and British American Tobacco after strong share price performances had left their dividend yields looking far less generous. It can be hard to reduce holdings in those businesses that have performed well operationally and even more so in share price terms, but we are reminded of the warnings of the famous 1920s American investor, Bernard Baruch, who quipped that: "I made my money by selling too soon".

OUTLOOK

In August the Bank of England announced a cut in the Bank Rate, after a seven-year hiatus, of a quarter of one per cent. It also promised to increase its asset purchase programme of Quantitative Easing by £70 billion: official interest rates are staying lower for longer. It is clear to everyone that long-duration assets such as stocks and bonds have benefitted enormously from the collapse in interest rates. Investors and savers have either explicitly or implicitly slashed their personal discount rates associated with the cash flows of both bonds and equities. It is underappreciated that the fall in discount rates may increase the present value of those cash flows, but it does not, however, increase those cash flows. Recent changes in the discount rate reflect shifts in sentiment and not in fundamentals. Returns have simply been brought forward and borrowed from the future. Few investors are left wondering and worrying what happens to security prices if market interest rates become divorced from official interest rates. Instead it is answered by many that interest rates and so discount rates cannot rise. However, it is sobering to observe the number of instances where the things that seem most evident in investing, upon which consensus is built, turn out not to be true. A rise in discount rates would prove injurious to

TROJAN FUND

ACD's Report (continued)

Investment Manager's Report (continued)

For the half year ended 31 July 2016

OUTLOOK (continued)

nearly all portfolios. The handcuffed volunteers who have chained themselves to declining yield investments will be frantically looking for the key to free themselves from today's candidates for certificates of future confiscation. One day price-sensitive buyers will replace the prevailing order.

Conventional asset prices, in our opinion, have become untethered from both history and fundamentals. We repeat our warning that, in an environment of near-universally overvalued asset markets, it is likely to be easier to navigate the post-market falls than to avoid the falls themselves. This is because, with both equities and bonds looking vulnerable, traditional asset diversification may not protect to the same extent that it has in the past. The conventional reward from cash may, today, be measured in basis points but cash's real value is the flexibility to exploit better opportunities tomorrow. The Fund retains over 25% of its assets in cash. Gold Bullion remains the ultimate insurance policy against the possibility that bonds and equities fall together. We think investors need to embrace the idea of accepting lower than historically-achieved returns.

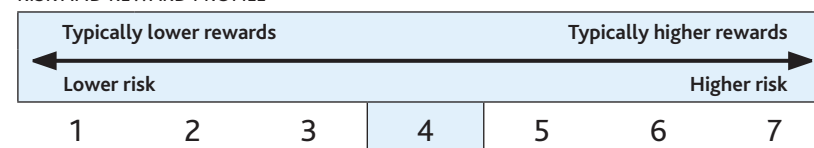
TROY ASSET MANAGEMENT LIMITED

Investment Manager

23 August 2016

FUND INFORMATION

RISK AND REWARD PROFILE



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

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Credit Risk: Fixed interest securities are affected by trends in interest rates and inflation. If interest rates go up the value of capital may fall and vice versa. Inflation will also decrease the real value of capital. The value of a fixed interest security is also affected by its credit rating.

Counterparty Risk: As the Fund may enter into currency hedging arrangements there is a risk that other parties may fail to meet their obligations. This may lead to delays in receiving amounts due to the Fund, receiving less than is due or receiving nothing.

Currency Risk: As the Fund invests in overseas securities, movements in exchange rates may, when not hedged, cause the value of your investment to increase or decrease.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.capitafinancial.com, by following the link 'Fund Information'.

TROJAN FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES

Information for 31 July 2016 relates to the 6 month period ending 31 July 2016, with the exception of the operating charges in the 'Other Information' section. The operating charges relate to the expenses incurred on an *ex post* basis over the 12 month period ending 31 July 2016, expressed as a percentage of the average net asset value over the same period.

Where the Fund has significant investment in collective investment schemes, the operating charges take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the period end weighted against the net asset value of the share class at that date.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Income shares				
Change in net assets per share				
Opening net asset value per share	218.33	215.81	192.91	206.84
Return before operating charges*	25.39	5.73	26.25	(10.43)
Operating charges	(1.20)	(2.25)	(2.17)	(2.17)
Return after operating charges	24.19	3.48	24.08	(12.60)
Distributions on income shares	(0.70)	(0.96)	(1.18)	(1.33)
Closing net asset value per share	241.82	218.33	215.81	192.91
* after direct transaction costs of:	0.01	0.03	0.03	0.06
Performance				
Return after charges	11.08%	1.61%	12.48%	(6.09)%
Other Information				
Closing net asset value (£'000)	1,291,777	993,387	931,135	815,816
Closing number of shares	534,184,581	454,988,441	431,459,461	422,901,754
Operating charges	1.05%	1.05%	1.06%	1.07%
Direct transaction costs	–	0.01%	0.01%	0.03%
Prices				
Highest share price	244.92	218.90	219.54	214.17
Lowest share price	218.00	204.75	192.36	193.57

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Accumulation shares <i>(this class is also available for investment by the Global Flexible, a sub-fund of Aristeia SICAV)</i>				
Change in net assets per share				
Opening net asset value per share	263.53	259.30	230.45	245.45
Return before operating charges*	30.66	6.94	31.44	(12.42)
Operating charges	(1.46)	(2.71)	(2.59)	(2.58)
Return after operating charges	29.20	4.23	28.85	(15.00)
Closing net asset value per share	292.73	263.53	259.30	230.45
Retained distributions on accumulation shares	0.85	1.16	1.41	1.58
* after direct transaction costs of:	0.01	0.03	0.03	0.08

Performance				
Return after charges	11.08%	1.63%	12.52%	(6.11)%
Other Information				
Closing net asset value (£'000)	1,222,724	913,015	819,541	672,465
Closing number of shares	417,692,633	346,456,587	316,053,423	291,799,000
Operating charges	1.05%	1.05%	1.06%	1.07%
Direct transaction costs	–	0.01%	0.01%	0.03%

Prices				
Highest share price	295.62	263.86	263.47	254.16
Lowest share price	263.21	246.81	229.84	230.72

TROJAN FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Income shares				
Change in net assets per share				
Opening net asset value per share	217.43	215.18	192.61	206.56
Return before operating charges*	25.21	5.70	26.17	(10.37)
Operating charges	(1.72)	(3.30)	(3.18)	(3.20)
Return after operating charges	23.49	2.40	22.99	(13.57)
Distributions on income shares	(0.13)	(0.15)	(0.42)	(0.38)
Closing net asset value per share	240.79	217.43	215.18	192.61
* after direct transaction costs of:	0.01	0.03	0.03	0.06
Performance				
Return after charges	10.80%	1.12%	11.94%	(6.57)%
Other Information				
Closing net asset value (£'000)	11,563	44,110	52,393	64,375
Closing number of shares	4,802,056	20,286,562	24,348,146	33,423,370
Operating charges	1.55%	1.55%	1.56%	1.57%
Direct transaction costs	–	0.01%	0.01%	0.03%
Prices				
Highest share price	243.36	217.71	218.67	213.70
Lowest share price	217.14	204.08	192.08	192.83

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Accumulation shares				
Change in net assets per share				
Opening net asset value per share	253.41	250.64	223.87	239.64
Return before operating charges*	29.42	6.62	30.47	(12.08)
Operating charges	(2.05)	(3.85)	(3.70)	(3.69)
Return after operating charges	27.37	2.77	26.77	(15.77)
Closing net asset value per share	280.78	253.41	250.64	223.87
Retained distributions on accumulation shares	0.15	0.17	0.49	0.44
* after direct transaction costs of:	0.01	0.03	0.03	0.07
Performance				
Return after charges	10.80%	1.11%	11.96%	(6.58)%
Other Information				
Closing net asset value (£'000)	118,185	171,951	260,781	359,773
Closing number of shares	42,091,305	67,855,755	104,045,339	160,704,220
Operating charges	1.55%	1.55%	1.56%	1.57%
Direct transaction costs	–	0.01%	0.01%	0.03%
Prices				
Highest share price	283.63	253.73	254.70	247.93
Lowest share price	253.06	237.85	223.27	224.13

TROJAN FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'S' Income shares (Registered charities only)				
Change in net assets per share				
Opening net asset value per share	218.50	215.97	193.04	206.99
Return before operating charges*	25.43	5.75	26.28	(10.44)
Operating charges	(0.92)	(1.72)	(1.66)	(1.67)
Return after operating charges	24.51	4.03	24.62	(12.11)
Distributions on income shares	(0.99)	(1.50)	(1.69)	(1.84)
Closing net asset value per share	242.02	218.50	215.97	193.04
* after direct transaction costs of:	0.01	0.03	0.03	0.06

Performance

Return after charges	11.22%	1.87%	12.75%	(5.85)%
----------------------	--------	-------	--------	---------

Other Information

Closing net asset value (£'000)	310,915	275,078	270,954	248,096
Closing number of shares	128,464,634	125,896,087	125,460,276	128,520,585
Operating charges	0.80%	0.80%	0.81%	0.82%
Direct transaction costs	–	0.01%	0.01%	0.03%

Prices

Highest share price	245.38	219.33	219.96	214.42
Lowest share price	218.18	204.94	192.49	193.95

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'S' Accumulation shares (Registered charities only)				
Change in net assets per share				
Opening net asset value per share	269.49	264.52	234.50	249.14
Return before operating charges*	31.38	7.08	32.05	(12.63)
Operating charges	(1.14)	(2.11)	(2.03)	(2.01)
Return after operating charges	30.24	4.97	30.02	(14.64)
Closing net asset value per share	299.73	269.49	264.52	234.50
Retained distributions on accumulation shares	1.22	1.84	2.06	2.22
* after direct transaction costs of:	0.01	0.03	0.03	0.08

Performance

Return after charges	11.22%	1.88%	12.80%	(5.88)%
----------------------	--------	-------	--------	---------

Other Information

Closing net asset value (£'000)	60,721	53,872	72,267	59,102
Closing number of shares	20,258,760	19,990,263	27,320,197	25,203,456
Operating charges	0.80%	0.80%	0.81%	0.82%
Direct transaction costs	–	0.01%	0.01%	0.03%

Prices

Highest share price	302.64	269.82	268.76	258.08
Lowest share price	269.18	252.13	233.88	234.77

TROJAN FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 ¹ (p/share)
'Z' Income shares <i>(this class is only available for investment by the Trojan Feeder Fund (Ireland))</i>			
Change in net assets per share			
Opening net asset value per share	107.24	105.99	100.00
Return before operating charges*	12.50	2.84	6.72
Operating charges	(0.03)	(0.06)	(0.03)
Return after operating charges	12.47	2.78	6.69
Distributions on income shares	(0.90)	(1.53)	(0.70)
Closing net asset value per share	118.81	107.24	105.99
* after direct transaction costs of:	–	0.01	0.01
Performance			
Return after charges	11.63%	2.62%	6.69%
Other Information			
Closing net asset value (£'000)	179,277	131,943	124,689
Closing number of shares	150,891,025	123,038,218	117,642,277
Operating charges	0.05%	0.05%	0.06% ²
Direct transaction costs	–	0.01%	0.01% ²
Prices			
Highest share price	120.83	108.04	108.30
Lowest share price	107.11	100.63	98.43

¹ From 23 June 2014.

² Annualised figure due to share class launched less than 1 year.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 ¹ (p/share)
'Z' Accumulation shares <i>(this class is only available for investment by the Trojan Feeder Fund (Ireland))</i>			
Change in net assets per share			
Opening net asset value per share	109.58	106.68	100.00
Return before operating charges*	12.49	2.96	6.72
Operating charges	(0.03)	(0.06)	(0.04)
Return after operating charges	12.46	2.90	6.68
Closing net asset value per share	122.04	109.58	106.68
Retained distributions on accumulation shares	0.93	1.65	0.69
* after direct transaction costs of:	–	0.01	0.01
Performance			
Return after charges	11.37%	2.72%	6.68%
Other Information			
Closing net asset value (£'000)	–	–	–
Closing number of shares	250	250	250
Operating charges	0.05%	0.05%	0.06% ²
Direct transaction costs	–	0.01%	0.01% ²
Prices			
Highest share price	123.22	109.60	108.36
Lowest share price	109.36	102.12	98.50

¹ From 23 June 2014.

² Annualised figure due to share class launched less than 1 year.

TROJAN FUND

ACD's Report (continued)
Fund Information (continued)

FUND PERFORMANCE TO 31 JULY 2016 (%)

	6 months	1 year	3 years	5 years
Trojan Fund	11.06	15.19	20.70	28.63

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

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

RISK WARNING

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

PORTFOLIO STATEMENT AS AT 31 JULY 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	DEBT SECURITIES – 45.51% (31.01.16 – 42.55%)		
£90,000,000	Treasury 0% 01.08.16	89,996	2.82
£150,000,000	Treasury 0% 22.08.16	149,964	4.69
£75,000,000	Treasury 0% 30.08.16	74,976	2.35
£84,000,000	Treasury 0% 10.10.16	83,945	2.63
£180,000,000	Treasury 0% 24.10.16	179,865	5.63
£200,000,000	Treasury 0% 31.10.16	199,840	6.25
£106,498,500	Treasury 0.125% index-linked 2024	132,301	4.14
£90,447,000	Treasury 1.875% index-linked 2022	144,722	4.53
£33,604,000	Treasury 2.5% index-linked 2020	123,790	3.87
US\$235,616,000	US Treasury 0.125% Inflation Protected Securities 2022	192,341	6.02
US\$97,562,000	US Treasury 0.625% Inflation Protected Securities 2021	82,507	2.58
	TOTAL DEBT SECURITIES	1,454,247	45.51
	EQUITIES – 39.75% (31.01.16 – 41.53%)		
	UNITED KINGDOM – 11.53% (31.01.16 – 12.33%)		
2,036,386	A.G. BARR	11,068	0.35
16,825,000	Better Capital 2012	5,216	0.16
2,974,680	British American Tobacco	141,045	4.42
1,653,368	Diageo	36,143	1.13
2,591,613	GlaxoSmithKline	43,863	1.37
1,280,380	Mithras Investment Trust	1,959	0.06
11,700,000	Sage Group (The)	82,719	2.59
1,321,000	Unilever	46,301	1.45
	TOTAL UNITED KINGDOM	368,314	11.53
	CONTINENTAL EUROPE – 1.48% (31.01.16 – 1.54%)		
780,600	Nestlé	47,125	1.48
	NORTH AMERICA – 26.74% (31.01.16 – 27.66%)		
1,031,300	Agnico-Eagle Mines	44,231	1.38
1,750,000	Altria Group	89,133	2.79
800,000	American Express Company	39,326	1.23
400,000	Becton, Dickinson and Company	53,401	1.67
340	Berkshire Hathaway	55,844	1.75
2,384,500	Coca-Cola Company (The)	78,965	2.47

TROJAN FUND

ACD's Report (continued)

Portfolio Statement (continued)

As at 31 July 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	NORTH AMERICA – 26.74% (31.01.16 – 27.66%) (continued)		
907,000	Colgate-Palmolive Company	50,402	1.58
880,000	Dr Pepper Snapple Group	65,362	2.05
2,907,808	Imperial Oil	67,461	2.11
2,400,000	Microsoft Corporation	102,352	3.20
1,500,000	Philip Morris International	112,847	3.53
530,000	Procter & Gamble Company (The)	34,105	1.07
1,604,456	Reynolds American	61,096	1.91
	TOTAL NORTH AMERICA	854,525	26.74
	TOTAL EQUITIES	1,269,964	39.75
	GOLD – 10.79% (31.01.16 – 10.24%)		
129,531	BlackRock Gold and General*	1,560	0.05
814,850	ETFS Physical Swiss Gold*	80,465	2.52
2,726,600	Gold Bullion Securities*	262,790	8.22
	TOTAL GOLD	344,815	10.79
	FORWARD CURRENCY CONTRACTS – (1.83)% (31.01.16 – (0.99)%)		
US\$(1,013,000,000)	Vs £709,498,028 (expiry 21.09.16)	(58,527)	(1.83)
	Portfolio of investments#	3,010,499	94.22
	Net other assets	184,663	5.78
	Net assets	3,195,162	100.00

The investments are ordinary shares listed on a regulated market unless stated otherwise.

* Collective investment scheme.

Includes investment liabilities.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 31 JULY 2016

Total purchases for the half year £'000 11,144

Purchases	Cost £'000
-----------	---------------

A.G. BARR	11,144
-----------	--------

In addition to above, purchases totalling £1,148,864 thousand were made in short term investments during the half year.

Total sales for the half year £'000 29,841

Sales	Proceeds £'000
-------	-------------------

Becton, Dickinson and Company	10,432
British American Tobacco	7,590
Better Capital 2009	7,387
Sage Group (The)	2,565
Altria Group	1,010
Mithras Investment Trust	857

In addition to above, sales totalling £845,000 thousand were made in short term investments during the half year.

The summary of material portfolio changes represents all of the purchases and sales during the half year.

TROJAN FUND
INTERIM FINANCIAL STATEMENTS (UNAUDITED)
STATEMENT OF TOTAL RETURN
FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16		31.07.15
	£'000	£'000	£'000
Income:			
Net capital gains/(losses)	291,573		(58,795)
Revenue	24,237		22,133
Expenses	<u>(13,565)</u>		<u>(12,425)</u>
Net revenue before taxation	10,672		9,708
Taxation	<u>(1,338)</u>		<u>(1,299)</u>
Net revenue after taxation	9,334		8,409
Total return before distributions	300,907		(50,386)
Distributions	(9,376)		(8,445)
Change in net assets attributable to shareholders from investment activities	<u>291,531</u>		<u>(58,831)</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16		31.07.15
	£'000	£'000	£'000
Opening net assets attributable to shareholders	2,583,356		2,531,761
Amounts receivable on issue of shares	378,817		142,841
Amounts payable on cancellation of shares	<u>(62,393)</u>		<u>(97,101)</u>
	316,424		45,740
Change in net assets attributable to shareholders from investment activities	291,531		(58,831)
Retained distributions on Accumulation shares	3,851		3,292
Closing net assets attributable to shareholders	<u>3,195,162</u>		<u>2,521,962</u>

The above statement shows the comparative closing net assets at 31 July 2015 whereas the current accounting period commenced 1 February 2016.

BALANCE SHEET
AS AT 31 JULY 2016

	31.07.16	31.01.16
	£'000	£'000
ASSETS		
Fixed assets		
Investments	3,069,026	2,436,635
Current assets		
Debtors	26,538	13,783
Cash and bank balances	367,165	168,754
Total assets	<u>3,462,729</u>	<u>2,619,172</u>
LIABILITIES		
Investment liabilities	(58,527)	(25,640)
Creditors		
Distribution payable	(6,385)	(2,850)
Other creditors	(202,655)	(7,326)
Total liabilities	<u>(267,567)</u>	<u>(35,816)</u>
Net assets attributable to shareholders	<u>3,195,162</u>	<u>2,583,356</u>

TROJAN FUND

Interim Financial Statements (unaudited) (continued)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

AS AT 31 JULY 2016

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 January 2016 and are described in those annual financial statements.

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

TROJAN ETHICAL INCOME FUND

ACD'S REPORT

FOR THE HALF YEAR ENDED 31 JULY 2016

IMPORTANT INFORMATION

Refer to the 'Important Information' section of the Company on page 8.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Trojan Ethical Income Fund ('the Fund') is to seek to provide income with the potential for capital growth in the medium term. The Fund's policy is to invest substantially in UK and overseas equities. It may also invest in fixed interest securities, indices, deposits, collective investment schemes and money market instruments.

The Fund will invest in accordance with the parameters of the Fund's ethical investment criteria, which consider ethical issues in relation to: fossil fuels, pornography, tobacco and certain types of armaments. A document setting out the Fund's ethical investment criteria is available on the ACD's website.

The Investment Manager may employ derivatives for the purposes of Efficient Portfolio Management.

The Investment Manager operates screening whereby potential investments are screened against the Fund's ethical investment criteria, the details of which are included in the document on the ACD's website setting out the Fund's ethical investment criteria.

Where an investment is identified as not meeting the Fund's ethical investment criteria, the Investment Manager will seek to sell the investment within the following 90 days. The prices at which such an investment can be sold in these circumstances may be lower than the prices that might otherwise have been realised for the investment if such a sale was not required.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of Trojan Ethical Income Fund

26 September 2016

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)

For the half year ended 31 July 2016

INVESTMENT MANAGER'S REPORT

ETHICAL CRITERIA

The Fund will invest in accordance with the parameters of the Fund's ethical investment criteria which consider ethical issues in relation to fossil fuels, pornography, tobacco and certain types of armaments. On 1 June a minor change was made to the Fund's ethical investment criteria. To be considered for inclusion within the Fund companies may now have no more than 10% of turnover generated from tobacco products. The lowering of this limit from 33% had no impact on the portfolio but was intended to make the Fund acceptable to a wider pool of investors. The document setting out the Fund's ethical investment criteria is available on the ACD's website.

INVESTMENT REVIEW

Over the six months under review the Fund produced a total return of +9.0%*. Over the same period the FTSE All-Share Index produced a total return of +11.9%*, while the total return on cash (LIBID Index) amounted to +0.2%*. At 31 July 2016 the Fund size was £36 million.

An interim dividend of 1.7p will be paid to holders of 'O' Income shares on 30 September. This represents a yield of 1.7% on the price of the shares at the start of the period.

MARKET REVIEW

Equity markets staged a strong rally in the second half of February as market participants kicked expectations of a series of 2016 rate hikes in the US into the long grass. February also marked the crossing of yet another financial Rubicon as the yield on Japan's 10-year government bond slipped into negative territory, continuing the trend of an ever-widening gulf between dividend yields and bond yields. Here in the UK, David Cameron appeared on the steps of Downing Street to announce the date for the referendum on the UK's membership of the European Union ('EU'). Markets continued their rebound into the spring; the European Central Bank announced a bold stimulus package that included cutting the deposit rate to minus 0.4 percent and expanding its Quantitative Easing ('QE') programme from €60 billion to €80 billion whilst robust US employment data provided further support. Stabilising commodity prices, a corporate earnings season that beat low expectations and a Federal Reserve that dealt with its monetary policy conundrum by choosing to leave rates unchanged helped equities higher on both sides of the Atlantic.

This was sustained until June when markets were wrong-footed by the decision of UK voters to leave the EU; \$3 trillion was erased from stock market values as global markets buckled. In the days that followed, sterling plummeted to a 30-year low against the US dollar – down more than 10% from pre-Brexit levels – and a rush for safety saw investors seek haven in global government bonds, driving yields on 10-year gilts and bonds to fresh lows. By the end of the month, ratings agency Standard & Poor's had stripped the UK of its AAA rating, citing the economic and political risks of the 'seminal' Brexit event in its decision to reduce its rating by two notches to AA and Bank of England Governor Mark Carney warned that households, businesses and financial markets were suffering from 'economic post-traumatic stress disorder'. The domestic doom and gloom, however, did not stop the FTSE 100 rallying 8.3% in the last days of June, as investors rotated into companies that had a high proportion of overseas earnings and/or paid dividends in overseas currencies. The post-EU referendum equity rally continued in July. Investors' risk-on sentiment was fuelled by the prospect of global central banks keeping interest rates lower for (even) longer and the swift appointment of Theresa May as UK Prime Minister midway through the month provided some welcome reassurance for markets. Despite

* Source: Lipper, net income reinvested at ex-dividend date, quoted in sterling terms. The indices used by the Investment Manager are for comparison purposes. No benchmark is required to be disclosed per the Prospectus.

opting to keep interest rates unchanged at 0.5% in July, the Bank of England's Monetary Policy Committee said it was likely to deliver stimulus in August once it had gained a clearer picture of the impact of Brexit.

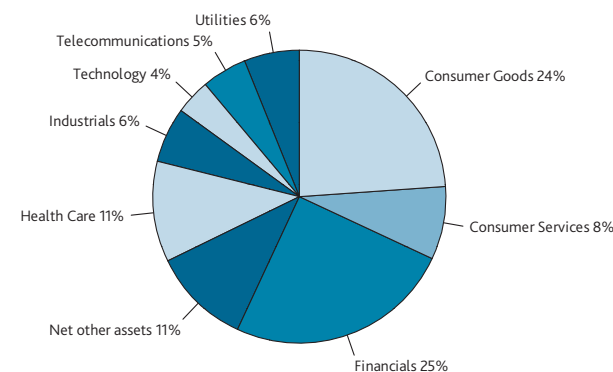
PORTFOLIO

At the end of the period under review the portfolio was 89% invested in equities with 67.1% of assets invested in the UK equity markets, 8.4% invested in Switzerland and 13.5% in the US. 11% is currently held as cash and 1.7% as accrued income. There were 45 equity holdings as at 31 July.

The sector allocation below shows that the Fund remains biased towards the Consumer Goods, Financials and Pharmaceutical sectors.

The most significant equity change to the portfolio made in the period under review was to exit the Fund's investment in HSBC Holdings. We had long admired the global network that should have enabled the bank to be a beneficiary from, and facilitator of, global trade but it became apparent that HSBC Holdings was failing to monetise its favourable position. With the sustainability of the dividend also becoming a source of concern, we chose to exit the stock and in its place we bought Wells Fargo & Company, the high quality US domestic banking franchise, on a yield of nearly 3%. Further additions came in the form of Next and Burberry Group. Next has consistently grown sales and expanded margins since the turn of the millennium; earnings have compounded at 16% over the last 15 years and management has demonstrated exceptional capital allocation discipline. These qualities had not gone unnoticed and the shares had been priced for perfection, leaving little margin for safety. Two successive downbeat trading updates in March and May of this year saw the shares de-rate from c.17.0x earnings to c.11.5x, creating an opportunity for the Fund to initiate a holding 33% below their December 2015 high on a dividend yield of 2.9%. Similarly, British luxury goods company Burberry Group, famous for its trench coats and check print, has recently struggled amidst a backdrop of weak consumer sentiment in China and a slump in demand in Hong Kong; China and Hong Kong together account for 35% of Burberry Group's sales. The group's strong brand equity and clean balance sheet makes the company an attractive long-term investment proposition. The Fund initiated a holding in the shares some 43% below the all-time high reached in 2015 and on a dividend yield of 3.4%.

SECTOR ALLOCATION AS AT 31 JULY 2016



Source: Troy Asset Management Limited.

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)

Investment Manager's Report (continued)

For the half year ended 31 July 2016

PORTFOLIO (continued)

The Fund also added new holdings in AVEVA Group and Rotork which sit in the technology and industrial sectors, respectively. Both provide solution to complex engineering problems and are therefore more exposed to more cyclical revenue streams. In a portfolio that has no holdings within the highly cyclical, extractive sectors such investments provide an important balance. Weaker earnings expectations in both cases provided excellent opportunities to invest in these two high quality companies.

OUTLOOK

Data emerging on the health of the UK and eurozone economies following Britain's decision to leave the EU will continue to provide the backdrop against which policy debates are framed. Some areas of the market are already showing signs of strain; a number of open-ended UK property funds were forced to suspend redemptions in early July (the Fund only invests in closed-ended vehicles) and sterling remains 12% lower than its pre-referendum level. Over the same period, the yield on the ten-year gilt has declined by 69 basis points to sit at 0.69%, contributing to concerns over yawning funding gaps in UK companies' defined benefit pension schemes. New Chancellor Philip Hammond has already signalled that a relaxation of austerity is likely in the Autumn Statement, a departure from his predecessor's economic policies and Bank of England Governor Mark Carney had already indicated in July that a rate cut and further QE could be on their way. A long and uncertain road lies ahead for the UK as it embarks on the process of disentanglement following a forty year relationship with the EU.

As at July end, the FTSE 100 sat within 5% of its all-time high recorded in April 2015. This can be partly explained by the upward earnings revisions that have occurred on the back of a weaker sterling, the expectation of both fiscal and monetary stimulus and a possibility that a weaker currency might lead to higher demand for the UK's exports. However, one could argue that markets have become overly complacent about the risk of protracted negotiations with the EU and the knock-on impact this would have on corporate decision making and business confidence. There is also a risk that inflation accelerates in the UK as sterling's drop boosts import costs. Investor complacency coupled with elevated equity valuations make for a dangerous cocktail.

The investment outlook remains uncertain and we expect markets to be volatile in the months ahead. In such an environment we will continue to focus our efforts on identifying companies that consistently demonstrate, inter alia, pricing power, healthy free cash flow, low leverage, high returns on invested capital and good dividend track records. It is these firms that are most likely to continue creating value over the long term for shareholders, regardless of the political or economic backdrop.

TROY ASSET MANAGEMENT LIMITED

Investment Manager

23 August 2016

FUND INFORMATION

RISK AND REWARD PROFILE



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

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Currency Risk: As the Fund invests in overseas securities, movements in exchange rates may, when not hedged, cause the value of your investment to increase or decrease.

Ethical Investments: The Fund is prevented from investing in certain sectors or companies for ethical reasons. This narrower range may constrain the Fund's performance.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.capitafinancial.com, by following the link 'Fund Information'.

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)

Fund Information (continued)

COMPARATIVE TABLES

Information for 31 July 2016 relates to the 6 month period ending 31 July 2016, with the exception of the operating charges in the 'Other Information' section. The operating charges relate to the expenses incurred on an *ex post* basis over the 12 month period ending 31 July 2016, expressed as a percentage of the average net asset value over the same period.

	31.07.16 (p/share)	31.01.16 ¹ (p/share)
'O' Accumulation shares		
Change in net assets per share		
Opening net asset value per share	98.83	100.00
Return before operating charges*	9.48	(1.01)
Operating charges	(0.61)	(0.16)
Return after operating charges	8.87	(1.17)
Closing net asset value per share	107.70	98.83
Retained distributions on accumulation shares	1.70	0.11
* after direct transaction costs of:	0.11	0.03
Performance		
Return after charges	8.98%	(1.17)%
Other Information		
Closing net asset value (£'000)	374	–
Closing number of shares	346,996	250
Operating charges	1.21% ²	1.23% ²
Direct transaction costs	0.11% ²	0.51% ²
Prices		
Highest share price	108.34	100.00
Lowest share price	93.84	96.22

¹ From 6 January 2016.

² Annualised figure due to share class launched less than 1 year.

	31.07.16 (p/share)	31.01.16 ¹ (p/share)
'O' Income shares		
Change in net assets per share		
Opening net asset value per share	98.81	100.00
Return before operating charges*	9.67	(0.98)
Operating charges	(0.61)	(0.14)
Return after operating charges	9.06	(1.12)
Distributions on income shares	(1.70)	(0.07)
Closing net asset value per share	106.17	98.81
* after direct transaction costs of:	0.11	0.03
Performance		
Return after charges	9.17%	(1.12)%
Other Information		
Closing net asset value (£'000)	31,348	25,271
Closing number of shares	29,524,810	25,574,324
Operating charges	1.21% ²	1.23% ²
Direct transaction costs	0.11% ²	0.51% ²
Prices		
Highest share price	108.51	100.00
Lowest share price	93.82	96.25

¹ From 6 January 2016.

² Annualised figure due to share class launched less than 1 year.

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 ¹ (p/share)
'I' Accumulation shares		
Change in net assets per share		
Opening net asset value per share	98.91	100.00
Return before operating charges*	9.42	(0.93)
Operating charges	(0.83)	(0.16)
Return after operating charges	8.59	(1.09)
Closing net asset value per share	107.50	98.91
Retained distributions on accumulation shares	1.70	0.08
* after direct transaction costs of:	0.11	0.03
Performance		
Return after charges	8.68%	(1.09)%
Other Information		
Closing net asset value (£'000)	–	–
Closing number of shares	250	250
Operating charges	1.71% ²	1.73% ²
Direct transaction costs	0.11% ²	0.51% ²
Prices		
Highest share price	108.14	100.00
Lowest share price	93.89	96.28

¹ From 6 January 2016.

² Annualised figure due to share class launched less than 1 year.

	31.07.16 (p/share)	31.01.16 ¹ (p/share)
'I' Income shares		
Change in net assets per share		
Opening net asset value per share	98.76	100.00
Return before operating charges*	9.87	(1.01)
Operating charges	(0.95)	(0.16)
Return after operating charges	8.92	(1.17)
Distributions on income shares	(1.70)	(0.07)
Closing net asset value per share	105.98	98.76
* after direct transaction costs of:	0.11	0.03
Performance		
Return after charges	9.03%	(1.17)%
Other Information		
Closing net asset value (£'000)	–	–
Closing number of shares	250	250
Operating charges	1.71% ²	1.73% ²
Direct transaction costs	0.11% ²	0.51% ²
Prices		
Highest share price	108.32	100.00
Lowest share price	93.76	96.22

¹ From 6 January 2016.

² Annualised figure due to share class launched less than 1 year.

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 ¹ (p/share)
'S' Accumulation shares (Registered charities only)		
Change in net assets per share		
Opening net asset value per share	98.83	100.00
Return before operating charges*	9.77	(1.01)
Operating charges	(0.76)	(0.16)
Return after operating charges	9.01	(1.17)
Closing net asset value per share	107.84	98.83
Retained distributions on accumulation shares	1.70	0.03
* after direct transaction costs of:	0.11	0.03
Performance		
Return after charges	9.12%	(1.17)%
Other Information		
Closing net asset value (£'000)	–	–
Closing number of shares	250	250
Operating charges	0.96% ²	0.98% ²
Direct transaction costs	0.11% ²	0.51% ²
Prices		
Highest share price	108.48	100.00
Lowest share price	93.84	96.23

¹From 6 January 2016.

²Annualised figure due to share class launched less than 1 year.

	31.07.16 (p/share)	31.01.16 ¹ (p/share)
'S' Income shares (Registered charities only)		
Change in net assets per share		
Opening net asset value per share	98.80	100.00
Return before operating charges*	9.68	(1.01)
Operating charges	(0.49)	(0.16)
Return after operating charges	9.19	(1.17)
Distributions on income shares	(1.70)	(0.03)
Closing net asset value per share	106.29	98.80
* after direct transaction costs of:	0.11	0.03
Performance		
Return after charges	9.30%	(1.17)%
Other Information		
Closing net asset value (£'000)	4,387	–
Closing number of shares	4,127,547	250
Operating charges	0.96% ²	0.98% ²
Direct transaction costs	0.11% ²	0.51% ²
Prices		
Highest share price	108.62	100.00
Lowest share price	93.80	96.23

¹From 6 January 2016.

²Annualised figure due to share class launched less than 1 year.

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)

Fund Information (continued)

FUND PERFORMANCE

As the Fund has less than one year's performance, there is insufficient data to provide a useful indication of past performance.

RISK WARNING

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

PORTFOLIO STATEMENT

AS AT 31 JULY 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	UNITED KINGDOM – 67.18% (31.01.16 – 68.73%)		
	INDUSTRIALS – 6.32% (31.01.16 – 6.51%)		
	<i>INDUSTRIAL ENGINEERING – 1.00%</i> (31.01.16 – 0.00%)		
168,500	Rotork	362	1.00
	<i>INDUSTRIAL TRANSPORTATION – 3.00%</i> (31.01.16 – 3.86%)		
215,000	Royal Mail Group	1,084	3.00
	<i>SUPPORT SERVICES – 2.32% (31.01.16 – 2.65%)</i>		
57,000	Experian	838	2.32
	TOTAL INDUSTRIALS	2,284	6.32
	CONSUMER GOODS – 13.87% (31.01.16 – 13.01%)		
	<i>FOOD PRODUCERS – 10.14%</i> (31.01.16 – 9.57%)		
100,000	A.G. BARR	543	1.50
115,000	Dairy Crest Group	696	1.93
41,000	Diageo	896	2.48
43,500	Unilever	1,525	4.23
		3,660	10.14
	<i>HOUSEHOLD GOODS & HOME CONSTRUCTION</i> – 2.90% (31.01.16 – 3.44%)		
131,575	PZ Cussons	444	1.23
8,500	Reckitt Benckiser Group	602	1.67
		1,046	2.90
	<i>PERSONAL GOODS – 0.83% (31.01.16 – 0.00%)</i>		
23,000	Burberry Group	302	0.83
	TOTAL CONSUMER GOODS	5,008	13.87

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

As at 31 July 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	HEALTH CARE – 5.90% (31.01.16 – 6.14%)		
	<i>PHARMACEUTICALS & BIOTECHNOLOGY – 5.90%</i> <i>(31.01.16 – 6.14%)</i>		
24,500	AstraZeneca	1,243	3.44
52,500	GlaxoSmithKline	888	2.46
	TOTAL HEALTH CARE	2,131	5.90
	CONSUMER SERVICES – 7.43% (31.01.16 – 8.23%)		
	<i>GENERAL RETAILERS – 2.50% (31.01.16 – 2.15%)</i>		
9,000	Next	454	1.26
30,000	WH Smith	450	1.24
		904	2.50
60,250	<i>TRAVEL & LEISURE – 2.37% (31.01.16 – 2.85%)</i> Compass Group	854	2.37
100,000	<i>MEDIA – 2.56% (31.01.16 – 3.23%)</i> Sky	923	2.56
	TOTAL CONSUMER SERVICES	2,681	7.43
	TELECOMMUNICATIONS – 2.90% (31.01.16 – 4.42%)		
	<i>MOBILE TELECOMMUNICATIONS – 2.90%</i> <i>(31.01.16 – 4.42%)</i>		
35,000	Inmarsat	268	0.74
340,000	Vodafone Group	779	2.16
	TOTAL TELECOMMUNICATIONS	1,047	2.90
	UTILITIES – 6.24% (31.01.16 – 7.78%)		
	<i>GAS, WATER & MULTIUTILITIES – 6.24%</i> <i>(31.01.16 – 7.78%)</i>		
105,000	National Grid	1,133	3.14
60,000	Pennon Group	540	1.49
23,750	Severn Trent	580	1.61
	TOTAL UTILITIES	2,253	6.24

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	FINANCIALS – 20.61% (31.01.16 – 19.99%)		
	<i>BANKS – 2.40% (31.01.16 – 5.44%)</i>		
1,625,000	Lloyds Banking Group	865	2.40
	<i>NON-LIFE INSURANCE – 6.11%</i> <i>(31.01.16 – 5.72%)</i>		
75,000	Hiscox	787	2.18
70,000	Jardine Lloyd Thompson Group	689	1.91
122,500	Lancashire Holdings	730	2.02
		2,206	6.11
	<i>REAL ESTATE INVESTMENT TRUSTS – 6.49%</i> <i>(31.01.16 – 6.24%)</i>		
750,000	Assura	435	1.20
90,132	Land Securities Group	981	2.72
315,000	LondonMetric Property	505	1.40
375,000	Primary Health Properties	421	1.17
		2,342	6.49
	<i>FINANCIAL SERVICES – 2.93%</i> <i>(31.01.16 – 1.59%)</i>		
212,050	Equiniti Group	360	1.00
27,000	Schroders	697	1.93
		1,057	2.93
	<i>EQUITY INVESTMENT INSTRUMENTS – 2.68%</i> <i>(31.01.16 – 1.00%)</i>		
240,384	3i Infrastructure	457	1.26
322,814	International Public Partnerships	513	1.42
		970	2.68
	TOTAL FINANCIALS	7,440	20.61

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

As at 31 July 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	TECHNOLOGY – 3.91% (31.01.16 – 2.65%)		
	SOFTWARE & COMPUTER SERVICES – 3.91% (31.01.16 – 2.65%)		
22,636	AVEVA Group	423	1.17
140,000	Sage Group (The)	990	2.74
	TOTAL TECHNOLOGY	1,413	3.91
	TOTAL UNITED KINGDOM	24,257	67.18
	CONTINENTAL EUROPE – 8.45% (31.01.16 – 10.14%)		
20,000	Nestlé	1,207	3.34
19,250	Novartis	1,206	3.34
3,350	Roche Holding	640	1.77
	TOTAL CONTINENTAL EUROPE	3,053	8.45
	NORTH AMERICA – 13.49% (31.01.16 – 11.90%)		
19,000	American Express Company	934	2.59
27,500	Coca-Cola Company (The)	911	2.52
17,000	Colgate-Palmolive Company	945	2.62
9,500	Procter & Gamble Company (The)	611	1.69
20,000	Verizon Communications	832	2.30
17,500	Wells Fargo & Company	639	1.77
	TOTAL NORTH AMERICA	4,872	13.49
	OPTIONS – 0.00% (31.01.16 – 0.00%)		
(12)	Burberry Group P1,000 16.09.16	–	–
	FORWARD CURRENCY CONTRACTS – (0.10)% (31.01.16 – 0.00%)		
US\$(2,800,000)	Vs £2,128,355 (expiry 07.10.16)	6	0.02
US\$(1,200,000)	Vs £867,899 (expiry 28.09.16)	(42)	(0.12)
	TOTAL FORWARD CURRENCY CONTRACTS	(36)	(0.10)

	Value £'000	31.07.16 %
Portfolio of investments#	32,146	89.02
Net other assets	3,963	10.98
Net assets	36,109	100.00

The investments are ordinary shares listed on a regulated market unless stated otherwise.

Includes derivative liabilities.

TROJAN ETHICAL INCOME FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 31 JULY 2016

Total purchases for the half year £'000	7,193
Major purchases	Cost £'000
Wells Fargo & Company	615
Next	462
Hiscox	361
AVEVA Group	360
Equiniti Group	352
Schroders	335
Rotork	321
Dairy Crest Group	306
Primary Health Properties	282
Land Securities Group	265
Diageo	254
Burberry Group	252
Lancashire Holdings	239
Sky	224
Roche Holding	223
Sage Group (The)	182
A.G. BARR	178
Lloyds Banking Group	177
Verizon Communications	172
Assura	172
Total sales for the half year £'000	575
Sales	Proceeds £'000
HSBC Holdings	451
Verizon Communications	111
Rathbone Brothers	13

The summary of material portfolio changes represents the 20 largest purchases and all of the sales during the half year.

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN FOR THE HALF YEAR ENDED 31 JULY 2016

	£'000	31.07.16¹ £'000
Income:		
Net capital gains		2,450
Revenue	585	
Expenses	(175)	
Net revenue before taxation	410	
Taxation	(18)	
Net revenue after taxation		392
Total return before distributions		2,842
Distributions		(476)
Change in net assets attributable to shareholders from investment activities		2,366

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS FOR THE HALF YEAR ENDED 31 JULY 2016

	£'000	31.07.16¹ £'000
Opening net assets attributable to shareholders		25,271
Amounts receivable on issue of shares	8,608	
Amounts payable on cancellation of shares	(142)	
		8,466
Change in net assets attributable to shareholders from investment activities		2,366
Retained distributions on Accumulation shares		6
Closing net assets attributable to shareholders		36,109

¹ No comparative figures are presented for the Statement of Total Return and Statement of Change in Net Asset Attributable to Shareholders as the Fund launched on 6 January 2016.

TROJAN ETHICAL INCOME FUND
Interim Financial Statements (unaudited) (continued)
BALANCE SHEET
AS AT 31 JULY 2016

	31.07.16	31.01.16
	£'000	£'000
ASSETS		
Fixed assets		
Investments	32,188	22,938
Current assets		
Debtors	188	34
Cash and bank balances	4,394	2,349
Total assets	<u>36,770</u>	<u>25,321</u>
LIABILITIES		
Investment liabilities		
	(42)	–
Creditors		
Distribution payable	(572)	(18)
Other creditors	(47)	(32)
Total liabilities	<u>(661)</u>	<u>(50)</u>
Net assets attributable to shareholders	<u>36,109</u>	<u>25,271</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS
AS AT 31 JULY 2016

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 January 2016 and are described in those annual financial statements.

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

TROJAN GLOBAL EQUITY FUND
ACD'S REPORT
FOR THE HALF YEAR ENDED 31 JULY 2016

IMPORTANT INFORMATION

Refer to the 'Important Information' section of the Company on page 8.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Trojan Global Equity Fund ('the Fund') is to provide capital growth over the longer term. The Fund's policy is to invest substantially in UK and overseas equities but may also invest in collective investment schemes and money market instruments.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of Trojan Global Equity Fund
26 September 2016

INVESTMENT MANAGER'S REPORT

For the six months to 31 July 2016 the Fund produced a total return of +18.2% compared to a total return of +0.2%¹ for the LIBID Index and +19.2%¹ for the MSCI World Index.

Excellent returns from equities and bonds over the last six months have defied the expectations of many who, at the start of the year, thought higher interest rates and lower economic growth would dampen market sentiment. Stock markets were led by those constituents that had suffered most in the previous six months, namely emerging markets and economically-sensitive sectors, two areas where the Fund has very few direct investments. The MSCI Emerging Market Index returned +28.7%, with Brazil's main index (the Ibovespa Brasil Sao Paulo Stock Exchange Index) up a stunning +88.1%. The best performing sectors in the S&P 500 Index were those with some of the most cyclical earnings, such as construction and manufacturing. Performance of developed markets were all double digit, led by the US (S&P 500 +21.8%), followed by Japan (TOPIX +18.8%) and Europe (Euro Stoxx 50 +12.2%), yet it must be stated that returns in local currencies were less impressive. Following the UK electorate's majority decision to vote to leave the European Union, UK investors invested in overseas assets had an artificial fillip to returns from the sharp fall of sterling against most global currencies. When denominated in dollars, the Fund returned a lower, but still respectable, +10.2% marginally underperforming the +10.9% for the MSCI World Index.²

PORTFOLIO REVIEW

The drivers of performance for the Fund displayed few discernible themes over the six months as individual stock selection determined returns. For instance, our US financials put in contrasting performances. American Express Company recovered some of its losses from the previous 12 months to return over 30% in the last six months whereas Wells Fargo & Company was a relative laggard. Likewise, technology holdings such as Intuit and eBay strongly outperformed Microsoft Corporation and Alphabet and whilst Johnson & Johnson helped lead the Fund's overall returns, Roche Holding was dull. This divergence underscores the importance of our diversification within a relatively concentrated set of holdings. Only two of the Fund's 32 investments, Sky and Rathbone Brothers, detracted from results. It is no coincidence that both these companies generate the vast majority of their profits from within the UK and so suffered in the post-Referendum malaise without enjoying any offsetting benefit from the translation of overseas earnings into a weaker pound. By contrast, those UK-domiciled companies that earn most of their income from outside the UK, such as Diageo and British American Tobacco, contributed admirably to returns during the period.

There were no brand new holdings added to the Fund, nor were there any outright sales. As capital flowed into the Fund, our largest transactions were additions to those holdings we thought represented the most compelling value.³ Sky was among them, having suffered from the share price weakness noted above. There are legitimate concerns surrounding the company related to increased competition and inflating content costs that will combine to weigh on growth and margins. Yet we believe the share price gives Sky little credit for the diversity of

¹ Source: Lipper, net income reinvested at ex-dividend date, quoted in sterling terms. The indices are used by the Investment Manager for comparison; no benchmark is required to be disclosed per the Prospectus.

² Source: Bloomberg, all quoted in sterling and total return unless otherwise stated.

³ Large transactions here are defined as purchases over £1 million.

TROJAN GLOBAL EQUITY FUND

ACD's Report (continued)

Investment Manager's Report (continued)

For the half year ended 31 July 2016

PORTFOLIO REVIEW (continued)

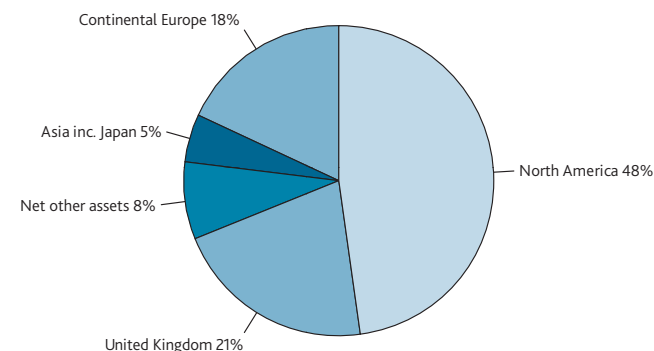
its business model, loyalty of its customers and resulting pricing power, as well as its proven capacity to innovate around its collection of unique content. At 15.3x earnings and with a 3.8% dividend yield, we think the shares offer good value.

Our single largest transaction in the period was to add to the holding in Novartis, a core part of the Fund for many years. The shares had underperformed in the previous six months having disappointed some investors with problems reported at Alcon, its eye care business, and slower than expected sales growth from Novartis's new cardiology drug. The longer-term picture for these two assets, and for the rest of the group, remains positive and so we added to the shares at what we consider an attractive valuation.

The Fund's holding in eBay was also substantially increased. The company has been held in the Fund since December 2013 and is far from being a stock-market darling, drawing unfavourable comparisons with Amazon. eBay operates a big, international e-commerce marketplace with over 160 million active buyers. Contrary to popular belief, the vast majority of customers transact for new items at fixed prices and the trade of second-hand goods bought at auction is comparatively small. eBay continues to benefit from the secular shift towards e-commerce and can grow alongside its rivals. Meanwhile its balance sheet is rich in cash and other assets and under new management the company aims to simplify and reinvigorate its catalogue of one billion product listings. This will take time, testing investors' patience, but the end result promises significant improvements to customer satisfaction, recruitment and sales conversion. Early evidence suggests eBay's 'structured data' initiative is beginning to bear fruit and recent quarterly results were encouraging. At 15.7x forward earnings we continue to see significant value in the shares.

Google, now called Alphabet, was first bought in December 2013 amid fears that its search business was maturing and that the company was misallocating its capital towards unprofitable ventures. These concerns persist despite the company's tremendous track record for innovation and continued revenue growth from search advertising in excess of 20%. With the shift to mobile computing, the web is becoming ever more complex and search is vital for both users and advertisers. Google's search engine is insulated from competition with market shares of around 80% to 90% in most countries. The company is applying its rich resources in computational science to other areas including online video (YouTube), health care and driverless cars. Heavy investments here and elsewhere do not yet contribute to profitability and so understate the true earnings power of the business. Adjusting for this and the \$74 billion in net cash on the company's balance sheet, we view the shares as attractively priced and, as such, it recently became one of the Fund's top ten holdings.

ASSET ALLOCATION AS AT 31 JULY 2016



Source: Troy Asset Management Limited.

Following several years of strong performance, a common refrain is that our preferred kind of stock is expensive. We do not dispute this. In absolute and relative terms values for good quality businesses look elevated, implying that prospective returns will be lower and more volatile than if the same shares were bought at lower valuation multiples. Yet it is never as simple as this. Pricing must always be compared to what we receive in return. The portfolio's weighted average price-to-earnings at the end of July was 19.3x and its free cash flow yield was 5.6%. Rich, admittedly, but not outrageous. This compares to an average operating profit margin of 19.8% and a return on equity of 31.0%. Such financial productivity is truly exceptional and, moreover, prolonged by special intangible assets accumulated over many decades that their rivals cannot replicate. In other words, we are highly confident that earnings and dividends from our companies will be materially higher in five or ten years' time, allowing them to grow into their current multiples. Nor do we operate in a wasteland of opportunity, as the purchases described above clearly demonstrate.

OUTLOOK

Nothing sedates the mind like easy returns. For UK investors, invested overseas, permissive monetary policy practised around the world has combined with a devalued domestic currency to form a heady brew. We remain alert to this, investing cautiously where we see the best value. Returns over the last six months have come without chasing the more volatile regions of global markets. Nevertheless, high historic valuations and currency instability introduce the prospect of lower and more volatile returns in the near future. Equity values must also contend with commodity and bond prices that signal a sustained period of low earnings growth. Over the longer term, however, we remain convinced our strategy is the right one and not least during periods of uncertainty such as this. The returns available from accessing the compounding power of truly exceptional businesses far outweigh the risks presented by short-term fluctuations in the stock market.

TROY ASSET MANAGEMENT LIMITED

Investment Manager

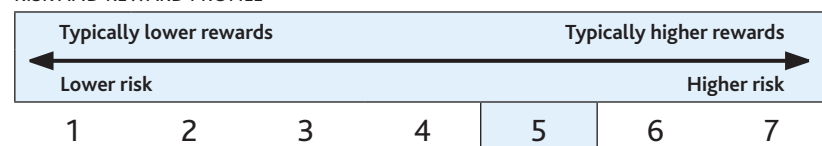
23 August 2016

TROJAN GLOBAL EQUITY FUND

ACD's Report (continued)

FUND INFORMATION

RISK AND REWARD PROFILE



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

During the period the indicator changed from 4 to 5. The Fund has been classed as 5 because its volatility has been measured as above average.

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Counterparty Risk: As the Fund may enter into currency hedging arrangements there is a risk that other parties may fail to meet their obligations. This may lead to delays in receiving amounts due to the Fund, receiving less than is due or receiving nothing.

Currency Risk: As the Fund invests in overseas securities, movements in exchange rates may, when not hedged, cause the value of your investment to increase or decrease.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.capitafinancial.com, by following the link 'Fund Information'.

COMPARATIVE TABLES

Information for 31 July 2016 relates to the 6 month period ending 31 July 2016, with the exception of the operating charges in the 'Other Information' section. The operating charges relate to the expenses incurred on an *ex post* basis over the 12 month period ending 31 July 2016, expressed as a percentage of the average net asset value over the same period.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Income shares				
Change in net assets per share				
Opening net asset value per share	187.75	177.21	146.69	142.62
Return before operating charges*	35.79	14.36	33.94	7.84
Operating charges	(1.08)	(2.06)	(1.79)	(1.69)
Return after operating charges	34.71	12.30	32.15	6.15
Distributions on income shares	(1.51)	(1.76)	(1.63)	(2.08)
Closing net asset value per share	220.95	187.75	177.21	146.69
* after direct transaction costs of:	0.06	0.02	0.07	0.12

Performance

Return after charges	18.49%	6.94%	21.92%	4.31%
----------------------	--------	-------	--------	-------

Other Information

Closing net asset value (£'000)	53,128	40,314	39,110	29,395
Closing number of shares	24,044,998	21,472,107	22,070,556	20,038,443
Operating charges	1.10% ¹	1.13%	1.11%	1.12%
Direct transaction costs	0.03%	0.01%	0.04%	0.08%

Prices

Highest share price	223.91	193.26	181.30	159.47
Lowest share price	179.55	169.99	145.53	142.53

¹The estimated Ongoing Charges Figure (OCF) at 31 July 2016, reported for the purposes of the Key Investor Information Document (KIID), is 0.97%. An estimate is calculated rather than an *ex post* figure due to reduction of the Annual Management Charge from 1.00% to 0.85% effective from 1 July 2016.

TROJAN GLOBAL EQUITY FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Accumulation shares				
Change in net assets per share				
Opening net asset value per share	220.97	206.57	169.26	162.32
Return before operating charges*	42.10	16.81	39.38	8.86
Operating charges	(1.27)	(2.41)	(2.07)	(1.92)
Return after operating charges	40.83	14.40	37.31	6.94
Closing net asset value per share	261.80	220.97	206.57	169.26
Retained distributions on accumulation shares	1.77	2.07	1.89	2.38
* after direct transaction costs of:	0.07	0.03	0.08	0.14

Performance

Return after charges	18.48%	6.97%	22.04%	4.28%
----------------------	--------	-------	--------	-------

Other Information

Closing net asset value (£'000)	73,865	51,745	45,713	38,780
Closing number of shares	28,214,032	23,417,895	22,129,209	22,911,586
Operating charges	1.10% ¹	1.13%	1.11%	1.12%
Direct transaction costs	0.03%	0.01%	0.04%	0.08%

Prices

Highest share price	263.50	226.88	210.91	181.50
Lowest share price	211.31	199.57	167.91	163.07

¹The estimated Ongoing Charges Figure (OCF) at 31 July 2016, reported for the purposes of the Key Investor Information Document (KIID), is 0.97%. An estimate is calculated rather than an *ex post* figure due to reduction of the Annual Management Charge from 1.00% to 0.85% effective from 1 July 2016.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Income shares				
Change in net assets per share				
Opening net asset value per share	189.31	178.70	147.99	143.89
Return before operating charges*	36.01	14.46	34.19	7.90
Operating charges	(1.59)	(2.97)	(2.58)	(2.43)
Return after operating charges	34.42	11.49	31.61	5.47
Distributions on income shares	(1.01)	(0.88)	(0.90)	(1.37)
Closing net asset value per share	222.72	189.31	178.70	147.99
* after direct transaction costs of:	0.06	0.02	0.07	0.12

Performance

Return after charges	18.18%	6.43%	21.36%	3.80%
----------------------	--------	-------	--------	-------

Other Information

Closing net asset value (£'000)	1,039	826	863	1,052
Closing number of shares	466,226	436,338	482,675	710,930
Operating charges	1.60% ¹	1.62%	1.60%	1.61%
Direct transaction costs	0.03%	0.01%	0.04%	0.08%

Prices

Highest share price	225.20	194.48	182.47	160.66
Lowest share price	181.01	171.36	146.80	143.66

¹The estimated Ongoing Charges Figure (OCF) at 31 July 2016, reported for the purposes of the Key Investor Information Document (KIID), is 1.47%. An estimate is calculated rather than an *ex post* figure due to reduction of the Annual Management Charge from 1.50% to 1.35% effective from 1 July 2016.

TROJAN GLOBAL EQUITY FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Accumulation shares				
Change in net assets per share				
Opening net asset value per share	207.45	194.89	160.48	154.65
Return before operating charges*	39.46	15.81	37.21	8.46
Operating charges	(1.74)	(3.25)	(2.80)	(2.63)
Return after operating charges	37.72	12.56	34.41	5.83
Closing net asset value per share	245.17	207.45	194.89	160.48
Retained distributions on accumulation shares	1.11	0.96	0.97	1.46
* after direct transaction costs of:	0.06	0.02	0.07	0.13

Performance

Return after charges	18.18%	6.44%	21.44%	3.77%
----------------------	--------	-------	--------	-------

Other Information

Closing net asset value (£'000)	8,605	6,294	7,676	10,546
Closing number of shares	3,509,856	3,033,980	3,938,370	6,571,464
Operating charges	1.60% ¹	1.62%	1.60%	1.61%
Direct transaction costs	0.03%	0.01%	0.04%	0.08%

Prices

Highest share price	246.78	213.09	199.01	172.67
Lowest share price	198.35	187.76	159.19	155.37

¹ The estimated Ongoing Charges Figure (OCF) at 31 July 2016, reported for the purposes of the Key Investor Information Document (KIID), is 1.47%. An estimate is calculated rather than an ex post figure due to reduction of the Annual Management Charge from 1.50% to 1.35% effective from 1 July 2016.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'S' Income shares (Registered charities only)				
Change in net assets per share				
Opening net asset value per share	187.84	177.28	146.74	142.67
Return before operating charges*	35.83	14.39	33.97	7.84
Operating charges	(0.86)	(1.59)	(1.37)	(1.29)
Return after operating charges	34.97	12.80	32.60	6.55
Distributions on income shares	(1.72)	(2.24)	(2.06)	(2.48)
Closing net asset value per share	221.09	187.84	177.28	146.74
* after direct transaction costs of:	0.06	0.02	0.07	0.12

Performance

Return after charges	18.62%	7.22%	22.22%	4.59%
----------------------	--------	-------	--------	-------

Other Information

Closing net asset value (£'000)	6,853	5,802	5,473	4,501
Closing number of shares	3,099,857	3,088,772	3,087,472	3,067,046
Operating charges	0.87%	0.87%	0.85%	0.86%
Direct transaction costs	0.03%	0.01%	0.04%	0.08%

Prices

Highest share price	224.26	193.55	174.72	181.59
Lowest share price	179.65	170.10	145.58	142.66

TROJAN GLOBAL EQUITY FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'S' Accumulation shares (Registered charities only)				
Change in net assets per share				
Opening net asset value per share	222.16	207.15	169.30	161.93
Return before operating charges*	42.34	16.87	39.41	8.85
Operating charges	(1.01)	(1.86)	(1.56)	(1.48)
Return after operating charges	41.33	15.01	37.85	7.37
Closing net asset value per share	263.49	222.16	207.15	169.30
Retained distributions on accumulation shares	2.04	2.62	2.37	2.82
* after direct transaction costs of:	0.07	0.03	0.08	0.14
Performance				
Return after charges	18.60%	7.25%	22.36%	4.55%
Other Information				
Closing net asset value (£'000)	65	88	82	184
Closing number of shares	24,546	39,418	39,418	108,498
Operating charges	0.87%	0.87%	0.85%	0.86%
Direct transaction costs	0.03%	0.01%	0.04%	0.08%
Prices				
Highest share price	265.20	228.05	211.49	181.21
Lowest share price	212.46	200.42	167.96	162.68

FUND PERFORMANCE TO 31 JULY 2016 (%)

	6 months	1 year	3 years	5 years
Trojan Global Equity Fund	18.16	20.70	48.22	77.41

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

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

RISK WARNING

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

TROJAN GLOBAL EQUITY FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 31 JULY 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	UNITED KINGDOM – 20.81% (31.01.16 – 22.76%)		
163,180	A.G. BARR	887	0.62
62,500	AVEVA Group	1,168	0.81
93,000	British American Tobacco	4,410	3.07
131,000	Diageo	2,864	1.99
188,100	Experian	2,765	1.93
88,000	Rathbone Brothers	1,593	1.11
34,500	Reckitt Benckiser Group	2,443	1.70
761,444	Sage Group (The)	5,383	3.75
496,000	Sky	4,578	3.19
108,000	Unilever	3,785	2.64
	TOTAL UNITED KINGDOM	29,876	20.81
	CONTINENTAL EUROPE – 17.70% (31.01.16 – 17.96%)		
40,200	Heineken Holding	2,523	1.76
82,000	Medtronic	5,439	3.79
74,000	Nestlé	4,467	3.11
121,800	Novartis	7,633	5.31
28,000	Roche Holding	5,352	3.73
	TOTAL CONTINENTAL EUROPE	25,414	17.70
	NORTH AMERICA – 47.93% (31.01.16 – 46.55%)		
8,500	Alphabet	4,935	3.44
126,000	Altria Group	6,418	4.47
111,800	American Express Company	5,496	3.83
51,500	Becton, Dickinson and Company	6,875	4.79
117,000	Coca-Cola Company (The)	3,875	2.70
70,400	Colgate-Palmolive Company	3,912	2.73
228,700	eBay	5,408	3.77
55,000	Fiserv	4,620	3.22
25,200	Intuit	2,142	1.49
47,200	Johnson & Johnson	4,457	3.10
157,000	Microsoft Corporation	6,696	4.66
131,700	PayPal Holdings	3,719	2.59
52,000	Philip Morris International	3,912	2.73
31,500	Procter & Gamble Company (The)	2,027	1.41
118,000	Wells Fargo & Company	4,308	3.00
	TOTAL NORTH AMERICA	68,800	47.93

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	ASIA – 5.00% (31.01.16 – 5.95%)		
132,700	Japan Tobacco	3,918	2.73
73,000	Jardine Matheson Holdings	3,259	2.27
	TOTAL ASIA	7,177	5.00
	Portfolio of investments	131,267	91.44
	Net other assets	12,288	8.56
	Net assets	143,555	100.00

The investments are ordinary shares listed on a regulated market.

TROJAN GLOBAL EQUITY FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 31 JULY 2016

Total purchases for the half year £'000 **13,273**

Purchases	Cost £'000
Alphabet	2,850
Novartis	2,732
Sky	2,052
eBay	1,640
Johnson & Johnson	779
American Express Company	699
Procter & Gamble Company (The)	601
Roche Holding	518
Wells Fargo & Company	443
Diageo	369
Experian	307
Unilever	283

Total sales for the half year £'000 **625**

Sales	Proceeds £'000
Novartis	625

The summary of material portfolio changes represents all of the purchases and sales during the half year.

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN FOR THE HALF YEAR ENDED 31 JULY 2016

	£'000	31.07.16 £'000	£'000	31.07.15 £'000
Income:				
Net capital gains		20,660		3,583
Revenue	1,664		1,401	
Expenses	(666)		(576)	
Net revenue before taxation	998		825	
Taxation	(124)		(118)	
Net revenue after taxation		874		707
Total return before distributions		21,534		4,290
Distributions		(875)		(707)
Change in net assets attributable to shareholders from investment activities		20,659		3,583

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS FOR THE HALF YEAR ENDED 31 JULY 2016

	£'000	31.07.16 £'000	£'000	31.07.15 £'000
Opening net assets attributable to shareholders		105,069		98,917
Amounts receivable on issue of shares	21,786		3,079	
Amounts payable on cancellation of shares	(4,499)		(5,933)	
		17,287		(2,854)
Dilution levy charged		–		30
Change in net assets attributable to shareholders from investment activities		20,659		3,583
Retained distributions on Accumulation shares		540		371
Closing net assets attributable to shareholders		143,555		100,047

The above statements show the comparative closing net assets at 31 July 2015 whereas the current accounting period commenced 1 February 2016.

TROJAN GLOBAL EQUITY FUND
Interim Financial Statements (unaudited) (continued)
BALANCE SHEET
AS AT 31 JULY 2016

	31.07.16	31.01.16
	£'000	£'000
ASSETS		
Fixed assets		
Investments	131,267	97,947
Current assets		
Debtors	1,353	346
Cash and bank balances	11,483	7,032
Total assets	<u>144,103</u>	<u>105,325</u>
LIABILITIES		
Creditors		
Distribution payable	(421)	(123)
Other creditors	(127)	(133)
Total liabilities	<u>(548)</u>	<u>(256)</u>
Net assets attributable to shareholders	<u>143,555</u>	<u>105,069</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS
AS AT 31 JULY 2016

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 January 2016 and are described in those annual financial statements.

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

TROJAN INCOME FUND
ACD'S REPORT
FOR THE HALF YEAR ENDED 31 JULY 2016

IMPORTANT INFORMATION

Refer to the 'Important Information' section of the Company on page 8.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Trojan Income Fund ('the Fund') is to provide an above average income with the potential for capital growth in the medium term. The Fund's policy is to invest substantially in UK and overseas equities and fixed interest securities but may also invest in collective investment schemes and money market instruments.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of Trojan Income Fund
26 September 2016

INVESTMENT MANAGER'S REPORT

INVESTMENT REVIEW

Over the six months under review the Fund produced a total return of +9.6%*. Over the same period the FTSE All-Share Index produced a total return of +11.9%*, while the total return on cash (LIBID Index) amounted to +0.2%*. At 31 July 2016 the Fund size was £2,884 million.

An interim dividend of 2.85p will be paid to holders of 'O' Income shares on 30 September. This represents an increase of 4.4% over the previous year's interim dividend and continues the Fund's track record of unbroken dividend growth since its launch in 2004.

Equity markets staged a strong rally in the second half of February as market participants kicked expectations of a series of 2016 rate hikes in the US into the long grass. February also marked the crossing of yet another financial Rubicon as the yield on Japan's 10-year government bond slipped into negative territory, continuing the trend of an ever-widening gulf between dividend yields and bond yields. Here in the UK, David Cameron appeared on the steps of Downing Street to announce the date for the referendum on the UK's membership of the European Union ('EU'). Markets continued their rebound into the spring; the European Central Bank announced a bold stimulus package that included cutting the deposit rate to minus 0.4 percent and expanding its Quantitative Easing ('QE') programme from €60 billion to €80 billion whilst robust US employment data provided further support. Stabilising commodity prices, a corporate earnings season that beat low expectations and a Federal Reserve that dealt with its monetary policy conundrum by choosing to leave rates unchanged helped equities higher on both sides of the Atlantic.

This was sustained until June when markets were wrong-footed by the decision of UK voters to leave the EU; \$3 trillion was erased from stock market values as global markets buckled. In the days that followed, sterling plummeted to a 30-year low against the US dollar – down more than 10% from pre-Brexit levels – and a rush for safety saw investors seek haven in global government bonds, driving yields on 10-year gilts and bonds to fresh lows. By the end of the month, ratings agency Standard & Poor's had stripped the UK of its AAA rating, citing the economic and political risks of the 'seminal' Brexit event in its decision to reduce its rating by two notches to AA and Bank of England Governor Mark Carney warned that households, businesses and financial markets were suffering from 'economic post-traumatic stress disorder'. The domestic doom and gloom, however, did not stop the FTSE 100 rallying 8.3% in the last days of June, as investors rotated into companies that had a high proportion of overseas earnings and/or paid dividends in overseas currencies. The post-EU referendum equity rally continued in July. Investors' risk-on sentiment was fuelled by the prospect of global central banks keeping interest rates lower for (even) longer and the swift appointment of Theresa May as UK Prime Minister midway through the month provided some welcome reassurance for markets. Despite opting to keep interest rates unchanged at 0.5% in July, the Bank of England's Monetary Policy Committee said it was likely to deliver stimulus in August once it had gained a clearer picture of the impact of Brexit.

* Source: Lipper. The indices used by the Investment Manager are for comparison purposes. No benchmark is required to be disclosed per the Prospectus.

TROJAN INCOME FUND

ACD's Report (continued)

Investment Manager's Report (continued)

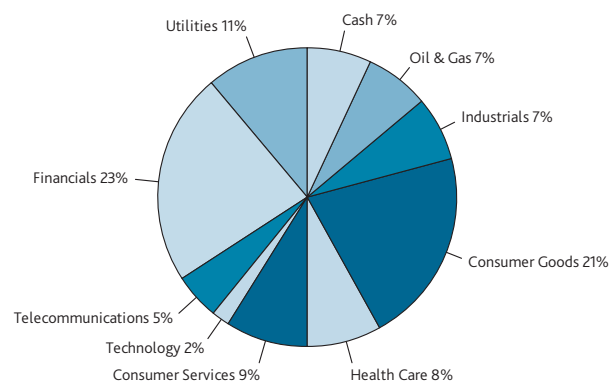
For the half year ended 31 July 2016

PORTFOLIO

At the end of the period under review the portfolio was 93% invested in equities and 7% in cash. This is at the upper end of the cash range given prevailing yields seen across different asset classes. There were 45 equity holdings as at 31 July. The trailing yield on the 'O' Income shares on 31 July was 3.6%.

The sector allocation shown below shows that the Fund remains biased towards the Consumer Goods, Financials and Utilities sectors.

SECTOR ALLOCATION AS AT 31 JULY 2016



Source: Troy Asset Management Limited.

The most significant equity change to the portfolio made in the period under review was to exit the Fund's investment in HSBC Holdings. We had long admired the global network that should have enabled the bank to be a beneficiary from, and facilitator of, global trade but it became apparent that HSBC Holdings was failing to monetise its favourable position. With the sustainability of the dividend also becoming a source of concern, we chose to exit the stock and in its place we bought Wells Fargo & Company, the high quality US domestic banking franchise, on a yield of nearly 3%. Further additions came in the form of Next and Burberry Group. Next has consistently grown sales and expanded margins since the turn of the millennium; earnings have compounded at 16% over the last 15 years and management has demonstrated exceptional capital allocation discipline. These qualities had not gone unnoticed and the shares had been priced for perfection, leaving little margin for safety. Two successive downbeat trading updates in March and May of this year saw the shares de-rate from c.17.0x earnings to c.11.5x, creating an opportunity for the Fund to initiate a holding; the shares were bought 33% below their December 2015 high on a dividend yield of 2.9%. Similarly, British luxury goods company Burberry Group, famous for its trench coats and check print, has recently struggled amidst a backdrop of weak consumer sentiment in China and a slump in demand in Hong Kong; China and Hong Kong together account for 35% of Burberry Group's sales. The group's strong brand equity and clean balance sheet makes the company an attractive long-term investment proposition. The Fund initiated a holding in the shares some 43% below the all-time high reached in 2015 and on a dividend yield of 3.4%.

The Fund added on an opportunistic basis to investments in Hiscox, Sky, AstraZeneca, Lancashire Holdings and Schroders, amongst others, whilst further reducing its exposure to tobacco through the continued trimming of our holding in Reynolds American.

OUTLOOK

Data emerging on the health of the UK and eurozone economies following Britain's decision to leave the EU will continue to provide the backdrop against which policy debates are framed. Some areas of the market are already showing signs of strain; a number of open-ended UK property funds were forced to suspend redemptions in early July (the Fund only invests in closed-ended vehicles) and sterling remains 12% lower than its pre-referendum level. Over the same period, the yield on the ten-year gilt has declined by 69 basis points to sit at 0.69%, contributing to concerns over yawning funding gaps in UK companies' defined benefit pension schemes. New Chancellor Philip Hammond has already signalled that a relaxation of austerity is likely in the Autumn Statement, a departure from his predecessor's economic policies and Bank of England Governor Mark Carney had already indicated in July that a rate cut and further QE could be on their way. A long and uncertain road lies ahead for the UK as it embarks on the process of disentanglement following a forty year relationship with the EU.

As at July end, the FTSE 100 sat within 5% of its all-time high recorded in April 2015. This can be partly explained by the upward earnings revisions that have occurred on the back of a weaker sterling, the expectation of both fiscal and monetary stimulus and a possibility that a weaker currency might lead to higher demand for the UK's exports. However, one could argue that markets have become overly complacent about the risk of protracted negotiations with the EU and the knock-on impact this would have on corporate decision making and business confidence. There is also a risk that inflation accelerates in the UK as sterling's drop boosts import costs. Investor complacency coupled with elevated equity valuations make for a dangerous cocktail.

The investment outlook remains uncertain and we expect markets to be volatile in the months ahead. In such an environment we will continue to focus our efforts on identifying companies that consistently demonstrate, inter alia, pricing power, healthy free cash flow, low leverage, high returns on invested capital and good dividend track records. It is these firms that are most likely to continue creating value over the long term for shareholders, regardless of the political or economic backdrop.

(Unless stated otherwise all data is sourced from Bloomberg).

TROY ASSET MANAGEMENT LIMITED

Investment Manager

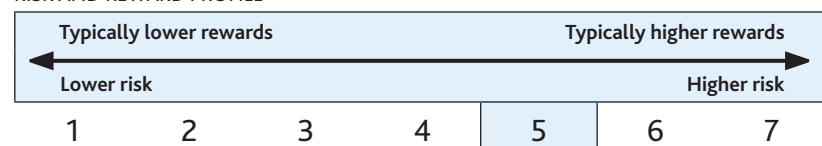
23 August 2016

TROJAN INCOME FUND

ACD's Report (continued)

FUND INFORMATION

RISK AND REWARD PROFILE



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

During the period the indicator changed from 4 to 5. The Fund has been classed as 5 because its volatility has been measured as above average.

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Currency Risk: As the Fund invests in overseas securities, movements in exchange rates may, when not hedged, cause the value of your investment to increase or decrease.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.capitafinancial.com, by following the link 'Fund Information'.

COMPARATIVE TABLES

Information for 31 July 2016 relates to the 6 month period ending 31 July 2016, with the exception of the operating charges in the 'Other Information' section. The operating charges relate to the expenses incurred on an *ex post* basis over the 12 month period ending 31 July 2016, expressed as a percentage of the average net asset value over the same period.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Income shares				
Change in net assets per share				
Opening net asset value per share	171.61	170.16	149.87	140.85
Return before operating charges*	17.40	9.90	28.45	16.81
Operating charges	(0.90)	(1.77)	(1.65)	(1.56)
Return after operating charges	16.50	8.13	26.80	15.25
Distributions on income shares	(2.85)	(6.68)	(6.51)	(6.23)
Closing net asset value per share	185.26	171.61	170.16	149.87
* after direct transaction costs of:	0.09	0.18	0.19	0.32
Performance				
Return after charges	9.61%	4.78%	17.88%	10.83%
Other Information				
Closing net asset value (£'000)	1,627,614	1,352,549	1,144,658	741,033
Closing number of shares	878,538,944	788,152,225	672,675,819	494,466,061
Operating charges	1.02%	1.02%	1.02%	1.03%
Direct transaction costs	0.05%	0.11%	0.12%	0.21%
Prices				
Highest share price	190.07	180.94	174.31	159.23
Lowest share price	161.45	161.89	149.08	141.32

TROJAN INCOME FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Accumulation shares				
Change in net assets per share				
Opening net asset value per share	277.15	264.44	223.94	202.06
Return before operating charges*	28.04	15.48	42.99	24.13
Operating charges	(1.45)	(2.77)	(2.49)	(2.25)
Return after operating charges	26.59	12.71	40.50	21.88
Closing net asset value per share	303.74	277.15	264.44	223.94
Retained distributions on accumulation shares	4.60	10.45	9.80	8.99
* after direct transaction costs of:	0.15	0.29	0.28	0.46
Performance				
Return after charges	9.59%	4.81%	18.09%	10.83%
Other Information				
Closing net asset value (£'000)	672,490	526,241	397,776	202,378
Closing number of shares	221,402,532	189,876,411	150,423,856	90,372,793
Operating charges	1.02%	1.02%	1.02%	1.03%
Direct transaction costs	0.05%	0.11%	0.12%	0.21%
Prices				
Highest share price	306.90	283.21	264.86	232.23
Lowest share price	260.70	255.58	222.75	202.74

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Income shares				
Change in net assets per share				
Opening net asset value per share	163.29	162.73	144.06	136.08
Return before operating charges*	16.52	9.44	27.27	16.21
Operating charges	(1.26)	(2.51)	(2.35)	(2.23)
Return after operating charges	15.26	6.93	24.92	13.98
Distributions on income shares	(2.85)	(6.37)	(6.25)	(6.00)
Closing net asset value per share	175.70	163.29	162.73	144.06
* after direct transaction costs of:	0.09	0.18	0.18	0.31
Performance				
Return after charges	9.35%	4.26%	17.30%	10.27%
Other Information				
Closing net asset value (£'000)	40,864	49,809	73,216	94,786
Closing number of shares	23,258,218	30,503,447	44,991,509	65,795,511
Operating charges	1.52%	1.52%	1.52%	1.53%
Direct transaction costs	0.05%	0.11%	0.12%	0.21%
Prices				
Highest share price	180.42	172.75	166.60	152.99
Lowest share price	153.60	154.26	143.30	136.54

TROJAN INCOME FUND

ACD's Report (continued)

Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Accumulation shares				
Change in net assets per share				
Opening net asset value per share	269.33	258.27	219.81	199.33
Return before operating charges*	27.19	15.07	42.08	23.77
Operating charges	(2.09)	(4.01)	(3.62)	(3.29)
Return after operating charges	25.10	11.06	38.46	20.48
Closing net asset value per share	294.43	269.33	258.27	219.81
Retained distributions on accumulation shares	4.70	10.19	9.60	8.86
* after direct transaction costs of:	0.14	0.28	0.28	0.45

Performance

Return after charges	9.32%	4.28%	17.50%	10.27%
----------------------	-------	-------	--------	--------

Other Information

Closing net asset value (£'000)	84,067	115,181	144,709	147,905
Closing number of shares	28,552,145	42,765,868	56,030,686	67,286,319
Operating charges	1.52%	1.52%	1.52%	1.53%
Direct transaction costs	0.05%	0.11%	0.12%	0.21%

Prices

Highest share price	297.51	275.44	258.69	227.98
Lowest share price	253.30	248.90	218.63	200.00

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'S' Income shares (Registered charities only)				
Change in net assets per share				
Opening net asset value per share	176.54	174.61	153.39	143.79
Return before operating charges*	17.92	10.16	29.18	17.17
Operating charges	(0.70)	(1.37)	(1.28)	(1.20)
Return after operating charges	17.22	8.79	27.90	15.97
Distributions on income shares	(2.85)	(6.86)	(6.68)	(6.37)
Closing net asset value per share	190.91	176.54	174.61	153.39
* after direct transaction costs of:	0.09	0.19	0.19	0.33

Performance

Return after charges	9.75%	5.03%	18.19%	11.11%
----------------------	-------	-------	--------	--------

Other Information

Closing net asset value (£'000)	309,494	271,116	266,936	188,496
Closing number of shares	162,118,564	153,573,526	152,875,095	122,889,689
Operating charges	0.77%	0.77%	0.77%	0.78%
Direct transaction costs	0.05%	0.11%	0.12%	0.21%

Prices

Highest share price	195.77	185.81	178.92	163.01
Lowest share price	166.10	166.43	152.59	144.28

TROJAN INCOME FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'S' Accumulation shares (Registered charities only)				
Change in net assets per share				
Opening net asset value per share	279.24	265.77	224.54	202.09
Return before operating charges*	28.28	15.57	43.11	24.15
Operating charges	(1.10)	(2.10)	(1.88)	(1.70)
Return after operating charges	27.18	13.47	41.23	22.45
Closing net asset value per share	306.42	279.24	265.77	224.54
Retained distributions on accumulation shares	4.51	10.52	9.84	9.01
* after direct transaction costs of:	0.15	0.29	0.28	0.46
Performance				
Return after charges	9.73%	5.07%	18.36%	11.11%
Other Information				
Closing net asset value (£'000)	15,238	13,415	10,134	9,185
Closing number of shares	4,973,004	4,804,412	3,813,222	4,090,738
Operating charges	0.77%	0.77%	0.77%	0.78%
Direct transaction costs	0.05%	0.11%	0.12%	0.21%
Prices				
Highest share price	309.60	285.23	266.20	232.84
Lowest share price	262.68	257.23	223.35	202.77

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 ¹ (p/share)
'Z' Income shares (this class is only available for investment by the Trojan Income Feeder Fund (Ireland))				
Change in net assets per share				
Opening net asset value per share	120.03	117.82	102.73	100.00
Return before operating charges*	12.21	6.88	19.61	6.12
Operating charges	(0.01)	(0.03)	(0.03)	(0.02)
Return after operating charges	12.20	6.85	19.58	6.10
Distributions on income shares	(2.00)	(4.64)	(4.49)	(3.37)
Closing net asset value per share	130.23	120.03	117.82	102.73
* after direct transaction costs of:	0.06	0.13	0.13	0.22
Performance				
Return after charges	10.16%	5.82%	19.06%	6.10%
Other Information				
Closing net asset value (£'000)	133,763	116,063	78,567	42,365
Closing number of shares	102,715,106	96,694,430	66,684,948	41,239,972
Operating charges	0.02%	0.02%	0.02%	0.03% ²
Direct transaction costs	0.05%	0.11%	0.12%	0.21% ²
Prices				
Highest share price	133.58	125.68	120.67	108.41
Lowest share price	112.96	112.73	102.20	97.92

¹ From 15 April 2013.

² Annualised figure due to share class launched less than 1 year.

TROJAN INCOME FUND

ACD's Report (continued)

Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 ¹ (p/share)
'Z' Accumulation shares <i>(this class is only available for investment by the Trojan Income Feeder Fund (Ireland))</i>				
Change in net assets per share				
Opening net asset value per share	133.78	126.42	105.96	100.00
Return before operating charges*	13.53	7.39	20.49	5.98
Operating charges	(0.02)	(0.03)	(0.03)	(0.02)
Return after operating charges	13.51	7.36	20.46	5.96
Closing net asset value per share	147.29	133.78	126.42	105.96
Retained distributions on accumulation shares	2.22	5.02	4.66	3.40
* after direct transaction costs of:	0.07	0.14	0.13	0.22
Performance				
Return after charges	10.10%	5.82%	19.31%	5.96%
Other Information				
Closing net asset value (£'000)	–	–	–	–
Closing number of shares	250	250	250	250
Operating charges	0.02%	0.02%	0.02%	0.03% ²
Direct transaction costs	0.05%	0.11%	0.12%	0.21% ²
Prices				
Highest share price	148.80	136.48	126.62	109.85
Lowest share price	125.88	122.83	105.40	97.85

¹ From 15 April 2013.

² Annualised figure due to share class launched less than 1 year.

FUND PERFORMANCE TO 31 JULY 2016 (%)

	6 months	1 year	3 years	5 years
Trojan Income Fund	9.57	11.34	36.42	77.74

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

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

RISK WARNING

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

TROJAN INCOME FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 31 JULY 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	UNITED KINGDOM – 82.41% (31.01.16 – 84.52%)		
	OIL & GAS – 7.11% (31.01.16 – 6.95%)		
	<i>OIL & GAS PRODUCERS – 7.11%</i> (31.01.16 – 6.95%)		
20,000,000	BP	85,120	2.95
5,937,060	Royal Dutch Shell 'B'	119,929	4.16
	TOTAL OIL & GAS	205,049	7.11
	INDUSTRIALS – 6.45% (31.01.16 – 6.31%)		
	<i>INDUSTRIAL TRANSPORTATION – 3.59%</i> (31.01.16 – 3.62%)		
20,500,000	Royal Mail Group	103,320	3.59
	<i>SUPPORT SERVICES – 2.86%</i> (31.01.16 – 2.69%)		
5,600,000	Experian	82,320	2.86
	TOTAL INDUSTRIALS	185,640	6.45
	CONSUMER GOODS – 13.64% (31.01.16 – 13.63%)		
	<i>FOOD PRODUCERS – 5.95%</i> (31.01.16 – 6.10%)		
5,000,000	Dairy Crest Group	30,275	1.05
4,035,000	Unilever	141,426	4.90
		171,701	5.95
	<i>HOUSEHOLD GOODS & HOME CONSTRUCTION – 1.77%</i> (31.01.16 – 1.27%)		
1,200,000	Burberry Group	15,744	0.55
500,000	Reckitt Benckiser Group	35,405	1.22
		51,149	1.77

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	TOBACCO – 5.92% (31.01.16 – 6.26%)		
1,400,000	British American Tobacco	66,381	2.30
2,650,000	Imperial Brands	104,225	3.62
		170,606	5.92
	TOTAL CONSUMER GOODS	393,456	13.64
	HEALTH CARE – 7.64% (31.01.16 – 6.60%)		
	<i>PHARMACEUTICALS & BIOTECHNOLOGY – 7.64% (31.01.16 – 6.60%)</i>		
2,175,000	AstraZeneca	110,316	3.82
6,500,000	GlaxoSmithKline	110,012	3.82
	TOTAL HEALTH CARE	220,328	7.64
	CONSUMER SERVICES – 9.40% (31.01.16 – 9.20%)		
	<i>GENERAL RETAILERS – 2.96%</i> (31.01.16 – 2.86%)		
540,000	Next	27,243	0.94
3,870,148	WH Smith	58,052	2.02
		85,295	2.96
	<i>TRAVEL & LEISURE – 3.45%</i> (31.01.16 – 3.43%)		
7,020,000	Compass Group	99,473	3.45
	<i>MEDIA – 2.99% (31.01.16 – 2.91%)</i>		
9,350,000	Sky	86,300	2.99
	TOTAL CONSUMER SERVICES	271,068	9.40

TROJAN INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

As at 31 July 2016

Value £'000	31.07.16 %	Portfolio of Investments	Holding
		TELECOMMUNICATIONS – 3.78% (31.01.16 – 4.50%)	
		<i>MOBILE TELECOMMUNICATIONS – 3.78%</i> (31.01.16 – 4.50%)	
2,850,000	0.75	Inmarsat	
38,100,000	3.03	Vodafone Group	
		TOTAL TELECOMMUNICATIONS	
		UTILITIES – 11.25% (31.01.16 – 11.60%)	
		<i>ELECTRICITY – 2.03% (31.01.16 – 2.27%)</i>	
3,875,000	2.03	SSE	
		<i>GAS, WATER & MULTIUTILITIES – 9.22%</i> (31.01.16 – 9.33%)	
36,500,000	3.04	Centrica	
8,500,000	3.18	National Grid	
5,300,000	1.65	Pennon Group	
1,600,000	1.35	Severn Trent	
		TOTAL UTILITIES	
		FINANCIALS – 20.80% (31.01.16 – 23.35%)	
		<i>BANKS – 1.79% (31.01.16 – 4.53%)</i>	
97,500,000	1.79	Lloyds Banking Group	
		<i>NON-LIFE INSURANCE – 3.92%</i> (31.01.16 – 2.91%)	
4,558,389	1.66	Hiscox	
3,500,000	1.19	Jardine Lloyd Thompson Group	
5,200,000	1.07	Lancashire Holdings	
		TOTAL FINANCIALS	

Value £'000	31.07.16 %	Portfolio of Investments	Holding
		REAL ESTATE INVESTMENT TRUSTS – 6.85% (31.01.16 – 6.89%)	
51,676,160	1.04	Assura	
7,460,564	2.81	Land Securities Group	
25,665,000	1.43	LondonMetric Property	
7,825,000	0.82	NewRiver Retail and Material [^]	
19,274,000	0.75	Primary Health Properties	
		TOTAL REAL ESTATE INVESTMENT TRUSTS	
		FINANCIAL SERVICES – 5.97% (31.01.16 – 7.19%)	
9,300,001	1.43	ICAP	
1,900,000	1.76	Provident Financial	
1,348,000	0.85	Rathbone Brothers	
2,150,000	1.93	Schroders	
		TOTAL FINANCIAL SERVICES	
		EQUITY INVESTMENT INSTRUMENTS – 2.27% (31.01.16 – 1.83%)	
19,419,230	1.28	3i Infrastructure	
17,950,123	0.99	International Public Partnerships	
		TOTAL EQUITY INVESTMENT INSTRUMENTS	
		TOTAL FINANCIALS	
		TECHNOLOGY – 2.34% (31.01.16 – 2.38%)	
		<i>SOFTWARE & COMPUTER SERVICES – 2.34%</i> (31.01.16 – 2.38%)	
9,500,000	2.34	Sage Group (The)	
		TOTAL UNITED KINGDOM	
		CONTINENTAL EUROPE – 1.74% (31.01.16 – 1.74%)	
830,000	1.74	Nestlé	

TROJAN INCOME FUND

ACD's Report (continued)

Portfolio Statement (continued)

As at 31 July 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	NORTH AMERICA – 9.40% (31.01.16 – 9.17%)		
1,125,000	Altria Group	57,300	1.98
1,250,000	Coca-Cola Company (The)	41,395	1.44
1,875,000	Reynolds American	71,397	2.48
1,150,000	Verizon Communications	47,866	1.66
1,450,000	Wells Fargo & Company	52,936	1.84
	TOTAL NORTH AMERICA	270,894	9.40
	OPTIONS – 0.00% (31.01.16 – (0.03)%)		
(1,200)	Burberry Group P1,000 16.09.16	(3)	–
	FORWARD CURRENCY CONTRACTS – 0.01% (31.01.16 – 0.00%)		
US\$(182,000,000)	Vs £138,343,076 (expiry 07.10.16)	400	0.01
	Portfolio of investments#	2,697,732	93.56
	Net other assets	185,798	6.44
	Net assets	2,883,530	100.00

The investments are ordinary shares listed on a regulated market.

Includes investment liabilities.

^ Quoted on the Alternative Investment Market (AIM).

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 31 JULY 2016

Total purchases for the half year £'000 **268,666**

Major purchases **Cost
£'000**

Wells Fargo & Company	50,823
Next	26,816
AstraZeneca	26,629
Sky	25,070
Hiscox	20,519
Land Securities Group	18,779
Burberry Group	13,205
Schroders	12,141
Lancashire Holdings	9,507
Lloyds Banking Group	7,558
BP	7,135
International Public Partnerships	6,802
3i Infrastructure	6,797
Unilever	5,702
National Grid	5,545
Centrica	5,082
Royal Mail Group	5,033
Jardine Lloyd Thompson Group	3,805
Primary Health Properties	3,750
Inmarsat	2,749

Total sales for the half year £'000 **106,774**

Sales **Proceeds
£'000**

HSBC Holdings	51,472
Verizon Communications	18,530
BG Group	14,937
Reynolds American	13,307
Altria Group	7,460
Indivior	1,068

The summary of material portfolio changes represents the 20 largest purchases and all of the sales during the half year.

TROJAN INCOME FUND
INTERIM FINANCIAL STATEMENTS (UNAUDITED)
STATEMENT OF TOTAL RETURN
FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16	31.07.15
	£'000	£'000
Income:		
Net capital gains	195,935	31,544
Revenue	62,214	47,803
Expenses	<u>(12,500)</u>	<u>(10,865)</u>
Net revenue before taxation	49,714	36,938
Taxation	<u>(557)</u>	<u>(658)</u>
Net revenue after taxation	49,157	36,280
Total return before distributions	245,092	67,824
Distributions	(40,747)	(34,233)
Change in net assets attributable to shareholders from investment activities	<u>204,345</u>	<u>33,591</u>

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16	31.07.15
	£'000	£'000
Opening net assets attributable to shareholders	2,444,374	2,115,996
Amounts receivable on issue of shares	293,441	217,507
Amounts payable on cancellation of shares	<u>(70,385)</u>	<u>(89,694)</u>
	223,056	127,813
Change in net assets attributable to shareholders from investment activities	204,345	33,591
Retained distributions on Accumulation shares	11,755	9,702
Closing net assets attributable to shareholders	<u>2,883,530</u>	<u>2,287,102</u>

The above statements show the comparative closing net assets at 31 July 2015 whereas the current accounting period commenced 1 February 2016.

BALANCE SHEET
AS AT 31 JULY 2016

	31.07.16	31.01.16
	£'000	£'000
ASSETS		
Fixed assets		
Investments	2,697,735	2,332,536
Current assets		
Debtors	41,118	19,887
Cash and bank balances	<u>181,807</u>	<u>136,101</u>
Total assets	<u>2,920,660</u>	<u>2,488,524</u>
LIABILITIES		
Investment liabilities	(3)	(664)
Creditors		
Distribution payable	(32,376)	(41,212)
Other creditors	<u>(4,751)</u>	<u>(2,274)</u>
Total liabilities	<u>(37,130)</u>	<u>(44,150)</u>
Net assets attributable to shareholders	<u>2,883,530</u>	<u>2,444,374</u>

TROJAN INCOME FUND

Interim Financial Statements (unaudited) (continued)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

AS AT 31 JULY 2016

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 January 2016 and are described in those annual financial statements.

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

CRYSTAL FUND

ACD'S REPORT

FOR THE HALF YEAR ENDED 31 JULY 2016

IMPORTANT INFORMATION

Refer to the 'Important Information' section of the Company on page 8.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Crystal Fund ('the Fund') is to achieve growth in capital over the longer term with a particular emphasis on preservation. The Fund's policy is to invest substantially in UK and overseas equities and fixed interest securities, but may also invest in collective investment schemes and money market instruments.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of Crystal Fund

26 September 2016

CRYSTAL FUND

ACD's Report (continued)

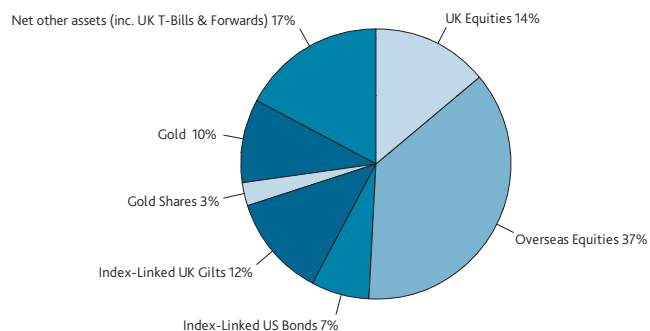
For the half year ended 31 July 2016

INVESTMENT MANAGER'S REPORT

INVESTMENT REVIEW

For the six months to 31 July 2016, the Fund produced a total return of +14.2% compared to a return of +0.2%¹ in the LIBID Index (total return) and +11.9%¹ in the FTSE All-Share Index (total return).

ASSET ALLOCATION AS AT 31 JULY 2016



Source: Troy Asset Management Limited.

MARKET REVIEW

The Russian communist revolutionary and political theorist, Vladimir Lenin, once said, "there are decades where nothing happens; and there are weeks where decades happen". The recommendation by voters that the United Kingdom should leave the European Union ('EU') is likely to be a watershed moment for the continent and to be followed by weeks that fundamentally transform Europe for decades to come. History teaches us that the most important economic developments tend to be unanticipated breaks from the prevailing order. It is tempting to try and predict what the vote means for markets and asset prices, but if there was ever an event that established the uselessness of crystal ball divination, it was the recent referendum given that the consensus view of bookmakers, pollsters and market pundits was for the continuation of our EU membership. Indeed, it is probably wise to heed the words of another communist revolutionary, Zhou Enlai, the first Chinese premier, who reportedly said in 1972 that it was "too early to say" what the impact of the French Revolution was. It is certainly too early to say what the impact of 'Brexit' will be politically, economically or financially.

The enormity of the UK's decision to end its participation in European political integration means that it is easy to be consumed by domestic affairs. But just because there is a temptation to ignore problems further afield does not mean that they have gone away. The world is suffering from a lack of robust growth and what growth there is appears to be increasingly debt-dependent. The growth in the value and volume of world trade has virtually stopped, suggesting

¹ Source: Lipper, net income reinvested at ex-dividend date, quoted in sterling terms. The indices are used by the Investment Manager for comparison; no benchmark is required to be disclosed per the Prospectus.

that there are serious issues with the prevailing mercantilist world order. We may be only a minor shock away from a recession. For decades, central banks have used interest rates to tackle recessions. This is a policy option no longer available to them. The idea that central banks would directly finance fiscal deficits was once an idea derided by anyone and everyone, now 'Helicopter Money' is seemingly the policy of first resort. This could be one of the final steps on a deflationary path to inflation.

PORTFOLIO

Portfolio activity, even by our leisurely standards, was languorous. Specific stock price weakness in A.G. BARR did allow us to add to this holding. Barr's share price has been the victim of a confluence of negative issues. Importantly some of these will likely prove only temporary and others should be manageable as the company adapts to new realities. It won't always rain in Glasgow and the powerful combination of a credible low-calorific portfolio and latent pricing power should help mitigate the negative impact of the proposed UK soft drinks sugar levy. We prefer to own businesses that do something quite similar today to what they were doing five years ago and what they will likely be doing five years hence. Barr fits the bill. Shares were purchased on mid-teen price-to-earnings (P/E) multiples, a significant discount to the prevailing valuation just a few years ago.

Low interest rates and Quantitative Easing ('QE') have led to ballooning asset prices. Over \$12 trillion of bonds now offer buyers a negative nominal yield. It is perverse that investor demand for assets that protect against/benefit from interest rates falls has become most intense as rates have come closest to and now through the floor. The heights of absurdity continue to be pushed upwards. Furthermore, companies that demonstrate dependable revenues and returns have been rechristened 'bond-like equities' and they stand proud on top of equity investors' podium of popularity. Recent strong returns from our equity holdings have been more a function of multiple expansion than favourable revenue and earnings growth. Bonds and bond-like equities are increasingly looking like bubbles in search of a pin. We reduced the holdings in Becton, Dickinson and Company, British American Tobacco and The Sage Group after strong share price performances had left their dividend yields looking far less generous. It can be hard to reduce holdings in those businesses that have performed well operationally and even more so in share price terms, but we are reminded of the warnings of the famous 1920s American investor, Bernard Baruch, who quipped that: "I made my money by selling too soon".

OUTLOOK

In August the Bank of England announced a cut in the Bank Rate, after a seven-year hiatus, of a quarter of one per cent. It also promised to increase its asset purchase programme of QE by £70 billion: official interest rates are staying lower for longer. It is clear to everyone that long-duration assets such as stocks and bonds have benefitted enormously from the collapse in interest rates. Investors and savers have either explicitly or implicitly slashed their personal discount rates associated with the cash flows of both bonds and equities. It is underappreciated that the fall in discount rates may increase the present value of those cash flows, but it does not, however, increase those cash flows. Recent changes in the discount rate reflect shifts in sentiment and not in fundamentals. Returns have simply been brought forward and borrowed from the future. Few investors are left wondering and worrying what happens to security prices if market interest rates become divorced from official interest rates. Instead it is answered by many that interest rates and so discount rates cannot rise. However, it is sobering to observe the number of instances where the things that seem most evident in investing, upon which consensus is built, turn out not to be true. A rise in discount rates would prove injurious to nearly all portfolios. The handcuffed

CRYSTAL FUND

ACD's Report (continued)

Investment Manager's Report (continued)

For the half year ended 31 July 2016

OUTLOOK (continued)

volunteers who have chained themselves to declining yield investments will be frantically looking for the key to free themselves from today's candidates for certificates of future confiscation. One day price-sensitive buyers will replace the prevailing order.

Conventional asset prices, in our opinion, have become untethered from both history and fundamentals. We repeat our warning that, in an environment of near-universally overvalued asset markets, it is likely to be easier to navigate the post-market falls than to avoid the falls themselves. This is because, with both equities and bonds looking vulnerable, traditional asset diversification may not protect to the same extent that it has in the past. The conventional reward from cash may, today, be measured in basis points but cash's real value is the flexibility to exploit better opportunities tomorrow. The Fund retains nearly 15% of its assets in cash and UK treasury bills. Gold bullion remains the ultimate insurance policy against the possibility that bonds and equities fall together. We think investors need to embrace the idea of accepting lower than historically-achieved returns.

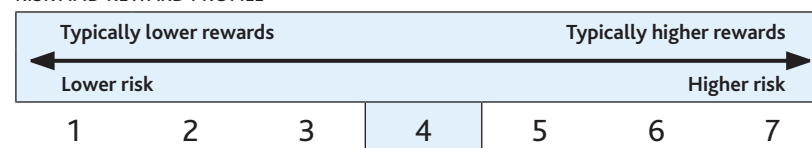
TROY ASSET MANAGEMENT LIMITED

Investment Manager

23 August 2016

FUND INFORMATION

RISK AND REWARD PROFILE



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

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Credit Risk: Fixed interest securities are affected by trends in interest rates and inflation. If interest rates go up the value of capital may fall and vice versa. Inflation will also decrease the real value of capital. The value of a fixed interest security is also affected by its credit rating.

Counterparty Risk: As the Fund may enter into currency hedging arrangements there is a risk that other parties may fail to meet their obligations. This may lead to delays in receiving amounts due to the Fund, receiving less than is due or receiving nothing.

Currency Risk: As the Fund invests in overseas securities, movements in exchange rates may, when not hedged, cause the value of your investment to increase or decrease.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.capitafinancial.com, by following the link 'Fund Information'.

CRYSTAL FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLE

Information for 31 July 2016 relates to the 6 month period ending 31 July 2016, with the exception of the operating charges in the 'Other Information' section. The operating charges relate to the expenses incurred on an *ex post* basis over the 12 month period ending 31 July 2016, expressed as a percentage of the average net asset value over the same period.

Where the Fund has significant investment in collective investment schemes, the operating charges take account of the ongoing charges incurred in the underlying schemes, calculated as the expense value of such holdings at the period end weighted against the net asset value of the share class at that date.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
Income shares				
Change in net assets per share				
Opening net asset value per share	212.02	209.98	188.92	197.99
Return before operating charges*	31.37	5.54	24.64	(5.03)
Operating charges	(1.33)	(2.38)	(2.30)	(2.30)
Return after operating charges	30.04	3.16	22.34	(7.33)
Distributions on income shares	(0.91)	(1.12)	(1.28)	(1.74)
Closing net asset value per share	241.15	212.02	209.98	188.92
* after direct transaction costs of:	0.01	0.05	0.02	0.05
Performance				
Return after charges	14.17%	1.50%	11.83%	(3.70)%
Other Information				
Closing net asset value (£'000)	52,097	46,312	46,231	42,305
Closing number of shares	21,603,610	21,843,393	22,016,527	22,392,587
Operating charges	1.18%	1.15%	1.15%	1.16%
Direct transaction costs	–	0.02%	0.01%	0.02%
Prices				
Highest share price	243.26	212.64	211.31	206.93
Lowest share price	210.75	199.20	188.34	189.51

FUND PERFORMANCE TO 31 JULY 2016 (%)

	6 months	1 year	3 years	5 years
Crystal Fund	14.15	18.86	23.54	37.04

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

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

RISK WARNING

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

CRYSTAL FUND
ACD's Report (continued)
PORTFOLIO STATEMENT
AS AT 31 JULY 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	DEBT SECURITIES – 29.03% (31.01.16 – 30.93%)		
£3,500,000	Treasury 0% 22.08.16	3,499	6.72
£1,500,000	Treasury 0% 10.10.16	1,499	2.88
£3,046,300	Treasury 0.125% index-linked 2024	3,784	7.26
£1,518,000	Treasury 1.875% index-linked 2022	2,429	4.66
US\$3,166,000	US Treasury 0.125% Inflation Protected Securities 2022	2,585	4.96
US\$1,500,000	US Treasury 1.375% Inflation Protected Securities 2020	1,327	2.55
	TOTAL DEBT SECURITIES	15,123	29.03
	EQUITIES – 53.14% (31.01.16 – 51.38%)		
	UNITED KINGDOM – 14.27% (31.01.16 – 14.91%)		
121,425	A.G. BARR	660	1.27
212,000	Better Capital 2012	66	0.13
43,088	British American Tobacco	2,043	3.92
31,356	Diageo	685	1.31
47,000	GlaxoSmithKline	796	1.53
124,555	PZ Cussons	420	0.81
180,000	Sage Group (The)	1,273	2.44
42,500	Unilever	1,490	2.86
	TOTAL UNITED KINGDOM	7,433	14.27
	CONTINENTAL EUROPE – 3.75% (31.01.16 – 3.57%)		
32,400	Nestlé	1,956	3.75
	NORTH AMERICA – 35.12% (31.01.16 – 32.90%)		
15,500	Agnico-Eagle Mines	665	1.28
31,000	Altria Group	1,579	3.03
15,000	American Express Company	737	1.42
7,000	Becton, Dickinson and Company	935	1.80
6	Berkshire Hathaway	985	1.89
35,000	Coach	1,137	2.18
55,600	Coca-Cola Company (The)	1,841	3.53
16,000	Colgate-Palmolive Company	889	1.71
16,000	Dr Pepper Snapple Group	1,188	2.28
50,604	Imperial Oil	1,174	2.25
14,636	Johnson & Johnson	1,382	2.65

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	NORTH AMERICA – 35.12% (31.01.16 – 32.90%) <i>(continued)</i>		
44,000	Microsoft Corporation	1,876	3.60
24,958	Philip Morris International	1,878	3.61
9,500	Procter & Gamble Company (The)	611	1.17
37,241	Reynolds American	1,418	2.72
	TOTAL NORTH AMERICA	18,295	35.12
	TOTAL EQUITIES	27,684	53.14
	COMMODITIES – 12.81% (31.01.16 – 10.21%)		
111,363	BlackRock Gold and General*	1,341	2.57
24,746	ETFs Physical Swiss Gold*	2,444	4.69
30,000	Gold Bullion Securities*	2,891	5.55
	TOTAL COMMODITIES	6,676	12.81
	FORWARD CURRENCY CONTRACTS – (2.33)% (31.01.16 – (1.12)%)		
US\$(21,000,000)	Vs £14,708,251 (expiry 21.09.16)	(1,213)	(2.33)
	Portfolio of investments#	48,270	92.65
	Net other assets	3,827	7.35
	Net assets	52,097	100.00

The investments are ordinary shares listed on a regulated market unless stated otherwise.

* Collective investment scheme.

Includes investment liabilities.

CRYSTAL FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 31 JULY 2016

Total purchases for the half year £'000 **21**

Purchases	Cost £'000
------------------	-----------------------

A.G. BARR	21
-----------	----

In addition to above, purchases totalling £5,995 thousand were made in short term investments during the half year.

Total sales for the half year £'000 **881**

Sales	Proceeds £'000
--------------	---------------------------

Sage Group (The)	271
Better Capital 2009	240
Becton, Dickinson and Company	209
British American Tobacco	134
Altria Group	27

In addition to above, sales totalling £6,000 thousand were made in short term investments during the half year.

The summary of material portfolio changes represents all of the purchases and sales during the half year.

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16 £'000	31.07.15 £'000
Income:		
Net capital gains/(losses)	6,311	(1,303)
Revenue	509	458
Expenses	(270)	(248)
Net revenue before taxation	239	210
Taxation	(41)	(34)
Net revenue after taxation	198	176
Total return before distributions	6,509	(1,127)
Distributions	(198)	(176)
Change in net assets attributable to shareholders from investment activities	6,311	(1,303)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16 £'000	31.07.15 £'000
Opening net assets attributable to shareholders	46,312	46,231
Amounts payable on cancellation of shares	(526)	(257)
Change in net assets attributable to shareholders from investment activities	6,311	(1,303)
Closing net assets attributable to shareholders	52,097	44,671

The above statements show the comparative closing net assets at 31 July 2015 whereas the current accounting period commenced 1 February 2016.

CRYSTAL FUND*Interim Financial Statements (unaudited) (continued)***BALANCE SHEET**

AS AT 31 JULY 2016

	31.07.16	31.01.16
	£'000	£'000
ASSETS		
Fixed assets		
Investments	49,483	42,851
Current assets		
Debtors	45	261
Cash and bank balances	4,038	3,846
Total assets	<u>53,566</u>	<u>46,958</u>
LIABILITIES		
Investment liabilities		
	(1,213)	(521)
Creditors		
Distribution payable	(197)	(70)
Other creditors	(59)	(55)
Total liabilities	<u>(1,469)</u>	<u>(646)</u>
Net assets attributable to shareholders	<u>52,097</u>	<u>46,312</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS

AS AT 31 JULY 2016

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 January 2016 and are described in those annual financial statements.

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

IMPORTANT INFORMATION

Refer to the 'Important Information' section of the Company on page 8.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Spectrum Fund ('the Fund') is to produce long term capital growth. The Fund's policy is diversified investment predominantly in collective investment schemes, though the Fund may be invested in bonds, equities, cash and other eligible instruments from time to time. The Fund may invest up to 100% of its assets in collective investment schemes.

CAPITA FINANCIAL MANAGERS LIMITED

ACD of Spectrum Fund

26 September 2016

INVESTMENT MANAGER'S REPORT

INVESTMENT REVIEW

For the six months to 31 July 2016 the Fund produced a total return of +19.8% compared to a rise of +0.2%* in the LIBID Index (total return) and a rise of +19.2%* in the MSCI World (£) Index (total return). The FTSE All-Share Index (total return) produced a return of +11.9%*.

MARKET REVIEW

Equity and high-yield debt markets sold off sharply at the beginning of 2016 as investors became increasingly concerned about the state of global economic growth and the maturity of the credit cycle. Although credit default rates are on the rise, a recovery in the price of oil has alleviated some of the greatest strains in debt markets. Similarly, equities have also bounced back strongly since the start of the year. However, little has fundamentally improved. Global growth remains anaemic, suppressed by high levels of debt. Equity valuations are high and, in general, companies continue to struggle to grow revenues. Furthermore, and in the US in particular, record high profit margins are coming under pressure from rising labour costs.

A subdued global macroeconomic backdrop has meant that the Federal Reserve is yet to raise interest rates further. This has helped put the brakes on the US dollar's advance, underpinning a rebound in emerging markets and gold. It has also meant that US Treasury yields have continued to compress. The fact that they remain relatively elevated compared to the sovereign bond yields of many developed market peers, highlights the impact that negative interest rates have had on bond prices and the implicit faith investors still have in central banks. Thus, Italian bonds trade on lowly yields even though the country faces a growing banking crisis and the UK's referendum result threatens the very fabric of the European Union. Indeed, despite growing political uncertainty, risk assets have been relatively benign since 'Brexit'. The greatest impact has come through a collapse in sterling as well as weakness in domestically-focused UK companies.

However, the rise in the price of gold during 2016 does suggest that investors are becoming more circumspect. Central banks have helped inflate asset prices over the last few years but have done little to fundamentally improve underlying economies. New policies are seemingly becoming less effective whilst having greater unintended consequences. Few thought, for example, that Japan's decision to introduce negative interest rates would cause the yen to strengthen, undermining Japanese equities. More predictable was the detrimental effect it had on the share prices of Japanese financials.

Unsurprisingly, a lack of yield has also further exacerbated investors' thirst for income. This has led to strong inflows into emerging market bonds, which offer a higher yield relative to those in developed markets. It has also reinforced the attractions of companies that offer a dependable income stream.

PORTFOLIO

The Fund's performance during the six months to 31 July 2016 was driven by BlackRock Gold & General, Findlay Park Latin American, Heptagon Yacktman US Equity and Findlay Park American. Other notable contributors included Gold Bullion Securities and Stewart Investors Asia Pacific Leaders.

** Source: Lipper. The indices used by the Investment Manager are for comparison purposes. No benchmark is required to be disclosed per the Prospectus.*

SPECTRUM FUND

ACD's Report (continued)

Investment Manager's Report (continued)

For the half year ended 31 July 2016

PORTFOLIO (continued)

The gold price has been weak over the last few years, declining from a peak of c.\$1,900 per ounce in 2011 to a trough of c.\$1,060 by the end of 2015. However, gold has recovered some of its verve in 2016, buoyed by a combination of factors. Greater political and economic uncertainty, increasingly ineffective central bank policy and a postponement of interest rate hikes in the US have all helped propel gold higher. The portfolio benefited through its holdings of Gold Bullion Securities and BlackRock Gold & General. Gold Bullion Securities tracked the gold price higher whilst BlackRock Gold & General saw significant upside from its investments in gold miners. Having aggressively cut costs over the last few years, gold miners are now more sensitive to a rising gold price. Whilst pleasing, operational gearing works both ways and the performance of gold equities will continue to be highly sensitive to changes in the gold price. Although it is difficult to predict the short-term price move of any commodity, we continue to believe that gold is one of the few assets that can help diversify the portfolio in times of stress.

Like our gold investments, Findlay Park Latin American was one of the Fund's worst performers last year but one of its best in the period under review. Currency headwinds abated and equity markets rallied across the region. A corruption scandal continues to embroil Brazil and has led to the suspension of President Dilma Rousseff from office. However, more pro-market governments are being elected throughout Latin America and countries including Mexico are enacting important structural reforms that should make their economies more competitive.

The weakness of sterling in the aftermath of Brexit had a positive impact on the Fund's performance. With a geographically diversified portfolio, the Fund benefited from having assets denominated in overseas currencies. Thus, the performance of funds such as Findlay Park American and Heptagon Yacktman US Equity was inflated by the weakness of sterling versus the US dollar. The Fund's exposure to UK-listed companies mainly comes through Evenlode Income. However, here too performance was relatively good. Evenlode focus on good quality, cash generative businesses with robust and repeatable earnings whilst many of their investments generate a high proportion of their revenues overseas.

The biggest detractor from the Fund's performance was Morant Wright Sakura. The Morant Wright fund suffered from both a general weakness in Japanese equities as well as the poor performance of many of its underlying constituents. Morant Wright are very much value investors, investing in companies with strong balance sheets that trade on low price-to-book multiples. The portfolio has little exposure to the more expensive pharmaceutical and consumer staples sectors, which continued to perform well. Instead, Morant Wright have found greater value in the likes of the Japanese banking and auto industries, which performed poorly due to concerns around the impact of negative interest rates and a stronger yen respectively. Although Morant Wright's performance has been disappointing, the fund remains a core holding. The team has an impressive track record and continues to stick to their tried and tested process. We feel that the underlying holdings are attractively valued in absolute terms but also relative to other developed markets. With the aggregate company in the Morant Wright portfolio having significant net cash on the balance sheet, we also think they are well placed should corporate Japan continue to focus on improving shareholder returns.

Top 10 Holdings July 2015

	% Fund
Morant Wright Sakura	8.8
Egerton Capital Equity	6.6
Heptagon Yacktman US Equity	6.3
Evenlode Income	5.9
Odey Allegra Developed Markets	5.6
Lindsell Train Global Equity	5.4
CG Portfolio Real Return	5.1
Findlay Park American	5.1
First State Asia Pacific Leaders	5.1
Polar Capital Global Insurance	4.6
Total Top 10	58.5
12 other holdings	36.9
Net other assets	4.6
Total	100.0

Top 10 Holdings July 2016

	% Fund
Egerton Capital Equity	6.5
Evenlode Income	5.8
Morant Wright Sakura	5.6
BlackRock Gold & General	5.6
Findlay Park American	5.4
Heptagon Yacktman US Equity	5.3
CG Portfolio Real Return	5.3
Odey Allegra Developed Markets	5.2
Polar Capital Global Insurance	4.9
Lindsell Train Japanese Equity	4.6
Total Top 10	54.2
15 other holdings	42.6
Net other assets	3.2
Total	100.0

Source: Troy Asset Management Limited.

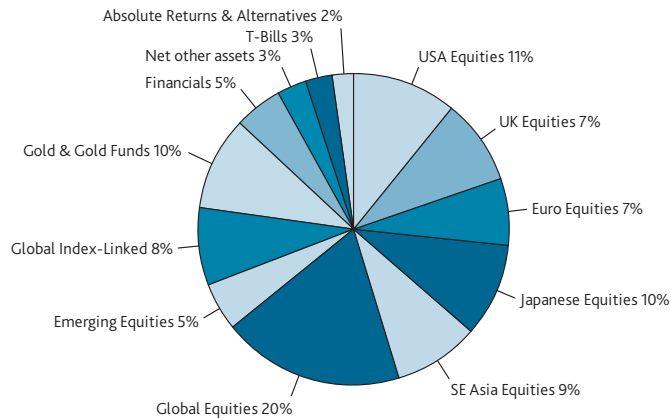
SPECTRUM FUND

ACD's Report (continued)

Investment Manager's Report (continued)

For the half year ended 31 July 2016

ASSET ALLOCATION AS AT 31 JULY 2016



Source: Troy Asset Management Limited.

OUTLOOK

Although it is difficult to gauge what the societal, political and economic implications of the UK leaving the European Union will ultimately be, the decision to do so is a clear sign of growing disenchantment with the political elite and the current status quo. With nationalistic sentiment energised across Europe and the prospect of a close presidential election in the US, the political landscape is becoming increasingly uncertain.

Against such a backdrop and in a world of persistently low economic growth, we believe it prudent to remain cautious. As such, we continue to hold gold, inflation-linked bonds and cash alongside our equity funds. We also allocate to fund managers we consider to be excellent custodians of our investors' capital. They are active and discerning, investing in companies only after a thorough consideration of their prospects. Further political and economic uncertainty may well ensue. However, we feel our managers are well placed to exploit the richer pickings greater volatility will provide.

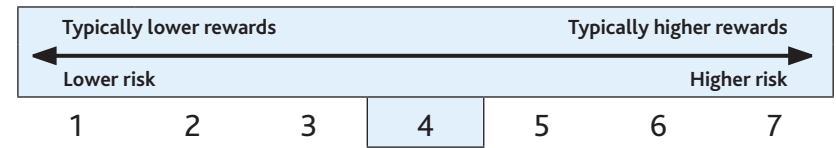
TROY ASSET MANAGEMENT LIMITED

Investment Manager

23 August 2016

FUND INFORMATION

RISK AND REWARD PROFILE



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

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

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Credit Risk: Some of the collective investment schemes held by the Fund invest in debt securities. Such fixed interest securities are affected by trends in interest rates and inflation. If interest rates go up the value of capital may fall and vice versa. Inflation will also decrease the real value of capital. The value of a fixed interest security is also affected by its credit rating.

Counterparty Risk: As the Fund may enter into currency hedging arrangements there is a risk that other parties may fail to meet their obligations. This may lead to delays in receiving amounts due to the Fund, receiving less than is due or receiving nothing.

Currency Risk: As the Fund invests in overseas securities and collective investment schemes, movements in exchange rates may, when not hedged, cause the value of your investment to increase or decrease.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.capitafinancial.com, by following the link 'Fund Information'.

SPECTRUM FUND

ACD's Report (continued)
Fund Information (continued)

COMPARATIVE TABLES

Information for 31 July 2016 relates to the 6 month period ending 31 July 2016, with the exception of the operating charges in the 'Other Information' section. The operating charges relate to the expenses incurred on an *ex post* basis over the 12 month period ending 31 July 2016, expressed as a percentage of the average net asset value over the same period.

Where the Fund has significant investment in collective investment schemes, the operating charges take account of the ongoing charges incurred in the underlying schemes, calculated on a weighted basis against the Fund's average net assets over the 12 month period.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Income shares				
Change in net assets per share				
Opening net asset value per share	153.57	155.99	139.46	142.31
Return before operating charges*	31.65	0.64	19.43	0.05
Operating charges	(1.24)	(2.46)	(2.54)	(2.19)
Return after operating charges	30.41	(1.82)	16.89	(2.14)
Distributions on income shares	(0.31)	(0.60)	(0.36)	(0.71)
Closing net asset value per share	183.67	153.57	155.99	139.46
* after direct transaction costs of:	–	0.01	0.03	0.09

Performance

Return after charges	19.80%	(1.17)%	12.11%	(1.50)%
----------------------	--------	---------	--------	---------

Other Information

Closing net asset value (£'000)	77,122	64,513	66,659	60,506
Closing number of shares	41,989,415	42,008,114	42,732,341	43,384,899
Operating charges	1.50%	1.58% ¹	1.68%	1.54%
Direct transaction costs	–	0.01%	0.02%	0.06%

Prices

Highest share price	184.10	165.90	157.61	149.88
Lowest share price	150.19	148.04	137.32	137.49

¹ From 3 August 2015 the Investment Manager has agreed, on a discretionary basis, to waive a portion of their fee in relation to the 'O' Income share class, in order to seek to achieve an Ongoing Charges Figure ('OCF') of 1.50%. Therefore, the estimated OCF is 1.50%.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'O' Accumulation shares				
Change in net assets per share				
Opening net asset value per share	158.03	159.91	142.66	144.85
Return before operating charges*	32.57	0.65	19.85	0.04
Operating charges	(1.28)	(2.53)	(2.60)	(2.23)
Return after operating charges	31.29	(1.88)	17.25	(2.19)
Closing net asset value per share	189.32	158.03	159.91	142.66
Retained distributions on accumulation shares	0.32	0.62	0.36	0.73
* after direct transaction costs of:	–	0.01	0.03	0.09

Performance

Return after charges	19.80%	(1.18)%	12.09%	(1.51)%
----------------------	--------	---------	--------	---------

Other Information

Closing net asset value (£'000)	24,779	20,861	20,868	20,010
Closing number of shares	13,088,466	13,200,429	13,049,746	14,026,855
Operating charges	1.50%	1.58% ¹	1.68%	1.54%
Direct transaction costs	–	0.01%	0.02%	0.06%

Prices

Highest share price	189.45	170.06	161.26	152.56
Lowest share price	154.60	151.88	140.46	139.94

¹ From 3 August 2015 the Investment Manager has agreed, on a discretionary basis, to waive a portion of their fee in relation to the 'O' Accumulation share class, in order to seek to achieve an Ongoing Charges Figure ('OCF') of 1.50%. Therefore, the estimated OCF is 1.50%.

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Income shares				
Change in net assets per share				
Opening net asset value per share	151.93	154.50	138.49	141.42
Return before operating charges*	31.26	0.64	19.23	0.06
Operating charges	(1.63)	(3.21)	(3.22)	(2.87)
Return after operating charges	29.63	(2.57)	16.01	(2.81)
Distributions on income shares	–	–	–	(0.12)
Closing net asset value per share	181.56	151.93	154.50	138.49
* after direct transaction costs of:	–	0.01	0.03	0.09
Performance				
Return after charges	19.50%	(1.66)%	11.56%	(1.99)%
Other Information				
Closing net asset value (£'000)	53	50	92	125
Closing number of shares	29,240	32,949	59,300	89,898
Operating charges	2.00%	2.08% ¹	2.17%	2.04%
Direct transaction costs	–	0.01%	0.02%	0.06%
Prices				
Highest share price	181.69	164.14	155.81	148.87
Lowest share price	148.60	146.33	136.35	136.37

¹ From 3 August 2015 the Investment Manager has agreed, on a discretionary basis, to waive a portion of their fee in relation to the 'I' Income share class, in order to seek to achieve an Ongoing Charges Figure ('OCF') of 2.00%. Therefore, the estimated OCF is 2.00%.

	31.07.16 (p/share)	31.01.16 (p/share)	31.01.15 (p/share)	31.01.14 (p/share)
'I' Accumulation shares				
Change in net assets per share				
Opening net asset value per share	154.67	157.28	140.99	143.85
Return before operating charges*	31.82	0.67	19.57	0.06
Operating charges	(1.66)	(3.28)	(3.28)	(2.92)
Return after operating charges	30.16	(2.61)	16.29	(2.86)
Closing net asset value per share	184.83	154.67	157.28	140.99
Retained distributions on accumulation shares	–	–	–	0.05
* after direct transaction costs of:	–	0.01	0.03	0.09
Performance				
Return after charges	19.50%	(1.66)%	11.55%	(1.99)%
Other Information				
Closing net asset value (£'000)	506	437	683	1,052
Closing number of shares	273,743	282,834	434,264	746,076
Operating charges	2.00%	2.09% ¹	2.17%	2.04%
Direct transaction costs	–	0.01%	0.02%	0.06%
Prices				
Highest share price	184.97	167.10	158.62	151.42
Lowest share price	151.28	148.97	138.81	138.71

¹ From 3 August 2015 the Investment Manager has agreed, on a discretionary basis, to waive a portion of their fee in relation to the 'I' Accumulation share class, in order to seek to achieve an Ongoing Charges Figure ('OCF') of 2.00%. Therefore, the estimated OCF is 2.00%.

SPECTRUM FUND

ACD's Report (continued)

Fund Information (continued)

FUND PERFORMANCE TO 31 JULY 2016 (%)

	6 months	1 year	3 years	5 years
Spectrum Fund	19.81	16.80	29.24	39.64

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

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

RISK WARNING

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

PORTFOLIO STATEMENT

AS AT 31 JULY 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	DEBT SECURITIES – 3.32% (31.01.16 – 1.98%)		
£1,700,000	Treasury 0% 01.08.16	1,700	1.66
£1,700,000	Treasury 0% 31.10.16	1,699	1.66
	TOTAL DEBT SECURITIES	3,399	3.32
	INDEX-LINKED BONDS – 8.43% (31.01.16 – 8.79%)		
20,770	CG Portfolio Dollar	3,228	3.15
27,129	CG Portfolio Real Return	5,411	5.28
	TOTAL INDEX-LINKED BONDS	8,639	8.43
	UNITED KINGDOM EQUITIES – 6.90% (31.01.16 – 6.61%)		
724,994	Aurora Investment Trust*	1,138	1.11
3,075,409	Evenlode Income	5,927	5.79
	TOTAL UNITED KINGDOM EQUITIES	7,065	6.90
	EUROPEAN EQUITIES – 7.04% (31.01.16 – 7.58%)		
30,715	EI Sturdza Strategic Europe Value	4,090	3.99
20,893	HAL Trust*	3,123	3.05
	TOTAL EUROPEAN EQUITIES	7,213	7.04
	UNITED STATES EQUITIES – 10.74% (31.01.16 – 11.84%)		
84,724	Findlay Park American	5,568	5.43
45,384	Heptagon Yacktman US Equity	5,444	5.31
	TOTAL UNITED STATES EQUITIES	11,012	10.74
	EMERGING MARKETS EQUITIES – 5.41% (31.01.16 – 4.48%)		
275,909	Findlay Park Latin American	3,004	2.93
874,661	PFS Somerset Emerging Markets Dividend Growth	1,105	1.08
121,881	Stewart Investors Global Emerging Markets	1,433	1.40
	TOTAL EMERGING MARKETS EQUITIES	5,542	5.41

SPECTRUM FUND

ACD's Report (continued)

Portfolio Statement (continued)

As at 31 July 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	JAPANESE EQUITIES – 10.28% (31.01.16 – 11.61%)		
4,570,771	Lindsell Train Japanese Equity	4,758	4.64
504,164	Morant Wright Sakura	5,772	5.64
	TOTAL JAPANESE EQUITIES	10,530	10.28
	ASIAN EQUITIES – 8.76% (31.01.16 – 9.31%)		
18,018	Halley Asian Prosperity	4,330	4.23
747,873	Stewart Investors Asia Pacific Leaders	4,641	4.53
	TOTAL ASIAN EQUITIES	8,971	8.76
	GLOBAL EQUITIES – 19.42% (31.01.16 – 19.30%)		
35,438	Egerton Capital Equity	6,716	6.55
2,037,629	Lindsell Train Global Equity	4,725	4.61
68,332	McInroy & Wood Balanced	3,143	3.07
34,564	Odey Allegra Developed Markets^	5,316	5.19
	TOTAL GLOBAL EQUITIES	19,900	19.42
	ABSOLUTE RETURNS & ALTERNATIVES – 1.79% (31.01.16 – 1.85%)		
2,088,709	Better Capital 2009*	1,839	1.79
	FINANCIALS – 4.88% (31.01.16 – 4.79%)		
995,978	Polar Capital Global Insurance	5,002	4.88
	COMMODITIES – 9.92% (31.01.16 – 7.08%)		
476,005	BlackRock Gold & General	5,731	5.60
45,950	Gold Bullion Securities	4,429	4.32
	TOTAL COMMODITIES	10,160	9.92
	FORWARD CURRENCY CONTRACTS – (0.10)% (31.01.16 – 0.23%)		
¥(670,000,000)	Vs £4,823,996 (expiry 24.10.16)	(104)	(0.10)

	Value £'000	31.07.16 %
Portfolio of investments#	99,168	96.79
Net other assets	3,292	3.21
Net assets	102,460	100.00

The investments are collective investment schemes unless stated otherwise.

* Ordinary shares.

Includes investment liabilities.

^ Related party holding.

SPECTRUM FUND

ACD's Report (continued)

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 31 JULY 2016

Total purchases for the half year £'000 **500**

Purchases	Cost £'000
-----------	---------------

Aurora Investment Trust	500
-------------------------	-----

In addition to above, purchases totalling £3,397 thousand were made in short term investments during the half year.

Total sales for the half year £'000 **2,499**

Sales	Proceeds £'000
-------	-------------------

Heptagon Yacktman US Equity	1,485
Stewart Investors Asia Pacific Leaders	666
Odey Allegra Developed Markets	348

In addition to above, sales totalling £1,700 thousand were made in short term investments during the half year.

The summary of material portfolio changes represents all of the purchases and sales during the half year.

INTERIM FINANCIAL STATEMENTS (UNAUDITED)

STATEMENT OF TOTAL RETURN FOR THE HALF YEAR ENDED 31 JULY 2016

	£'000	31.07.16 £'000	£'000	31.07.15 £'000
Income:				
Net capital gains		16,809		1,164
Revenue	408		406	
Expenses	(237)		(333)	
Net revenue before taxation	171		73	
Taxation	-		-	
Net revenue after taxation		171		73
Total return before distributions		16,980		1,237
Distributions		(171)		(74)
Change in net assets attributable to shareholders from investment activities		16,809		1,163

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS FOR THE HALF YEAR ENDED 31 JULY 2016

	£'000	31.07.16 £'000	£'000	31.07.15 £'000
Opening net assets attributable to shareholders		85,861		88,302
Amounts receivable on issue of shares	1,208		989	
Amounts payable on cancellation of shares	(1,459)		(2,464)	
		(251)		(1,475)
Dilution levy charged		-		15
Change in net assets attributable to shareholders from investment activities		16,809		1,163
Retained distributions on Accumulation shares		41		18
Closing net assets attributable to shareholders		102,460		88,023

The above statements show the comparative closing net assets at 31 July 2015 whereas the current accounting period commenced 1 February 2016.

SPECTRUM FUND*Interim Financial Statements (unaudited) (continued)***BALANCE SHEET**

AS AT 31 JULY 2016

	31.07.16	31.01.16
	£'000	£'000
ASSETS		
Fixed assets		
Investments	99,272	81,952
Current assets		
Debtors	235	195
Cash and bank balances	5,084	3,981
Total assets	<u>104,591</u>	<u>86,128</u>
LIABILITIES		
Investment liabilities		
	(104)	–
Creditors		
Distribution payable	(129)	(196)
Other creditors	(1,898)	(71)
Total liabilities	<u>(2,131)</u>	<u>(267)</u>
Net assets attributable to shareholders	<u>102,460</u>	<u>85,861</u>

NOTES TO THE INTERIM FINANCIAL STATEMENTS

AS AT 31 JULY 2016

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 January 2016 and are described in those annual financial statements.

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

SPECTRUM INCOME FUND
ACD'S REPORT
FOR THE HALF YEAR ENDED 31 JULY 2016

IMPORTANT INFORMATION

Refer to the 'Important Information' section of the Company on page 8.

INVESTMENT OBJECTIVE AND POLICY

The investment objective of the Spectrum Income Fund ('the Fund') is to seek to provide income with the potential for capital growth over the longer term.

The Fund may invest up to 100% of its assets in collective investment schemes.

The Fund's investment policy is to invest predominantly in collective investment schemes which invest in equities, fixed interest securities, other transferable securities, indices, money market instruments and deposits.

The Fund may also invest directly in bonds, equities, cash, near cash (including money market instruments), other transferable securities, indices, deposits and other collective investment schemes.

The Investment Manager may employ derivatives for the purposes of Efficient Portfolio Management in accordance with the ACD's Risk Management Policy, a copy of which is available on request from the ACD.

CAPITA FINANCIAL MANAGERS LIMITED
ACD of Spectrum Income Fund
26 September 2016

INVESTMENT MANAGER'S REPORT

INVESTMENT REVIEW

For the 6 months to 31 July 2016 the Fund produced a total return of +10.1% ('O' Accumulation shares)* compared to +0.2%* in the LIBID Index (total return) and +19.2%* in the MSCI World (£) Index (total return). The FTSE All-Share Index (total return) produced a return of +11.9%*.

MARKET REVIEW

Equity and high-yield debt markets sold off sharply at the beginning of 2016 as investors became increasingly concerned about the state of global economic growth and the maturity of the credit cycle. Although credit default rates are on the rise, a recovery in the price of oil has alleviated some of the greatest strains in debt markets. Similarly, equities have also bounced back strongly since the start of the year. However, little has fundamentally improved. Global growth remains anaemic, suppressed by high levels of debt. Equity valuations are high and, in general, companies continue to struggle to grow revenues. Furthermore, and in the US in particular, record high profit margins are coming under pressure from rising labour costs.

A subdued global macroeconomic backdrop has meant that the Federal Reserve is yet to raise interest rates further. This has helped put the brakes on the US dollar's advance, underpinning a rebound in emerging markets and gold. It has also meant that US Treasury yields have continued to compress. The fact that they remain relatively elevated compared to the sovereign bond yields of many developed market peers, highlights the impact that negative interest rates have had on bond prices and the implicit faith investors still have in central banks. Thus, Italian bonds trade on lowly yields even though the country faces a growing banking crisis and the UK's referendum result threatens the very fabric of the European Union. Indeed, despite growing political uncertainty, risk assets have been relatively benign since 'Brexit'. The greatest impact has come through a collapse in sterling as well as weakness in domestically-focused UK companies.

However, the rise in the price of gold during 2016 does suggest that investors are becoming more circumspect. Central banks have helped inflate asset prices over the last few years but have done little to fundamentally improve underlying economies. New policies are seemingly becoming less effective whilst having greater unintended consequences. Few thought, for example, that Japan's decision to introduce negative interest rates would cause the yen to strengthen, undermining Japanese equities. More predictable was the detrimental effect it had on the share prices of Japanese financials.

Unsurprisingly, a lack of yield has also further exacerbated investors' thirst for income. This has led to strong inflows into emerging market bonds, which offer a higher yield relative to those in developed markets. It has also reinforced the attractions of companies that offer a dependable income stream.

PORTFOLIO

The Fund's performance during the six months to 31 July 2016 was driven by Evenlode Income, Artemis Global Income and PFS Somerset Emerging Market Dividend Growth.

* Source: Lipper, net income reinvested at ex-dividend date, sterling terms. The indices used by the Investment Manager are for comparison purposes. No benchmark is required to be disclosed per the Prospectus.

SPECTRUM INCOME FUND

ACD's Report (continued)

Investment Manager's Report (continued)

For the half year ended 31 July 2016

PORTFOLIO (continued)

Evenlode invest in capital light, cash generative businesses with durable franchises and repeatable revenues. In an environment of low interest rates and anaemic economic growth, such characteristics continued to prove attractive to investors. The majority of Evenlode's holdings generate a substantial proportion of their sales overseas but report in sterling, making them beneficiaries of a weaker UK currency. Thus, whilst UK-listed equities were negatively impacted in the immediate aftermath of the 'Brexit' vote, Evenlode performed relatively well.

Following a difficult start to 2016, the performance of Artemis Global Income was much stronger from mid-February to the end of July. The fund is geographically diversified and continues to invest in companies that Jacob de Tusch-Lec, the fund's manager, believes can pay, grow and sustain a good level of income over time.

With a relatively high weighting to cash, the PFS Somerset Emerging Markets Dividend Growth fund lagged its benchmark index but performed well in absolute terms as emerging market equities and currencies rebounded.

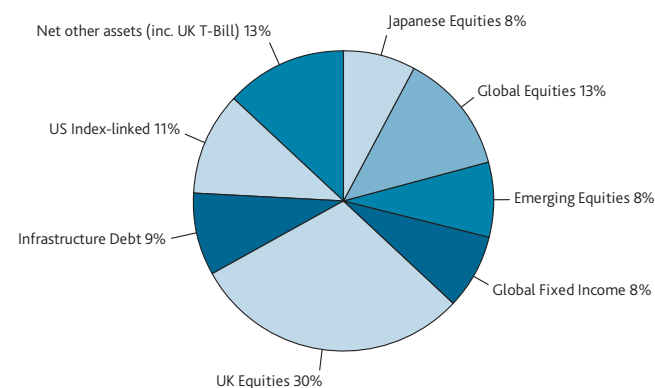
The biggest detractor to the Fund's performance was the Coupland Cardiff Japan Income & Growth fund. Japanese equities were weak during the period under review as the Bank of Japan's introduction of negative interest rates as well as a stronger yen undermined markets. However, equity valuations look attractive and corporate Japan continues to focus on improving shareholder returns through both share buybacks and higher dividends, underpinning our belief that the Fund can pay a high and growing stream of income. We added to our holding at the end of June.

Top 8 Holdings 31 July 2016

	% Fund
Evenlode Income	16.1
RWC Enhanced Income	14.1
Artemis Global Income	13.1
CG Portfolio The Dollar Fund	11.3
Sequoia Economic Infrastructure Fund	9.4
PFS Somerset Emerging Markets Dividend Growth	8.4
MI TwentyFour Dynamic Bond	7.5
CC Japan Income & Growth	7.5
Total Top 8	87.4
Cash (inc. UK T-Bill)	12.6
Total	100.0

Source: Troy Asset Management Limited.

ASSET ALLOCATION AS AT 31 JULY 2016



Source: Troy Asset Management Limited.

OUTLOOK

Although it is difficult to gauge what the societal, political and economic implications of the UK leaving the European Union will ultimately be, the decision to do so is a clear sign of growing disenchantment with the political elite and the current status quo. With nationalistic sentiment energised across Europe and the prospect of a close presidential election in the US, the political landscape is becoming increasingly uncertain.

Against such a backdrop and in a world of persistently low economic growth, we believe it prudent to remain cautious. As such, we continue to hold inflation linked bonds and cash alongside our equity funds. We also allocate to fund managers we consider to be excellent custodians of our investors' capital. They are active and discerning, investing in companies only after a thorough consideration of their prospects. Further political and economic uncertainty may well ensue. However, we feel our managers are well placed to exploit the richer pickings greater volatility will provide.

TROY ASSET MANAGEMENT LIMITED

Investment Manager

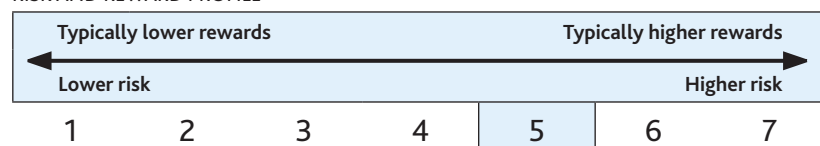
23 August 2016

SPECTRUM INCOME FUND

ACD's Report (continued)

FUND INFORMATION

RISK AND REWARD PROFILE



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

During the period the indicator changed from 4 to 5. The Fund has been classed as 5 because its volatility has been measured as above average.

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

The risk and reward profile shown is not guaranteed to remain the same and may shift over time.

Credit Risk: Some of the collective investment schemes held by the Fund invest in debt securities. Such fixed interest securities are affected by trends in interest rates and inflation. If interest rates go up the value of capital may fall and vice versa. Inflation will also decrease the real value of capital. The value of a fixed interest security is also affected by its credit rating.

Counterparty Risk: As the Fund may enter into currency hedging arrangements there is a risk that other parties may fail to meet their obligations. This may lead to delays in receiving amounts due to the Fund, receiving less than is due or receiving nothing.

Currency Risk: As the Fund invests indirectly in overseas securities, exchange rate movements may, when not hedged, cause the value of your investment to increase or decrease.

For full details of the Fund's risks, please see the Prospectus which may be obtained upon application and can be found on the ACD's website, www.capitafinancial.com, by following the link 'Fund Information'.

COMPARATIVE TABLES

Information for 31 July 2016 relates to the 6 month period ending 31 July 2016, with the exception of the operating charges in the 'Other Information' section. The operating charges relate to the expenses incurred on an *ex post* basis over the 12 month period ending 31 July 2016, expressed as a percentage of the average net asset value over the same period.

Where the Fund has significant investment in collective investment schemes, the operating charges take account of the ongoing charges incurred in the underlying schemes, calculated on a weighted basis against the Fund's average net assets over the 12 month period.

31.07.16
(p/share) 31.01.16¹
(p/share)

'O' Income shares

Change in net assets per share

Opening net asset value per share	93.61	100.00
Return before operating charges*	10.03	(3.83)
Operating charges	(0.53)	(0.52)
Return after operating charges	9.50	(4.35)
Distributions on income shares	(1.39)	(2.04)
Closing net asset value per share	101.72	93.61
* after direct transaction costs of:	–	0.05

Performance

Return after charges	10.15%	(4.35)%
----------------------	--------	---------

Other Information

Closing net asset value (£'000)	11,224	10,328
Closing number of shares	11,033,757	11,033,658
Operating charges	1.50%	1.61% ^{2,3}
Direct transaction costs	–	0.05%

Prices

Highest share price	103.18	101.06
Lowest share price	91.33	93.57

¹ From 27 April 2015.

² Annualised figure due to share class launched less than 1 year.

³ From 3 August 2015 the Investment Manager has agreed, on a discretionary basis, to waive a portion of their fee in relation to the 'O' Income share class, in order to achieve an Ongoing Charges Figure ('OCF') of 1.50%. Therefore, the estimated OCF is 1.50%.

SPECTRUM INCOME FUND

ACD's Report (continued)

Fund Information (continued)

COMPARATIVE TABLES (continued)

	31.07.16 (p/share)	31.01.16 ¹ (p/share)
'O' Accumulation shares		
Change in net assets per share		
Opening net asset value per share	95.64	100.00
Return before operating charges*	10.24	(3.83)
Operating charges	(0.54)	(0.53)
Return after operating charges	9.70	(4.36)
Closing net asset value per share	105.34	95.64
Retained distributions on accumulation shares	1.43	2.07
* after direct transaction costs of:	–	0.05
Performance		
Return after charges	10.14%	(4.36)%
Other Information		
Closing net asset value (£'000)	40	24
Closing number of shares	37,838	25,250
Operating charges	1.50%	1.61% ^{2,3}
Direct transaction costs	–	0.05%
Prices		
Highest share price	105.41	101.06
Lowest share price	93.26	93.57

¹ From 27 April 2015.

² Annualised figure due to share class launched less than 1 year.

³ From 3 August 2015 the Investment Manager has agreed, on a discretionary basis, to waive a portion of their fee in relation to the 'O' Income share class, in order to achieve an Ongoing Charges Figure ('OCF') of 1.50%. Therefore, the estimated OCF is 1.50%.

FUND PERFORMANCE TO 31 JULY 2016 (%)

	6 months	1 year	Since launch*
Spectrum Income Fund	10.13	7.36	5.41

* Launch date 27 April 2015.

The performance of the Fund is based on the published price per 'O' Accumulation share with income reinvested.

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

RISK WARNING

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

SPECTRUM INCOME FUND

ACD's Report (continued)

PORTFOLIO STATEMENT

AS AT 31 JULY 2016

Holding	Portfolio of Investments	Value £'000	31.07.16 %
	DEBT SECURITIES – 14.19% (31.01.16 – 7.71%)		
£800,000	Treasury 0% 01.08.16	800	7.10
£800,000	Treasury 0% 31.10.16	799	7.09
	TOTAL DEBT SECURITIES	1,599	14.19
	BOND FUNDS – 18.89% (31.01.16 – 18.89%)		
8,218	CG Portfolio Dollar	1,277	11.34
7,872	MI TwentyFour Dynamic Bond	851	7.55
	TOTAL BOND FUNDS	2,128	18.89
	UNITED KINGDOM – 39.60% (31.01.16 – 37.73%)		
942,847	Evenlode Income	1,817	16.13
18,705	RWC Enhanced Income	1,588	14.10
953,000	Sequoia Economic Infrastructure Income Fund*	1,055	9.37
	TOTAL UNITED KINGDOM	4,460	39.60
	EMERGING MARKETS EQUITIES – 8.36% (31.01.16 – 6.36%)		
745,179	PFS Somerset Emerging Markets Dividend Growth	942	8.36
	JAPANESE EQUITIES – 7.52% (31.01.16 – 7.64%)		
65,767	CC Japan Income & Growth	847	7.52
	GLOBAL EQUITIES – 13.06% (31.01.16 – 19.53%)		
1,681,817	Artemis Global Income	1,471	13.06
	Portfolio of investments	11,447	101.62
	Net other liabilities	(183)	(1.62)
	Net assets	11,264	100.00

The investments are collective investment schemes unless stated otherwise.

* Ordinary shares.

SUMMARY OF MATERIAL PORTFOLIO CHANGES FOR THE HALF YEAR ENDED 31 JULY 2016

Total purchases for the half year £'000 **705**

Purchases	Cost £'000
Artemis Global Income	250
Evenlode Income	150
CC Japan Income & Growth	105
RWC Enhanced Income	100
PFS Somerset Emerging Markets Dividend Growth	100

In addition to above, purchases totalling £1,598 thousand were made in short term investments during the half year.

Total sales for the half year £'000 **1,113**

Sales	Proceeds £'000
Veritas Global Equity Income	1,006
Sequoia Economic Infrastructure Income Fund	107

In addition to above, sales totalling £800 thousand were made in short term investments during the half year.

The summary of material portfolio changes represents all of the purchases and sales during the half year.

SPECTRUM INCOME FUND
INTERIM FINANCIAL STATEMENTS (UNAUDITED)
STATEMENT OF TOTAL RETURN
FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16	31.07.15*
£'000	£'000	£'000
Income:		
Net capital gains/(losses)	930	(239)
Revenue	163	60
Expenses	(41)	(28)
Net revenue before taxation	122	32
Taxation	-	(1)
Net revenue after taxation	122	31
Total return before distributions	1,052	(208)
Distributions	(154)	(48)
Change in net assets attributable to shareholders from investment activities	898	(256)

STATEMENT OF CHANGE IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS
FOR THE HALF YEAR ENDED 31 JULY 2016

	31.07.16	31.07.15*
£'000	£'000	£'000
Opening net assets attributable to shareholders	10,352	-
Amounts receivable on issue of shares	27	11,064
Amounts payable on cancellation of shares	(14)	-
	13	11,064
Change in net assets attributable to shareholders from investment activities	898	(256)
Retained distributions on Accumulation shares	1	1
Closing net assets attributable to shareholders	11,264	10,809

The above statements show the comparative closing net assets at 31 July 2015 whereas the current accounting period commenced 1 February 2016.

* The comparative figures in the Statement of Total Return and Statement of Change in Net Assets Attributable to Shareholders are for the period from 27 April 2015 to 31 July 2015.

BALANCE SHEET
AS AT 31 JULY 2016

	31.07.16	31.01.16
	£'000	£'000
ASSETS		
Fixed assets		
Investments	11,447	10,130
Current assets		
Debtors	61	82
Cash and bank balances	727	338
Total assets	12,235	10,550
LIABILITIES		
Creditors		
Distribution payable	(153)	(176)
Other creditors	(818)	(22)
Total liabilities	(971)	(198)
Net assets attributable to shareholders	11,264	10,352

SPECTRUM INCOME FUND

Interim Financial Statements (unaudited) (continued)

NOTES TO THE INTERIM FINANCIAL STATEMENTS

AS AT 31 JULY 2016

1. ACCOUNTING POLICIES

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 January 2016 and are described in those annual financial statements.

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

GENERAL INFORMATION

STRUCTURE OF THE COMPANY

The Company is structured as an umbrella company, in that different sub-funds may be established from time to time by the ACD with the approval of the Financial Conduct Authority. On the introduction of any new sub-fund or class, a revised Prospectus will be prepared setting out the relevant details of each sub-fund or class.

The assets of each sub-fund will be treated as separate from those of every other sub-fund and will be invested in accordance with the investment objective and investment policy applicable to that sub-fund. The sub-funds which are currently available are:

Trojan Fund
Trojan Ethical Income Fund
Trojan Global Equity Fund
Trojan Income Fund
Crystal Fund
Spectrum Fund
Spectrum Income Fund

In the future there may be other sub-funds of the Company.

CLASSES OF SHARES

The Company can issue different classes of shares in respect of any sub-fund.

Holders of Income shares are entitled to be paid the income attributable to such shares, in respect of each annual or interim accounting period.

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

VALUATION POINT

The valuation point of the Trojan Fund, the Trojan Ethical Income Fund, the Trojan Global Equity Fund, the Trojan Income Fund, the Spectrum Fund and the Spectrum Income Fund is 12.00 noon London time on each business day. The valuation point of the Crystal Fund is 12.00 noon London time on each Thursday which is a business day and the last business day of each month. Valuations may be made at other times under the terms contained within the Prospectus.

BUYING AND SELLING SHARES

The ACD will accept orders to deal in the shares on normal business days between 8.30am and 5.30pm (London time) and transactions will be effected at prices determined by the following valuation. Instructions to buy or sell shares may be either in writing to: PO Box 389, Darlington DL1 9UF or by telephone on 0345 608 0950.

PRICES

The prices of Class 'O' shares in the Trojan Fund, Trojan Ethical Income Fund, Trojan Income Fund, Trojan Global Equity Fund, Spectrum Fund and Spectrum Income Fund are published in the *Financial Times*. The prices of shares in the Crystal Fund are not currently published in the *Financial Times*. The prices of all shares are available on the website: www.capitafinancial.com. Prices of all shares may also be obtained by calling 0345 608 0950 during the ACD's normal business hours.

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 ACD which is also the Head Office. Copies of these may be obtained upon application and, excepting the Instrument of Incorporation, can be found on the ACD's website, www.capitafinancial.co.uk, by following the link 'Fund Information'.

Shareholders who have any complaints about the operation of the Company should contact the ACD or the Depositary in the first instance. In the event that a shareholder finds the response unsatisfactory they may make their complaint direct to the Financial Ombudsman Service at South Quay Plaza, 183 Marsh Wall, London E14 9SR.

DATA PROTECTION ACT

Shareholders' names will be added to a mailing list which may be used by the ACD, its associates or third parties to inform investors of other products by sending details of such products. Shareholders who do not want to receive such details should write to the ACD requesting their removal from any such mailing list.

INFORMATION FOR SWISS QUALIFIED INVESTORS

The distribution of shares of the Fund in Switzerland made exclusively to, and directed at, qualified investors ('Qualified Investors') as defined in the Swiss Collective Investment Schemes Act of 23 June 2006, as amended, and its implementing ordinance. The Swiss representative for the Fund is Carnegie Fund Services S.A., 11, rue du Général-Dufour, 1204 Geneva. The Swiss paying agent for the Fund is Banque Cantonale de Genève, 17, quai de l'île, 1204 Geneva, Switzerland. Investors in Switzerland can obtain the documents of the Fund, such as the Prospectus, the Key Investor Information Documents (edition for Switzerland), the Instrument of Incorporation, the latest annual or semi-annual report, and further information free of charge from the Swiss representative. This document may only be issued, circulated or distributed in Switzerland to Qualified Investors. Recipients of the document in Switzerland should not pass it on to anyone other than a Qualified Investor. In respect of shares distributed in Switzerland the place of jurisdiction is at the registered office of the representative in Switzerland. Each time performance data is published, it should be noted that the past performance is no indication of current or future performance, and that it does not take account of the commissions and costs incurred on the issue and redemption of shares.

