

# Kleinwort Hambros Elite PCC Limited

Annual Report and Audited Financial Statements  
For the year ended 31 July 2023

Guernsey Registered Company Number: 42365



SOCIETE GENERALE GROUP

# Kleinwort Hambros Elite PCC Limited

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# Investor Information

## General information

Kleinwort Hambros Elite PCC Limited (“the Company”) was incorporated as a company with limited liability in Guernsey on 30 September 2004 and is authorised by the Guernsey Financial Services Commission (“GFSC”) as a Class B Scheme under The Protection of Investors (Bailiwick of Guernsey) Law, 2020. The Company is an open-ended investment Protected Cell Company governed by the provisions of The Companies (Guernsey) Law, 2020 (“The Law”). The assets of each cell are held in a segregated portfolio. Persons investing and dealing in a cell of the Company only have recourse to the assets attributable to that particular Cell. They have no recourse to the assets of any other Cell, except as provided under the Law against any non-cellular assets of the Company. Therefore under Guernsey Law the assets of any series cell are not exposed to the liabilities of other series within the umbrella structure.

## Principal activity and investment objective

The investment philosophy of the Company is to achieve long-term capital growth, income or total return (depending on the specific objectives of each Cell).

As at 31 July 2023, the Company had three Cells with three listed on The International Stock Exchange (‘TISE’).

The Company currently has three active Cells which include multiple share classes. Twenty classes within three of the Cells, are listed on TISE.

The functional and reporting currency of the Company and of each Cell is pounds sterling. The Investment Manager is SG Kleinwort Hambros Bank Limited.

## The Cells

### Kleinwort Hambros Elite Multi Asset Balanced Fund

This Fund was launched on 3 October 2005, the investment objective of the Cell is to achieve long term equity returns with a moderate level of risk through a well diversified portfolio across asset classes.

The Cell will seek to achieve its objective by investing directly in a range of equities, bonds, money market instruments, derivative instruments, forward transactions, collective investment schemes and other instruments as the Investment Manager may consider appropriate in achieving the overall objective of the Cell. The Cell may use derivatives for investment purposes as well as for efficient portfolio management.

### Kleinwort Hambros Elite Multi Asset Conservative Fund

This Fund was launched on 3 August 2005, the investment objective of the Cell was to achieve consistent returns with a low level of risk through a well diversified portfolio across asset classes. On 24 March 2022 all units were fully redeemed.

### Kleinwort Hambros Elite Multi Asset Growth Fund

This Fund was launched on 11 September 2007 the investment objective of the Cell is to outperform equity returns with equity-like risk through a well diversified portfolio across asset classes.

The Cell will seek to achieve its objective by investing directly in a range of equities, bonds, money market instruments, derivative instruments, forward transactions, collective investment schemes and other instruments as the Investment Manager may consider appropriate in achieving the overall objective of the Cell. The Cell may use derivatives for investment purposes as well as for efficient portfolio management.

### Kleinwort Hambros Elite International Equity Fund

This Fund was launched on 12 October 2012, the investment objective of the Cell is to maximise capital growth over medium to long term. The Cell will seek to achieve its objective through a diversified portfolio of predominantly international equity based securities.

The Investment Manager may also choose to hold collective investment schemes, cash, money market instruments and other instruments (such as, but not limited to, warrants, convertible preference shares and structured products) as the Investment Manager may consider appropriate in achieving the overall objective of the Cell. The Cell may use derivatives for investment purposes as well as for efficient portfolio management.

### Kleinwort Hambros Elite Trojan Fund

The securities were sold on 20 October 2022 and the shares were fully redeemed on 12 January 2023.

# Investor Information (continued)

## Cells and Class Names

### **Kleinwort Hambros Elite Multi Asset Balanced Fund:**

- A GBP Income Reporting Shares\*
- A GBP Reinvest Reporting Shares\*
- B GBP Income Reporting Shares\*
- C GBP Income Reporting Shares\*
- A USD Accumulating Non-reporting Shares\*
- A EUR Accumulating Reporting Shares\*
- B USD Accumulating Non-reporting Shares\*
- B EUR Accumulating Non-reporting Shares\*
- B GBP Accumulating Non-reporting Shares\*
- C GBP Accumulating Reporting Shares\*

### **Kleinwort Hambros Elite Multi Asset Growth Fund:**

- A GBP Income Reporting Shares\*
- A GBP Reinvest Reporting Shares\*
- B GBP Income Reporting Shares\*
- C GBP Income Reporting Shares\*
- B USD Accumulating Non-reporting Shares\*
- B EUR Accumulating Non-reporting Shares\*
- B GBP Accumulating Non-reporting Shares\*

### **Kleinwort Hambros Elite International Equity Fund**

- A GBP Income Reporting Shares\*
- A GBP Reinvest Reporting Shares\*
- B GBP Accumulating Non-reporting Shares\*

### **Kleinwort Hambros Elite Trojan Fund**

- Participating Shares\*\*

\*These share classes are listed on the TISE.

\*\*These share classes were fully redeemed during the year.



# Investor Information (continued)

## Directors

### **R Phillips (Chairman)**

Ground Floor  
Dorey Court  
Admiral Park  
St Peter Port  
Guernsey GY1 2HT

### **M Maubec**

Ground Floor  
Dorey Court  
Admiral Park  
St Peter Port  
Guernsey GY1 2HT

### **P Garrard**

Ground Floor  
Dorey Court  
Admiral Park  
St Peter Port  
Guernsey GY1 2HT

## Registered Office

Ground Floor  
Dorey Court  
Admiral Park  
St Peter Port  
Guernsey GY1 2HT

## Administrator, Company Secretary, Designated Manager, Registrar and Sponsor to the TISE Listing

JTC Fund Solutions (Guernsey) Limited  
Ground Floor  
Dorey Court  
Admiral Park  
St Peter Port  
Guernsey GY1 2HT

## Custodian

BNP Paribas S.A.- Guernsey Branch  
BNP Paribas House  
St Julian's Avenue  
St Peter Port  
Guernsey GY1 1WA

## Independent Auditor

Deloitte LLP  
Regency Court  
Glategny Esplanade  
St Peter Port  
Guernsey GY1 3HW

## Legal Advisers

Carey Olsen  
PO Box 98  
Carey House  
Les Banques  
St Peter Port  
Guernsey GY1 4BZ

## Investment Manager

SG Kleinwort Hambros Bank Limited  
8 St James Square  
London  
SW1Y 4JU

# Investment Manager's Report

## Kleinwort Hambros Elite Multi Asset Balanced Fund

The fund returned 1.2% over the 12-month period ending 31 July 2023. Over the same time period its benchmark, the Morningstar GBP Allocation 20-40% peer group, rose 0.3%.

The equity allocation was the major driver of the fund's performance, with the majority coming from the US and European exposure. Alternatives contributed a small positive return driven by the gold and commodities positions, partially offset by its real assets exposure and tail risk protection note. Fixed income was a significant detractor impacted by the sell-off in government bonds, and to a lesser extent its investment grade credit exposure.

During the twelve months we made several changes to the fund:

### 2022

In August we added a 1% allocation to the Moorea Real Assets fund, funded from cash. This was followed in September with a further increase of the position by 2%, funded from the sale of iShares Diversified Commodity Swap ETF which also resulted in an increase of 2% in the cash position.

In November we sold Loomis Sayles US Growth Equity Fund and replacing it with iShares S&P 500 Equal weight ETF. With gilt yields rising we reduced the duration of the government bond allocation in December.

### 2023

In February we increased the equity allocation to 50%, removing our underweight positioning. This was funded from cash adding to our existing European and US holdings. We also initiated a new holding of Fidelity Japan Value of 1%. Lastly we increased the Invesco Sterling Bond Fund by 2% again funded from cash.

To continue the development of the portfolios diversifiers we added a new holding of Moorea Defined Return, which invests in arrange of structure products, funded by reducing Lyxor Sandler US Equity Fund.

In May we increased the duration of the government bond allocation partially offsetting the reduction in December. We also reduced the gold exposure adding to our investment grade credit positioning, with this we reduced the Invesco Sterling Bond Fund and increased PIMCO Global Investment Grade Credit. Lastly we reduced our overweight emerging market exposure adding to the US allocation.

Finally in June we further increased the duration exposure in our government bond allocation and added to Moorea Defined Return, reducing Lyxor Epsilon and Lyxor Tiedemann to fund this.

## Macro Commentary

### 2022

The UK's transition to a more managerial Prime Minister in October restored calm. UK 10-year bond yields fell 40bps during October and closed the month at the same level they were before former Chancellor Kwasi Kwarteng's budget

statement. In contrast, US 10-year yields rose 40bps during the month and in Germany they were flat.

The UK's November Autumn Statement from Jeremy Hunt confirmed a shift in policy towards a more predictable and cautious approach compared to the previous Chancellor. It was notable that the Office of Budget Responsibilities' economic projections were much less cautious than anticipated. Whilst they predict a 1.5% real GDP contraction in 2023, a similarly sized rebound is expected in 2024.

December saw the Federal Reserve (Fed), the Bank of England (BoE) and the European Central Bank (ECB) all raised rates by 50 basis points during the month, the accompanying language and future policy implications were quite different.

In the US, there was a second consecutive month of inflation slowing quicker than anticipated, with the November Consumer Price Index (CPI) only rising 0.1% month-on-month, equating to a 7.1% annualised increase. Consequently, it was no surprise to see the Fed begin to lessen the pace of monetary tightening and imply a further slowing during 2023.

### 2023

In January, the Bank of Canada paused its monetary tightening cycle; having increased rates by 425 basis points in 10 months. Governor Jerome Powell highlighted there will be a lagged impact from rate increases already implemented, and as such, an extended period of flat rates or a plateau seems likely.

Investors focused on the dramatic COVID policy change in China. The prospect of stronger economic activity to come has seen some sharp rises in commodities, with copper up by more than 10% and iron ore by around 7%. The Chinese manufacturing PMI rose from 47.0 to 50.1 and the services equivalent increased from 41.6 to 54.4.

February continued to see tight labour markets, which may result in inflationary pressure in the services sectors being somewhat sticky. Most Western bond markets saw a material increase in yields across the curve, with the US 10-year bond rising almost 50bps to 3.95%, with markets reducing their expectation for interest rate cuts before the end of 2023 with only one rather than two reductions priced into forward expectations.

Forward-looking indicators, in particular, have improved significantly, with the European Composite PMI improving from 50.3 to 52.3 and the UK equivalent seeing a similar scale of improvement to 50.3 from 48.6. The UK services PMI increase to 53.3 was a particular standout, given this represents over 70% of the economy.

The collapse of Silicon Valley Bank (SVB) on 9 March dominated asset price moves during the month. Much has been written about the cause of the business model weaknesses in several US mid-sized banks and the degree to which weak regulation and oversight played their part.

# Investment Manager's Report (continued)

Governor Jay Powell had intended to tighten rates by 50bps. However, concerns that the banking sector woes could lead to a sharp fall in credit availability saw US 10 bond yields fall from above 4% to around 3.3% on the 24 March, closing the month at around 3.5%, reducing market expectations of further rate increases.

In April Markets continued to stabilise after the short-term disruption caused by the issues in the US banking industry in March. UK 10-year bond yields rose 25bps, back to the level they were prior to Silicon Valley Banks' (SVB) unravelling and across Continental Europe they increased by 10-15bps.

Chinese economic data has been strong as the economy re-opens. This has been more obvious in the consumer part of the economy, with the PMI Service Index at 57.8, a three year low, and retail sales rising 10.6% year-on-year. However, the recovery has been more subdued in the industrial complex with industrial production climbing only 3.9% year-on-year.

In May UK economic performance continued to defy the sceptics with both the Bank of England and the IMF upgrading their forecasts for growth in 2023 to 0.4%, up from a modest decline, previously driven by consumer spending, with the latest UK Services PMI reading at 55.1 reflecting this strength.

The US economy is hard to read accurately; whilst a number of surveys reflect a slowing of activity, the pace is quite inconsistent. Consumers continue to show a healthy degree of resilience. The Fed stated it will pause its cycle of monetary tightening to assess the impact of the previous rate rises.

In June UK inflation was 8.7%, 30bps higher than consensus expectations. Within this, core inflation was also higher than expected, with food price inflation being stickier than expected at c. 18.4%, resulting in rates rising by 0.5% to 5%. Markets are now predicting an interest rate peak of 6%.

In the US, despite Powell's hawkish comments, it still looks likely interest rates have peaked. There are mixed signals from the economy with employment data likely to weaken somewhat from here. It is worth pointing out that the US market has looked through this, whilst the UK market has not.

In July, the UK's June CPI inflation rate showed its first meaningful decline, coming in at 7.9% versus 8.7% in May and an expectation of around 8.2%. The impact of softer input and producer prices has begun to impact the annual number and food inflation was 140bps lower at 17.3%.

In the US, headline inflation has already fallen back to 3% as energy and food prices fade; whilst the core measure of CPI fell to 4.8%. Jerome Powell is trying to keep markets guessing as to whether the Fed has finished its phase of monetary tightening.

In Europe, whilst the European Central Bank has continued to tighten, inflationary pressures have also continued to track lower this month in several countries, whilst GDP growth has been negative both in Germany and Italy, with manufacturing still in decline.

## Outlook

The twelve months to the end of July 2023 were an exceedingly difficult investment landscape to navigate. Rates are nearing their peak as inflation starts to roll over; and a recession is looking unlikely later in the year. However, rates do not look to be falling until 2024, which will impact companies that have excessive leverage. We expect ongoing pain as the world unwinds its excess leverage built up over recent years; the era of cheap capital has ended.

Investors again have to factor in the cost of capital when making investment decisions. There will be turbulence such as the recent banking "wobble" and we emerge into the new investment landscape.

We have moved the portfolio to a neutral equity allocation and built plans to increase or decrease as the situation dictates. We remain vigilant and will act quickly when we have sufficient evidence to justify the action we are taking.

## Kleinwort Hambros Elite Multi Asset Growth Fund

The fund returned 3.5% over the 12-month period ending 31 July 2023. Over the same time period its benchmark, the Morningstar GBP Allocation 60-80% peer group, rose 1.5%.

The equity allocation was the major driver of the fund's performance, with the majority coming from the US and European exposure. Alternatives contributed a small positive return driven by the gold and commodities positions, partially offset by its real assets exposure and tail risk protection note. Fixed income was a significant detractor impacted by the sell-off in government bonds, and to a lesser extent its investment grade credit exposure.

During the twelve months we made several changes to the fund:

### 2022

In August we added a 1% allocation to the Moorea Real Assets fund, funded from cash. This was followed in September with a further increase in the position by 2%, funded from the sale of iShares Diversified Commodity Swap ETF which also resulted in an increase of 2% in the cash position.

In November we sold Loomis Sayles US Growth Equity Fund and replaced it with iShares S&P 500 Equal weight ETF. With gilt yields rising we reduced the duration of the government bond allocation in December.

### 2023

In February we increased the equity allocation to 75%, removing our underweight positioning. This was funded from cash adding to our existing European and US holdings. We also initiated a new holding of Fidelity Japan Value of 1%. Lastly we increased the Invesco Sterling Bond Fund by 2% again funded from cash.

To continue the development of the portfolio's diversifiers we added a new holding of Moorea Defined Return, which

# Investment Manager's Report (continued)

invests in a range of structure products, funded by reducing Lyxor Sandler US Equity Fund.

In May we increased the duration in the government bond allocation partially offsetting the reduction in December. We also reduced the gold exposure adding to our investment grade credit positioning, adding to Invesco Sterling Bond Fund. Lastly we reduced our overweight emerging market exposure adding to the US allocation.

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The UK's November Autumn Statement from Jeremy Hunt confirmed a shift in policy towards a more predictable and cautious approach compared to the previous Chancellor. It was notable that the Office of Budget Responsibilities' economic projections were much less cautious than anticipated. Whilst they predict a 1.5% real GDP contraction in 2023, a similarly sized rebound is expected in 2024.

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The US economy is hard to read accurately; whilst a number of surveys reflect a slowing of activity, the pace is quite inconsistent. Consumers continue to show a healthy degree of resilience. The Fed stated it will pause its cycle of monetary tightening to assess the impact of the previous rate rises.

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# Investment Manager's Report (continued)

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In July, the UK's June CPI inflation rate showed its first meaningful decline, coming in at 7.9% versus 8.7% in May and an expectation of around 8.2%. The impact of softer input and producer prices has begun to impact the annual number and food inflation was 140bps lower at 17.3%.

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In Europe, whilst the European Central Bank has continued to tighten, inflationary pressures have also continued to track lower this month in several countries, whilst GDP growth has been negative both in Germany and Italy, with manufacturing still in decline.

## Outlook

The twelve months to the end of July 2023 were an exceedingly difficult investment landscape to navigate. Rates are nearing their peak as inflation starts to roll over; and a recession is looking unlikely later in the year. However, rates do not look to be falling until 2024, which will impact companies that have excessive leverage. We expect ongoing pain as the world unwinds its excess leverage built up over recent years; the era of cheap capital has ended.

Investors again have to factor in the cost of capital when making investment decisions. There will be turbulence such as the recent banking "wobble" and we emerge into the new investment landscape.

We have moved the portfolio to a neutral equity allocation and built plans to increase or decrease as the situation dictates. We remain vigilant and will act quickly when we have sufficient evidence to justify the action we are taking.

## Kleinwort Hambros Elite International Equity Fund

In July 2023, the US GDP released suggested a technical recession based on the "two quarters of negative growth" definition, although it was not officially declared by the National Bureau of Economic Research. Federal Reserve Chair Jerome Powell contradicted this idea, citing the strength of the labour market. Despite initial caution, July's equity markets favoured Powell's stance.

However, August did not fare so well, with global equities experiencing 5.0% local-currency drop. This decline occurred despite positive news such as lower US inflation, better-than-expected US and UK retail sales, and stronger-than-feared UK GDP. Crude oil and US gasoline prices also fell

which helped ease inflation pressures. However, European indicators showed weakness, and there were concerns about winter energy costs in Europe due to issues with the Nord Stream pipeline. Plus, there was still Powell's intention to maintain US rate pressure until inflation decreased further contributed to market sentiment even despite the falling energy costs. With rate sentiment being what it was it hurt the likes of our holding in Taylor Wimpey which fell 14.1% in the month.

Indeed, analysing global sectors, technology, healthcare, and consumer discretionary underperformed – which includes for us Fujitsu & Global Payments - due to those growth concerns and the impact of the US Inflation Act on drug pricing. However, energy and utilities performed well, driven by strong profits, while staples followed closely due to defensive preferences.

September, known for disappointing investments, lived up to its reputation. Fears of inflation and the possibility of substantial UK tax cuts funded by borrowing caused global equities to tumble by 8.7% in local currency terms or 5.5% in sterling. Subsequent pressure, a scathing opinion from the head of the IMF and a new UK Chancellor prompted a robust rebound, but inflation's reversal was slower, and the Fed's rate-hiking stance fostered pessimism across sectors which was especially felt by our holdings in Disney, Taylor Wimpey again, and even the likes of Amazon which lost 6.6% and Alibaba lost 12.5%.

But there was improvement in October with a rally in American equities, with gains of 7.5% (4.2% in sterling terms), nearly reversing September's losses. European equities gained over 6.8% in euro-denominated terms, while London managed a 4.4% upswing. Overall, global equities posted a 4% gain in sterling terms, with value stocks outperforming growth. Amgen was stellar gaining 16.4% while Valero rallied 14.0% and Apple 7.7% (we could have done with more Apple). Amazon was dire dropping 12.0% (one of the reasons we didn't have full weights in the big seven companies which, as 2023 would show, hurt in the end). Alibaba though was not great as it dropped another 22.9% as the China post-Covid growth was faltering.

November arrived and still the positive trend continued (at a headline level if not at a stock level), with Wall Street, Europe, and Asian markets recording gains of 3% to 15%. London only managed 5.4% gain... only... despite a stronger pound. Global growth stocks closed the gap with value stocks after Jerome Powell hinted at a more benign path for US rate hikes, causing a rally in cyclical growth sectors. Even so, strong October names like Apple lost 6.9% and Amazon lost 9.1%

However, the Federal Reserve's hawkish stance led to a decline in mid-December, with US inflation slowing but rate-hiking intentions remaining and indeed escalating. Global equities slid by 5.6%, London lost 1.6% sterling capital returns but there were some highlights, like Hong Kong's 6.4% locally due to easing Covid restrictions.

# Investment Manager's Report (continued)

As the opening month of 2023 arrived the year started positively, with global investment-grade bonds, UK gilts, gold, and equities rallying. Strong capital returns were noted in Europe, Australia, Hong Kong, Shanghai, the UK, and the US, while optimistic hopes for the future meant global growth stocks outperformed value stocks. As January progressed, economic data improved, prompting the IMF to revise global economic estimates upward. Rate fears abated, and financial assets performed well. Taylor Wimpey was off to the races up 15.3%, Amazon up 19.8%, Apple 8.4%, Estee Lauder 9.0%. There were some big gains but Nvidia jumped 29.6%.

Alas, February brought higher-than-expected inflation, driven by rising food prices, and US gasoline price increases. Central banks' focus on inflation further impacted equities, causing losses. By March, the cash returns on money market funds were so high it prompted deposit outflows that affected several US regional banks and triggered the sudden and completely unexpected collapse of SVB Financial and resultant market downturn. The immediate response by Central Banks around the world stabilized the situation, but global banks remained deflated with the US regionals still languishing today. Yet, despite the banking sell-off and ensuing market downdraft, global equities still closed the quarter with a 5.1% sterling-denominated gain. There was an element of optical illusion to the gains however as much had to be laid at the foot of the seven biggest US companies as fully 60% of the total global rise in equities was down solely to Apple, Amazon, Microsoft, Alphabet, Tesla, Meta & Nvidia – which leapt another 19.1%. We held most of those names but not in full market weights and we didn't hold Tesla or Nvidia because their valuations were so high. That hurt. Oh, and so too did regional banks like PNC which lost 3.0% in February but a whopping 21.2% in March. At least the ever-volatile Alibaba gained 14.0% back.

As we moved into the second quarter, April started optimistically, with equities rallying over 1.5%. Different regions experienced slight deviations in returns. Investment categories, including growth, value, and income, showed minimal disparity in returns. Earnings and 2023 guidance influenced market performance, with the global banking sector gradually stabilizing. What did start to become apparent was a divergence between equal-weighted and market capitalisation-weighted indices with the equal-weighted falling behind. Implicit in that lag was the outperformance of larger capitalisation names unless you were Chinese – Alibaba fell 18.4%

That disparity became significant in May as the month brought widespread losses due to concerns over the US debt ceiling deadline despite the mixed economic indicators. Global equities experienced a decline of 1.25%, translating into a small gain of 0.25% in sterling terms. However, tech stocks outperformed value stocks and why? Because of the robust gains of companies such as Apple, Nvidia, Amazon & Tesla. Indeed, by month-end the year-to-date gain of US stocks – and indeed all global stocks – was entirely due to

the big seven names and surprisingly, the remaining horde of US stocks underperformed the gains seen in London on a currency adjusted basis. Nvidia alone leapt 41.0%.

June however saw some return to normal. The month began with a robust start but was characterized once again by interest rate concerns and, with a stronger pound, international returns did not translate very well. Moreover, AI-driven growth lost momentum, and there were worries about China. However, the month concluded on a positive note, buoyed by better-than-expected US personal consumption expenditure inflation figures and various regions experienced gains. Asia had a slight uptick, Europe moved 1% higher, and New York rallied 1.75%, doubling the final week's increase and boosting June's monthly US gain to 6.5%. That helped lift global equities overall to an impressive 3.6% June gain in sterling terms. At least our new holding in Stellantis was helping as it gained 13.4% but Boliden slipped 7.1%.

July proved to be another upbeat month as, global equities rallied over 2.6% in local currency, 2.1% in sterling, driven by hopes that the US rate hike cycle was nearing its end and robust corporate performance. Sure, concerns about rate hikes and economic growth persisted, influencing market fluctuations. Sure, sterling's strength dampened the returns somewhat, but a 2% rise is still great. Stellantis also popped in another 15.3% gain.

Despite the ups and downs of the last year, global equities managed to recover, delivering a 11.0% local currency gain. Sadly, the strength of sterling reduces that 5.9% and, of that, nearly half was due to those seven big companies and 1% was due to Nvidia & Tesla. Over the year value gained 1.3%, growth gained 9.7%. We were too value focussed to start the year and unfortunately some of the names we added to gain a growth exposure were hit by market turbulence when we did and we didn't have Tesla & Nvidia. Moreover, our exposure to US regional banks hurt. Consequently the portfolio was down 0.9% over the year.

# Directors' Report

The Directors of Kleinwort Hambros Elite PCC Limited (the "Company") are pleased to submit their annual report and the audited financial statements for the year ended 31 July 2023 with comparatives for the year ended 31 July 2022.

## Results and dividends

The results for the year are shown in the Statement of Total Return on pages 22 and 24.

The Directors are entitled, in their sole discretion, to declare and pay dividends.

In accordance with the Cell Particulars, dividends can be declared on 31 January, 30 April, 31 July and 31 October in each year in respect of Kleinwort Hambros Elite International Equity Fund.

Dividends can also be declared on 31 January and 31 July in each year in respect of Kleinwort Hambros Elite Multi Asset Conservative Fund and declared on 31 July each year in respect of Kleinwort Hambros Elite Multi Asset Balanced Fund and Kleinwort Hambros Elite Multi Asset Growth Fund.

Dividend income will be distributed within two months of the relevant date (the "Payment Date") to all shareholders registered on the register as of the date of declaration of the dividend.

No dividends are declared by the Kleinwort Hambros Elite Trojan Fund.

Under Guernsey law, companies can pay dividends in excess of accounting profit provided they satisfy the solvency test prescribed under the Law. The solvency test considers whether a company is able to pay its debts when they become due and whether the value of a company's assets are greater than its liabilities after any dividend is paid.

All expenses in respect of the Kleinwort Hambros Elite Multi Asset Conservative Fund have been charged to capital as prescribed by the Cell Particulars of each cell.

## Directors' Interests

The Directors have shares in the Company as follows:

Mr Phillips directly holds 9,229 and indirectly holds 98,090 shares in the Kleinwort Hambros Elite Multi Asset Balanced Fund.

Mr Garrard indirectly holds 216,110 shares in the Kleinwort Hambros Elite Multi Asset Growth Fund.

## Going concern

In the opinion of the Directors, there is a reasonable expectation that the Company has adequate resources to continue in operational existence at least 12 months from the date of signing of these financial statements. For this reason the financial statements have been prepared on the going concern basis.

The Directors have arrived at this opinion by considering, inter alia, the following factors:

- the Company has sufficient liquidity to meet all on-going expenses (net current asset position at 31 July 2023 of £1,335,955\* (2022: £5,139,747);
- in the event of significant cell share redemptions the Directors can suspend all dealings;
- the Company holds a large amount of investments which are able to be settled within three business days of the trade date and therefore will have sufficient resources to meet future redemption requests and other liquidity requirements;
- the Company deals on a weekly basis and has a settlement period of up to seven days following the relevant dealing day. On this basis, the Company is well placed to meet all future cash flows associated with redemption requests;
- the units of KH Elite Trojan Fund and the Conservative Fund have been fully redeemed. Therefore, they were not prepared on the going concern basis.

The war between Russia and Ukraine continues to evolve as military activity proceeds and additional sanctions are imposed. Additionally, ongoing economic challenges, including issues such as rising inflation and global supply-chain disruption continues to have an impact on the world economy. The Company does not have any material direct exposure to Russia or Ukraine as it does not have any operations, investments, finance or contractual arrangements in these countries.

\*The year end net current asset position is derived as follows:

Total assets	£106,814,470
Less total liabilities	(£380,512)
Less investment assets	(£105,098,003)
	<b>£1,335,955</b>

# Directors' Report (continued)

## Three year record net asset value per share

The net asset value per share for the years 2021 to 2023 is summarised in the table below.

	2023	2022	2021
<b>Multi Asset Balanced Fund</b>			
A GBP Income Reporting Shares	£1.90	£1.88	£1.99
A GBP Reinvest Reporting Shares	£1.90	£1.88	£1.99
B GBP Income Reporting Shares	£1.82	£1.80	£1.92
C GBP Income Reporting Shares	£0.96	£0.95	£1.00
A USD Accumulating Non-reporting Shares	\$1.56	\$1.52	\$1.61
A EUR Accumulating Reporting Shares	€1.23	€1.24	€1.34
B USD Accumulating Non-reporting Shares	\$1.50	\$1.47	\$1.56
B EUR Accumulating Non-reporting Shares	€1.25	€1.26	€1.36
B GBP Accumulating Non-reporting Shares	£1.48	£1.46	£1.56
C GBP Accumulating Reporting Shares	£1.01	£0.99	-
<b>Multi Asset Growth Fund</b>			
A GBP Income Reporting Shares	£1.97	£1.91	£1.99
A GBP Reinvest Reporting Shares	£1.97	£1.91	£1.99
B GBP Income Reporting Shares	£1.81	£1.75	£1.83
C GBP Income Reporting Shares	£0.97	£0.93	-
B USD Accumulating Non-reporting Shares	\$1.83	\$1.76	\$1.84
B EUR Accumulating Non-reporting Shares	€1.54	€1.51	€1.61
B GBP Accumulating Non-reporting Shares	£1.80	£1.75	£1.83
<b>International Equity Fund</b>			
A GBP Income Reporting Shares	£2.03	£2.06	£2.08
A GBP Reinvest Reporting Shares	£2.05	£2.08	£2.10
B GBP Accumulating Non-reporting Shares	£2.58	£2.61	£2.61

The above table does not include those share classes which are not active or have been fully redeemed.

## Directors

The Directors are noted on page 5. None of the Directors has a service contract with the Company and no such contract is proposed. Mr Garrard has waived his entitlement to Directors' fees, Mr Phillips is entitled to a fee of £27,500 per annum and Mr Maubec is entitled to a fee of £20,000 per annum.

## Related parties

Details of the related parties are disclosed in note 11 to the financial statements.

## Taxation

States of Guernsey Income Tax has granted the Company exemption from Guernsey income tax under the Income Tax (Exempt Bodies) (Guernsey) Ordinance, 1989 and the income of the Company may be distributed or accumulated without deduction of Guernsey income tax. Exemption under the above mentioned Ordinance entails payment of an annual fee of £1,200.

## Auditor

Deloitte LLP has expressed its willingness to continue in office as auditor and a resolution to re-appoint it is proposed for consideration at the next Annual General Meeting of the Company.

## UK Offshore Fund Rules and Reporting Fund Regime

The Company complies with the provisions of the UK Offshore Fund Rules to enable UK investors to benefit from capital (as opposed to income) tax on gains made on the disposal of shares. The Company is comprised of a number of Cells and share classes that are each treated as separate funds for the purpose of these rules.

The Reporting Fund regime requires funds entered into the regime to disclose certain information to UK investors for each reporting period.

The following Funds have been accepted into the Reporting Fund regime:

- Kleinwort Hambros Elite Multi Asset Balanced Fund – A GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – A GBP Reinvest Reporting Shares



## Directors' Report (continued)

- Kleinwort Hambros Elite Multi Asset Balanced Fund – B GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – C GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – A EUR Accumulating Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – C GBP Accumulating Reporting Shares
- Kleinwort Hambros Elite Multi Asset Growth Fund – A GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Growth Fund – A GBP Reinvest Reporting Shares
- Kleinwort Hambros Elite Multi Asset Growth Fund – B GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Growth Fund – C GBP Income Reporting Shares
- Kleinwort Hambros Elite International Equity Fund – A GBP Income Reporting Shares
- Kleinwort Hambros Elite International Equity Fund – A GBP Reinvest Reporting Shares

### The Alternative Investment Fund Managers Directive

The Directive, which was implemented by EU Member States in 2013, covers the management, administration and marketing of Alternative Investment Funds (“AIFs”). Its focus is on regulating Alternative Investment Fund Managers (“AIFMs”) established in the EU and prohibits such managers from managing any AIFs or marketing shares in such funds to investors in the EU unless an Alternative Investment Fund Managers Directive 2011/61/EU (“AIFMD”) authorisation is granted to the AIFM. The Fund is a non-EU AIF and self-managed.

### Directors' responsibilities

The Law in Guernsey requires the Directors to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the Company as at the end of the financial year and of profit and loss of the Company for that period. Under the Law, the Directors have elected to prepare the financial statements in accordance with FRS 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland. In preparing these financial statements, the Directors are required to:

- select suitable accounting policies and apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable UK Accounting Standards have been followed subject to any material departures disclosed and explained in the financial statements; and

- prepare the financial statements on the going concern basis, unless it is inappropriate to presume that the Company will continue in business.

The Directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Law, The Protection of Investors (Bailiwick of Guernsey) Law, 2020 (as amended), The Authorised Collective Investment Schemes (Class B) Rules, 2021, and the principal documents. They are also responsible for the system of internal control, for safeguarding the assets of the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

At the date of approval of the financial statements each of the persons who are a Director confirms that:

- so far as the Director is aware, there is no relevant audit information of which the Company's auditor is unaware; and
- the Director has taken all steps they ought to have taken as a Director to make themselves aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

This confirmation is given and should be interpreted in accordance with the provisions of Section 249 of the Law.

Roger Phillips

5 December 2023

# Custodian Report to the Shareholders of Kleinwort Hambros Elite PCC Limited for the Year Ended 31 July 2023

In respect of the year ended 31 July 2023, we state that in our opinion, JTC Fund Solutions (Guernsey) Limited (the “Designated Manager”), has managed Kleinwort Hambros Elite PCC Limited (the “Company”):

- a) in accordance with the limitations imposed on the investment and borrowing powers of the Company by the principal documents, by the scheme particulars and by the Protection of Investors (Bailiwick of Guernsey) Law, 2020; and
- b) in accordance with the provisions of the principal documents and the Authorised Collective Investment Schemes (Class B) Rules 2021.

**BNP Paribas S.A., Guernsey Branch  
as Custodian of Kleinwort Hambros  
Elite PCC Limited**

5 December 2023

# Independent Auditor's Report to the Members of Kleinwort Hambros Elite PCC Limited

## Report on the audit of the financial statements

### 1. Opinion

In our opinion the financial statements of Kleinwort Hambros Elite PCC Limited (the 'Company'):

- give a true and fair view of the state of the Company's affairs as at 31 July 2023 and of its total return for the year then ended;
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice, including Financial Reporting Standard 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland"; and
- have been prepared in accordance with the requirements of the Companies (Guernsey) Law, 2008.

We have audited the financial statements which comprise:

- the statement of total return;
- the statement of changes in net assets attributable to shareholders;
- the balance sheet; and
- the related notes 1 to 20

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

### 2. Basis for opinion





We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the auditor's responsibilities for the audit of the financial statements section of our report.

We are independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the Financial Reporting Council's (the 'FRC's') Ethical Standard as applied to listed entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

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

# Independent Auditor's Report to the Members of Kleinwort Hambros Elite PCC Limited (continued)

## 3. Summary of our audit approach

<b>Key audit matters</b>	<p>The key audit matter that we identified in the current year was:</p> <ul style="list-style-type: none"> <li>Valuation of investments</li> </ul> <p>Within this report, key audit matters are identified as follows:</p> <ul style="list-style-type: none"> <li> Newly identified</li> <li> Increased level of risk</li> <li> Similar level of risk</li> <li> Decreased level of risk</li> </ul>
<b>Materiality</b>	The materiality that we used in the current year was £2.13m which was determined on the basis of 2% of net assets attributable to shareholders as at 31 July 2023.
<b>Scoping</b>	Audit work to respond to the risks of material misstatement was performed directly by the audit engagement team.
<b>Significant changes in our approach</b>	There have been no significant changes in our approach in the current year.

## 4. Conclusions relating to going concern

In auditing the financial statements, we have concluded that the directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

Our evaluation of the directors' assessment of the Company's ability to continue to adopt the going concern basis of accounting included:

- Evaluating management's going concern assessment and reasonableness of their assumptions, including performing sensitivities on working capital scenarios for each cell;
- Assessing the financing facilities available to the Company including the nature of the facilities, repayment terms and covenants;
- Evaluating the relevance and reliability of the underlying data used by management to make the assessment; and
- Assessing the appropriateness of the associated disclosures in the financial statements.

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

Our responsibilities and the responsibilities of the directors with respect to going concern are described in the relevant sections of this report.

## 5. Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the financial statements of the current period and include the most significant assessed risks of material misstatement (whether or not due to fraud) that we identified. These matters included those which had the greatest effect on: the overall audit strategy, the allocation of resources in the audit; and directing the efforts of the engagement team.

These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

# Independent Auditor's Report to the Members of Kleinwort Hambros Elite PCC Limited (continued)

## 5.1 Valuation of investments



<p><b>Key audit matter description</b></p>	<p>The Company's investments (see note 16 and the individual Cell Portfolio Statements) included at fair value of £105,098,003 (2022: £112,586,305) comprise 99% (2022: 93.14%) of its Net Asset Value (NAV). The investments include listed securities, corporate and government bonds. All investments are held at fair value through profit or loss which is determined based on market prices in accordance with the requirement of IFRS 13 and accounting policies as set out in Note 2.</p> <p>Whilst valuation processes for these investments are not considered to be complex, nor do they involve significant judgements and estimates to be made, the investments are the most quantitatively significant balance and are an area of focus because they are the main driver of the Company's performance and NAV. Valuation of investments has been identified as a fraud risk.</p> <p>Although substantially all of the investments are listed and/or have quoted market pricing data available which is used to value the securities for the valuations, there is a risk that the investments are incorrectly valued due to factors including stale prices, low volume traded securities and errors in third party prices. Where investments are not regularly traded there is a greater risk that the quoted price is not reflective of fair value, and this should be taken into consideration in management's assessment.</p> <p>Additionally, some investments are denominated in foreign currencies that are translated to the reporting currency for reporting purposes. Investment valuations are produced by the investment manager and are then processed by the administrator and agreed to records held by the custodian.</p>
<p><b>How the scope of our audit responded to the key audit matter</b></p>	<p>In order to test valuations as at 31 July 2023, we performed the following procedures:</p> <ul style="list-style-type: none"> <li>• Obtained an understanding of the relevant controls over the valuation of investments, including relevant controls adopted by the Company's administrator, custodian and investment manager;</li> <li>• Assessed management's valuation policy and methodology adopted and compared this to the requirements of IFRS 13 and industry practice;</li> <li>• Verified initial cost and cut-off of investments transactions by agreeing the purchase and sale of a sample of investments transactions to independent supporting documents;</li> <li>• Assessed the reasonableness of exchange rates used in converting investments denominated in currencies other than the Pounds sterling, by comparing rates used to independent sources;</li> <li>• Tested 100% of the valuations of investments by agreeing the prices directly to independent third-party sources and obtained confirmations from the custodian for investment holdings;</li> <li>• Performed inquiries with the investment manager to understand the impact of current market developments on the investment portfolio and steps taken to address this up to and post Company's year-end;</li> <li>• Analysed the trading history of investments to establish whether they have been traded on a frequent basis and values at which they have been traded, to assess whether there are unusual price movements indicating the year prices are stale; and</li> <li>• Evaluated the financial statements for appropriate disclosures of investments.</li> </ul>
<p><b>Key observations</b></p>	<p>Based on the work performed, we concluded that the valuation of investments and related disclosures are appropriate.</p>

# Independent Auditor’s Report to the Members of Kleinwort Hambros Elite PCC Limited (continued)

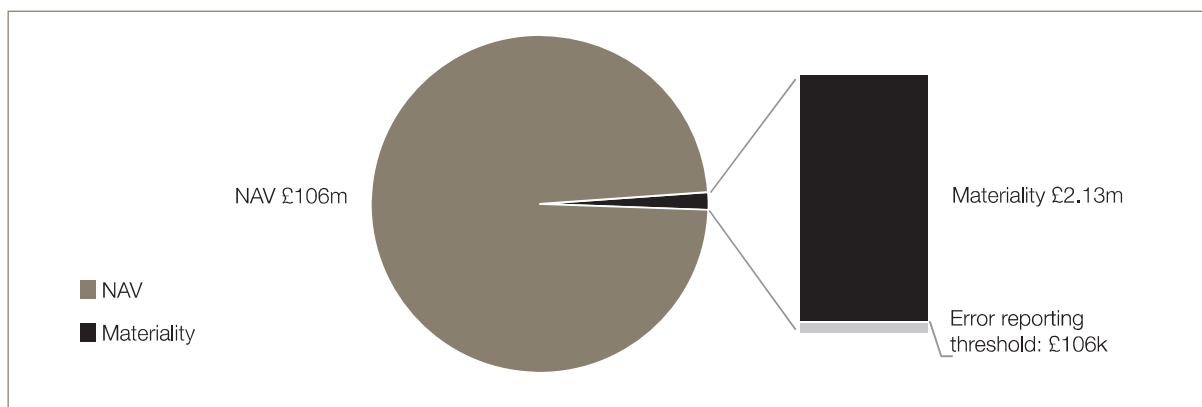
## 6. Our application of materiality

### 6.1. Materiality

We define materiality as the magnitude of misstatement in the financial statements that makes it probable that the economic decisions of a reasonably knowledgeable person would be changed or influenced. We use materiality both in planning the scope of our audit work and in evaluating the results of our work.

Based on our professional judgement, we determined materiality for the financial statements as a whole as follows:

<b>Materiality</b>	£2,128,000 (2022: £2,417,000)
<b>Basis for determining materiality</b>	2% of (2022: 2%) of net assets attributable to shareholders as at 31 July 2023.
<b>Rationale for the benchmark applied</b>	Net asset value is the key performance indicator of the Company. The holders of equity are interested in capital appreciation of their investment; thus NAV is considered to be an appropriate basis to set materiality.



### 6.2. Performance Materiality

We set performance materiality at a level lower than materiality to reduce the probability that, in aggregate, uncorrected and undetected misstatements exceed the materiality for the financial statements as a whole. Performance materiality was set at 70% of Company’s materiality for the 2023 audit (2022: 70%). In determining performance materiality, we considered the following factors:

- a. Our risk assessment, including our assessment of the Company’s overall control environment; and
- b. Our past experience of the audit, which has indicated a low number of corrected and uncorrected misstatements identified in prior periods.

### 6.3. Error Reporting Threshold

We agreed with the Board of Directors that we would report to the Board all audit differences in excess of £106,000 (2022: £120,000), as well as differences below that threshold that, in our view, warranted reporting on qualitative grounds. We also report to the Board on disclosure matters that we identified when assessing the overall presentation of the financial statements.

# Independent Auditor's Report to the Members of Kleinwort Hambros Elite PCC Limited (continued)

## 7. An overview of the scope of our audit

### 7.1. Scoping

Our audit was scoped by obtaining an understanding of the Company and its environment, including internal control and assessing the risks of material misstatement. Our audit scope included obtaining an understanding of accounting processes and controls in place at the third-party accounting service provider. Audit work to respond to the risks of material misstatement was performed directly by the audit engagement team.

### 7.2. Our consideration of the control environment

The Company is administered by a Guernsey regulated service organisation and as part of our audit procedures we obtained an understanding of the relevant controls in operation at the service organisation, including a report on the service organisation's controls. Based on our understanding and consideration of the controls that we considered relevant for that audit, we took an audit approach that relied on controls in our revenue and investments testing.

## 8. Other information

The other information comprises the information included in the annual report, other than the financial statements and our auditor's report thereon. The directors are responsible for the other information contained within the annual report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit, or otherwise appears to be materially misstated.

If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

## 9. Responsibilities of directors

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

In preparing the financial statements, the directors are responsible for assessing the Company's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so.



# Independent Auditor's Report to the Members of Kleinwort Hambros Elite PCC Limited (continued)

## 10. Auditor's responsibilities for the audit of the financial statements

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

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

## 11. Extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud is detailed below.

### 11.1. Identifying and assessing potential risks related to irregularities

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud and non-compliance with laws and regulations, we considered the following:

- the nature of the industry and sector, control environment and business performance including the design of the Company's remuneration policies, key drivers for directors' remuneration, bonus levels and performance targets;
- results of our enquiries of management and the Board about their own identification and assessment of the risks of irregularities, including those that are specific to the Company's sector;
- any matters we identified having obtained and reviewed the Company's documentation of their policies and procedures relating to:
  - o identifying, evaluating and complying with laws and regulations and whether they were aware of any instances of non-compliance;
  - o detecting and responding to the risks of fraud and whether they have knowledge of any actual, suspected or alleged fraud;
  - o the internal controls established to mitigate risks of fraud or non-compliance with laws and regulations;
- the matters discussed among the audit engagement team and relevant internal specialists regarding how and where fraud might occur in the financial statements and any potential indicators of fraud.

As a result of these procedures, we considered the opportunities and incentives that may exist within the organisation for fraud and identified the greatest potential for fraud in the following area: valuation of investments. In common with all audits under ISAs (UK), we are also required to perform specific procedures to respond to the risk of management override.

We also obtained an understanding of the legal and regulatory framework that the Company operates in, focusing on provisions of those laws and regulations that had a direct effect on the determination of material amounts and disclosures in the financial statements. The key laws and regulations we considered in this context included the Companies (Guernsey) Law, 2008, The International Stock Exchange Listing Rules and relevant tax legislation.

In addition, we considered provisions of other laws and regulations that do not have a direct effect on the financial statements but compliance with which may be fundamental to the Company's ability to operate or to avoid a material penalty. These included the Protection of Investors (Bailiwick of Guernsey) Law, 2020.



# Independent Auditor's Report to the Members of Kleinwort Hambros Elite PCC Limited (continued)

## 11.2. Audit response to risks identified

As a result of performing the above, we identified valuation of investments as a key audit matter related to the potential risk of fraud. The key audit matters section of our report explains the matter in more detail and also describes the specific procedures we performed in response to that key audit matter.

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

- reviewing the financial statement disclosures and testing to supporting documentation to assess compliance with provisions of relevant laws and regulations described as having a direct effect on the financial statements;
- enquiring of management concerning actual and potential litigation and claims;
- performing analytical procedures to identify any unusual or unexpected relationships that may indicate risks of material misstatement due to fraud;
- reading minutes of meetings of those charged with governance; and
- in addressing the risk of fraud through management override of controls, testing the appropriateness of journal entries and other adjustments; assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

We also communicated relevant identified laws and regulations and potential fraud risks to all engagement team members including internal specialists, and remained alert to any indications of fraud or non-compliance with laws and regulations throughout the audit.

## Report on other legal and regulatory requirements

### 12. Matters on which we are required to report by exception

#### 12.1. Adequacy of explanations received and accounting records

Under the Companies (Guernsey) Law, 2008 we are required to report to you if, in our opinion:

- we have not received all the information and explanations we require for our audit; or
- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have nothing to report in respect of these matters.

### 13. Use of our report

This report is made solely to the Company's members, as a body, in accordance with Section 262 of the Companies (Guernsey) Law, 2008. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

Stuart Crowley, FCA  
For and on behalf of Deloitte LLP  
Recognised Auditor  
St Peter Port, Guernsey  
5 December 2023

# Statement of Total Return

For the year ended 31 July 2023

		Total	Non-Cellular	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2023	2023	2023	2023	2023
	Notes	£	£	£	£	£
Net capital gains/(losses)	3	1,686,075	-	669,717	-	1,304,664
Capital expenditure	4	470	-	-	470	-
Revenue	5	1,564,165	-	819,659	3	369,704
Expenses	6	(1,999,559)	-	(1,004,477)	-	(688,180)
Interest payable and similar charges		(1,716)	-	(479)	-	(631)
Net (expense)/revenue before taxation		(437,110)	-	(185,297)	3	(319,107)
Taxation	7	(76,180)	-	-	-	-
Net (expense)/revenue for the financial period		(513,290)	-	(185,297)	3	(319,107)
<b>Total (loss)/return before distribution</b>		<b>1,173,255</b>	<b>-</b>	<b>484,420</b>	<b>473</b>	<b>985,557</b>
Distributions	8	(47,716)	-	(37,519)	-	-
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>1,125,539</b>	<b>-</b>	<b>446,901</b>	<b>473</b>	<b>985,557</b>
Earnings per share	14		-	0.01	-	0.04

# Statement of Change in Net Assets Attributable to Shareholders

For the year ended 31 July 2023

		Total	Non-Cellular	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2023	2023	2023	2023	2023
	Notes	£	£	£	£	£
Opening net assets attributable to shareholders		117,726,052	100	64,571,659	(473)	37,222,625
Effect of foreign exchange rate changes		-	-	-	-	-
Amounts receivable on issues	13	7,768,726	-	6,783,822	-	950,502
Amounts payable on redemptions	13	(20,195,636)	-	(14,518,726)	-	(3,976,879)
Net (redemptions)/issues		(12,426,910)	-	(7,734,904)	-	(3,026,377)
Retained distribution on accumulation shares		9,277	-	2,378	-	-
Change in net assets attributable to shareholders from investment activities		1,125,539	-	446,901	473	985,557
<b>Closing net assets attributable to shareholders</b>		<b>106,433,958</b>	<b>100</b>	<b>57,286,034</b>	<b>-</b>	<b>35,181,805</b>

The results above derive from continuing operations, except for the Trojan Fund and the Conservative Fund that is wound up. The Company has no recognised gains or losses other than those reflected in the Statement of Total Return above; therefore a Statement of Total Recognised Gains and Losses has not been prepared.

The notes on pages 30 to 54 form an integral part of these financial statements.

International Equity Fund	Trojan Fund
2023 £	2023 £
(206,066)	(82,240)
-	-
374,052	747
(298,178)	(8,724)
(606)	-
75,268	(7,977)
(76,180)	-
(912)	(7,977)
<b>(206,978)</b>	<b>(90,217)</b>
(10,197)	-
<b>(217,175)</b>	<b>(90,217)</b>
(0.04)	-

International Equity Fund	Trojan Fund
2023 £	2023 £
15,743,243	188,898
-	-
34,402	-
(1,601,350)	(98,681)
(1,566,948)	(98,681)
6,899	-
(217,175)	(90,217)
<b>13,966,019</b>	<b>-</b>

# Statement of Total Return

For the year ended 31 July 2022

		Total	Non-Cellular	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2022	2022	2022	2022	2022
	Notes	£	£	£	£	£
Net capital losses	3	(5,157,132)	-	(3,450,112)	(402,012)	(1,237,035)
Capital expenditure	4	(107,582)	-	-	(107,582)	-
Revenue	5	1,460,929	-	693,853	58,022	287,755
Expenses	6	(2,143,896)	-	(1,086,800)	-	(735,180)
Interest payable and similar charges		(6,601)	-	(2,251)	(1,026)	(1,522)
Net (expense)/revenue before taxation		(689,568)	-	(395,198)	57,996	(448,947)
Taxation	7	(73,148)	-	-	-	-
Net (expense)/revenue for the financial period		(762,716)	-	(395,198)	57,996	(448,947)
<b>Total loss before distribution</b>		<b>(6,027,430)</b>	<b>-</b>	<b>(3,845,310)</b>	<b>(451,598)</b>	<b>(1,685,982)</b>
Distributions	8	(88,771)	-	(23,492)	(55,136)	-
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(6,116,201)</b>	<b>-</b>	<b>(3,868,802)</b>	<b>(506,734)</b>	<b>(1,685,982)</b>
Earnings per share	14		-	(0.09)	(0.08)	(0.07)

# Statement of Change in Net Assets Attributable to Shareholders

For the year ended 31 July 2022

		Total	Non-Cellular	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2022	2022	2022	2022	2022
	Notes	£	£	£	£	£
Opening net assets attributable to shareholders		128,103,895	100	61,552,774	6,884,839	42,176,515
Effect of foreign exchange rate changes		-	-	-	-	-
Amounts receivable on issues	13	26,939,577	-	22,219,205	770,489	3,696,932
Amounts payable on redemptions	13	(31,250,192)	-	(15,336,664)	(7,187,444)	(6,964,840)
Net (redemptions)/issues		(4,310,615)	-	6,882,541	(6,416,955)	(3,267,908)
Retained distribution on accumulation shares		48,974	-	5,146	38,377	-
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>(6,116,201)</b>	<b>-</b>	<b>(3,868,802)</b>	<b>(506,734)</b>	<b>(1,685,982)</b>
<b>Closing net assets attributable to shareholders</b>		<b>117,726,053</b>	<b>100</b>	<b>64,571,659</b>	<b>(473)</b>	<b>37,222,625</b>

The results above derive from continuing operations, except for the Trojan Fund and the Conservative Fund that is wound up. The Company has no recognised gains or losses other than those reflected in the Statement of Total Return above; therefore a Statement of Total Recognised Gains and Losses has not been prepared.

The notes on pages 30 to 54 form an integral part of these financial statements.

International Equity Fund	Trojan Fund
2022 £	2022 £
(76,208)	8,235
-	-
420,102	197
(317,319)	(4,598)
(1,802)	-
100,981	(4,401)
(73,148)	-
27,833	(4,401)
<b>(48,375)</b>	<b>3,834</b>
(10,143)	-
<b>(58,518)</b>	<b>3,834</b>
(0.01)	0.01

International Equity Fund	Trojan Fund
2022 £	2022 £
17,304,603	185,064
-	-
252,951	-
(1,761,244)	-
(1,508,293)	-
5,451	-
(58,518)	3,834
<b>15,743,243</b>	<b>188,898</b>

# Balance Sheet

As at 31 July 2023

		Total	Non-Cellular	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2023	2023	2023	2023	2023
	Notes	£	£	£	£	£
<b>Assets</b>						
<b>Fixed assets</b>						
Investments	16	105,098,003	-	56,367,642	-	34,752,806
<b>Current assets</b>						
Debtors	9	533,164	-	88,470	-	413,070
Cash and bank balances	2	1,183,303	100	1,016,267	-	165,290
<b>Total Assets</b>		<b>106,814,470</b>	<b>100</b>	<b>57,472,379</b>	<b>-</b>	<b>35,331,166</b>
<b>Creditors</b>						
Bank overdrafts	18	(35,884)	-	(3,036)	-	(15,358)
Distributions payable	8	-	-	-	-	-
Other creditors	10	(344,628)	-	(183,309)	-	(134,003)
Other creditors and accruals		(344,628)	-	(183,309)	-	(134,003)
<b>Total Liabilities</b>		<b>(380,512)</b>	<b>-</b>	<b>(186,345)</b>	<b>-</b>	<b>(149,361)</b>
Net assets attributable to holders of Management shares		100	100	-	-	-
<b>Net assets attributable to holders of Redeemable Participating and Management Shares</b>	13	<b>106,433,858</b>	<b>-</b>	<b>57,286,034</b>	<b>-</b>	<b>35,181,805</b>
Net asset value per Participating Share				1.34	-	1.52
A GBP/EUR Income Reporting Shares				1.90	-	1.97
A GBP Reinvest Reporting Shares				1.90	-	1.97
B GBP/EUR Income Reporting Shares				1.82	-	1.81
C GBP Income Reporting Shares				0.96	-	0.97
A USD Accumulating Non-reporting Shares				1.56	-	-
A EUR Accumulating Reporting Shares				1.23	-	-
C GBP Accumulating Reporting Shares				1.01	-	-
B USD Accumulating Non-reporting Shares				1.50	-	1.83
B EUR Accumulating Non-reporting Shares				1.25	-	1.54
B GBP Accumulating Non-reporting Shares				1.48	-	1.80
C USD Accumulating Non-reporting Shares				1.01	-	-

The financial statements on pages 22 to 54 were approved by the Board of Directors on 5 December 2023 and are signed on its behalf by:

Roger Phillips

Date: 5 December 2023

The notes on pages 30 to 54 form an integral part of these financial statements.

International Equity Fund	Trojan Fund
2023	2023
£	£
13,977,555	-
31,624	-
1,646	-
<b>14,010,825</b>	<b>-</b>
(17,490)	-
-	-
(27,316)	-
(27,316)	-
<b>(44,806)</b>	<b>-</b>
-	-
<b>13,966,019</b>	<b>-</b>
2.55	-
2.03	-
2.05	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
-	-
2.58	-
-	-

# Balance Sheet

As at 31 July 2022

		Total	Non-Cellular	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2022	2022	2022	2022	2022
	Notes	£	£	£	£	£
<b>Assets</b>						
<b>Fixed assets</b>						
Investments	16	112,586,305	-	61,170,420	-	35,671,325
<b>Current assets</b>						
Debtors	9	585,208	-	64,979	-	38,300
Cash and bank balances	2	6,438,263	100	3,822,556	10,006	2,503,376
<b>Total Assets</b>		<b>119,609,776</b>	<b>100</b>	<b>65,057,955</b>	<b>10,006</b>	<b>38,213,001</b>
<b>Creditors</b>						
Bank overdrafts	18	(1,064,525)	-	(250,211)	-	(757,858)
Distributions payable	8	(4,548)	-	-	-	-
Other creditors	10	(814,651)	-	(236,085)	(10,479)	(232,518)
Other creditors and accruals		(819,199)	-	(236,085)	(10,479)	(232,518)
<b>Total Liabilities</b>		<b>(1,883,724)</b>	<b>-</b>	<b>(486,296)</b>	<b>(10,479)</b>	<b>(990,376)</b>
Net assets attributable to holders of Management shares		100	100	-	-	-
<b>Net assets attributable to holders of Redeemable Participating and Management Shares</b>	13	<b>117,725,952</b>	<b>-</b>	<b>64,571,659</b>	<b>(473)</b>	<b>37,222,625</b>
Net asset value per Participating Share				1.38	-	1.49
A GBP/EUR Income Reporting Shares				1.88	-	1.91
A GBP Reinvest Reporting Shares				1.88	-	1.91
B GBP/EUR Income Reporting Shares				1.80	-	1.75
C GBP Income Reporting Shares				0.95	-	0.93
A USD Accumulating Non-reporting Shares				1.52	-	-
A EUR Accumulating Reporting Shares				1.24	-	-
C GBP Accumulating Reporting Shares				0.99	-	-
B USD Accumulating Non-reporting Shares				1.47	-	1.76
B EUR Accumulating Non-reporting Shares				1.26	-	1.51
B GBP Accumulating Non-reporting Shares				1.46	-	1.75
C USD Accumulating Non-reporting Shares				0.99	-	-

The notes on pages 30 to 54 form an integral part of these financial statements.



International Equity Fund	Trojan Fund
2022	2022
£	£
15,628,818	115,742
481,758	171
28,871	73,354
<b>16,139,447</b>	<b>189,267</b>
(56,456)	-
(4,548)	-
(335,200)	(369)
(339,748)	(369)
<b>(396,204)</b>	<b>(369)</b>
<b>15,743,243</b>	<b>188,898</b>
2.58	0.53
2.06	-
2.08	-
-	-
-	-
-	-
-	-
-	-
-	-
2.61	-
-	-

# Notes to the Financial Statements

For the year ended 31 July 2023

## 1. Principal activity

The Company was registered as a company with limited liability in Guernsey on 30 September 2004 and is authorised by the GFSC as a Class B Scheme under The Protection of Investors (Bailiwick of Guernsey) Law, 2020, (as amended).

The Company is an open-ended investment Protected Cell Company governed by the provisions of the Law and has elected to be treated as an authorised investment scheme under the Authorised Collective Investment Schemes (Class B) Rules, 2021. The Company retains the option to create new Cells with different investment objectives and terms in the future. The active Cells in issue as at 31 July 2023 are as follows:

- Kleinwort Hambros Elite Multi Asset Balanced Fund
- Kleinwort Hambros Elite Multi Asset Growth Fund
- Kleinwort Hambros Elite International Equity Fund

The address of the registered office is disclosed in the Investor Information section of the annual financial statements.

## 2. Accounting policies

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the Company's financial statements:

### Basis of preparation

These financial statements have been prepared in accordance with FRS 102, the Financial Reporting Standard applicable in the United Kingdom and the Republic of Ireland, and in accordance with the Statement of Recommended Practice "Financial Statements of UK Authorised Funds", issued by the Investment Association (the "IA SORP") in May, 2014 (as amended), as applicable for a Guernsey incorporated company.

These financial statements have been prepared under the historical cost convention, as modified for the revaluation of investments and derivatives.

Any departure from the IA SORP is detailed in the notes below.

### Departure from IA SORP

As far as possible these accounts have been prepared in accordance with IA SORP except for the below:

- All expenses in respect of the Multi Asset Conservative Fund has been charged to capital in accordance with the Scheme Particulars of the Cells and are shown in the Statement of Total Return as 'Capital expenditure'. This is a departure from the IA SORP that requires expenses only to be charged against revenue.

- A comparative table as required by, and set out in, Appendix A of the IA SORP has not been prepared. Due to the number of share classes per Cell, disclosing this level of disclosure would not be practical. The Directors have therefore only disclosed the NAV per Share Class in line with prior periods.
- For quoted investments, fair value should be determined by reference to the bid market price ruling at the balance sheet date, or if this is not available, the latest bid price for the quoted investment. Unquoted investments are valued by the Directors based upon prices received from investment advisers, fund managers and other sources where available. Prices generally reflect the prices at which it would be possible to redeem or add to the Company's holding excluding exit and entry charges. Net asset values reported to the market via TISE announcements are on a mid pricing basis of underlying investments, whereas financial statements that are IA SORP compliant have to be prepared on a bid basis. The Directors, however, do not consider the bid price adjustment to have a material impact on the total net asset value of the Company or individual Cell share classes therefore no adjustments to the financial statements have been made.

### Functional and presentational currency

The financial information shown in the financial statements is shown in pounds sterling, being the Company's functional and presentational currency.

### Financial Assets

All financial assets are initially measured at cost, except those which are classified at fair value through profit or loss, which are initially measured at fair value (which is normally cost less transaction costs).

Investments and forward currency contracts are held at fair value as described below. Debtors and prepayments, as well as cash at bank, that are receivable within one year are measured at the undiscounted receivable amount. There are no debtors or prepayments due in more than one year.

Financial assets are derecognised when (a) the contractual rights to the cash flows from the asset expire or are settled or (b) substantially all the risks and rewards of ownership are transferred to another party or (c) despite having retained some significant risks and rewards of ownership, control of the asset has been transferred to another party who has the practical ability to unilaterally sell the asset to an unrelated third party without imposing additional restrictions.

# Notes to the Financial Statements (continued)

## Financial Liabilities

Financial liabilities include creditors and accrued expenses. All financial liabilities are due within one year at recognition and measured at the undiscounted amount payable.

Financial liabilities are derecognised when the liability is extinguished, that is when the contractual obligation is discharged, cancelled or expires.

## Investments

Investments are classified as financial assets at fair value through profit or loss. For quoted investments, fair value is determined by reference to the mid market price ruling at the balance sheet date, or if this is not available, the latest mid price for the quoted investment.

Unquoted investments are valued by the Directors based upon prices received from investment advisers, fund managers and other sources where available. Prices generally reflect the prices at which it would be possible to redeem or add to the Company's holding excluding exit and entry charges. Net asset values reported to the market via TISE announcements are on a mid pricing basis of underlying investments, whereas financial statements that are IA SORP compliant have to be prepared on a bid basis. The Directors, however, do not consider the bid price adjustment to have a material impact on the total net asset value of the Company or individual cell share classes therefore no adjustments to the financial statements have been made. (Total Net Asset Value impact £31,125 (2022: £254,739).

Realised gains and losses arising on the disposal of investments are calculated by reference to the sale proceeds and the average cost attributable to the proportion of the investment sold. The purchase and sales of investments are accounted for on the trade date. Unrealised gains and losses are calculated by reference to the carrying value at the year end and the carrying costs of investments held. All realised and unrealised gains and losses on investments are reflected in the Statement of Total Return.

The valuation point of the investments in the Company's portfolio was 31 July 2023. The intention of the valuation at this date was to estimate the fair value of the investments.

## Derivative financial instruments

Derivatives are initially recognised in the financial statements at cost, being the fair value of consideration given, and are subsequently re-measured at their fair value. Unrealised fair value gains or losses on these derivative financial instruments are included in the Statement of Total Return.

Kleinwort Hambros Elite Multi Asset Balanced Fund and Kleinwort Hambros Elite Multi Asset Growth Fund also invest in forward exchange contracts. A futures contract gives the holder the obligation to buy or sell a certain underlying instrument at a certain date in future. Buying a call option gives the buyer the right but not an obligation to buy the underlying security at a specified price at a future date. Buying a put option gives the buyer the right but not an obligation to sell the underlying security at a specified price at a future date. Unrealised gains and losses arising on the open future positions, call and put options at year-end are included in the statement of total return.

## Foreign exchange

Foreign currency assets and liabilities are translated into pounds sterling, euros or US dollars, as appropriate, at the rate of exchange ruling at the balance sheet date. Transactions in foreign currencies are translated at the rate of exchange ruling on the transaction date. Differences thus arising are included in the statement of total return.

The balance sheets of those cells whose base currency is not pounds sterling are translated into pounds sterling at the rates of exchange ruling at the year end. Exchange differences arising between the translation into pounds sterling of the net assets of these cells at rates ruling at the beginning and end of the year are recognised in the statement of changes in net assets attributable to shareholders.

## Income

Bond interest and interest on deposits and call accounts are accrued on a day-to-day basis. Dividends are accrued on an ex-dividend basis and gross of withholding taxes.

## Expenses

Expenses are accrued on a day-to-day basis. All expenses in respect of the Kleinwort Hambros Elite Multi Asset Conservative Fund has been charged to capital and are shown in the Statement of Total Return as 'Capital expenditure'. Expenses in respect of all other cells are charged against revenue.

# Notes to the Financial Statements (continued)

## Equalisation

Subscription and redemption prices of shares will include equalisation amounts equivalent to the amount of net income attributable to each share in issue or deemed to be in issue on the relevant dealing day. Equalisation is applied so as to adjust net undistributed income for each class when accounting for the issue or redemption of shares on different dealing days. Equalisation payments will normally be repaid to shareholders with the first dividend paid after the issue of the relevant shares as a return of initial capital invested. The income element of the issues and redemption prices is accounted for against distributions within the statement of total return.

## Cash and cash equivalents

Cash and cash equivalents consist of cash held at bank and cash on margin accounts.

## Statement of cash flows

The Company is exempt from preparing a Statement of Cash Flows as it meets all the criteria set out in FRS 102 section 7. Therefore these accounts do not include a Statement of Cash Flows.

## Critical assumptions and judgements

The preparation of financial statements in conformity with FRS 102 requires the use of certain critical accounting estimates. It also requires management to exercise its judgment in the process of applying the Company's accounting policies.

Management make judgements, estimates and assumptions that affect the application of accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to the accounting estimates are recognised in the period in which the estimates are revised and in any future periods affected.

Valuation of investments is considered a key area where judgement is applied. The Directors valued all the investments in other investment funds at the net asset value of the fund as at the relevant valuation date as determined in accordance with the terms of the funds and as notified to the Company by the relevant fund manager or relevant administrator. The valuation date of each fund may not always be coterminous with the valuation date of the Company and in such cases the valuation of the fund at the last valuation date is used. The net asset values reported by the relevant fund managers and / or the relevant fund administrators and used by the Directors as at 31 July 2023, may be unaudited as at that date and may differ from the amounts which would have been realised from a redemption of the investment in the relevant fund as at 31 July 2023. As at 31 July 2023, there are no key areas of estimation uncertainty applied by management. As at the year end, investments which had fair values that were considered to be categorised as level 3 are included in note 16 where the fair value categories of investments are disclosed.

## Notes to the Financial Statements (continued)

### 3. Net capital gains/(losses)

For the year ended 31 July 2023

	Total	Elite Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	2023	2023	2023	2023	2023	2023
	£	£	£	£	£	£
Realised gains/(losses) on non derivative investments	5,679,903	2,344,744	-	2,834,642	618,774	(118,257)
Unrealised (losses)/gains on non derivative investments	(3,682,011)	(1,521,715)	-	(1,356,075)	(840,238)	36,017
Losses on derivative instruments	(283,918)	(134,080)	-	(147,768)	(2,070)	-
Foreign exchange gains/(losses)	(27,899)	(19,232)	-	(26,135)	17,468	-
<b>Total</b>	<b>1,686,075</b>	<b>669,717</b>	<b>-</b>	<b>1,304,664</b>	<b>(206,066)</b>	<b>(82,240)</b>

For the year ended 31 July 2022

	Total	Elite Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022	2022
	£	£	£	£	£	£
Realised gains/(losses) on non derivative investments	3,527,840	912,975	68,983	1,345,016	1,211,225	(10,359)
Unrealised (losses)/gains on non derivative investments	(9,274,680)	(4,752,004)	(443,319)	(2,815,712)	(1,282,239)	18,594
(Losses)/gains on derivative instruments	570,484	390,164	(35,682)	230,054	(14,052)	-
Foreign exchange gains/(losses)	19,224	(1,247)	8,006	3,607	8,858	-
<b>Total</b>	<b>(5,157,132)</b>	<b>(3,450,112)</b>	<b>(402,012)</b>	<b>(1,237,035)</b>	<b>(76,208)</b>	<b>8,235</b>

# Notes to the Financial Statements (continued)

## 4. Capital expenditure

All expenses in respect of the Kleinwort Hambros Multi Asset Conservative Fund has been charged to capital and are shown in the Statement of Total Return as 'Capital expenditure'. The details of these expenses are disclosed in note 6. The breakdown of these expenses charged against capital is as follows:

### For the year ended 31 July 2023

	Total	Multi Asset Conservative Fund
	2023	2023
	£	£
Investment management fee	-	-
Custodian fee	35	35
<b>Other expenses</b>		
GFSC and other regulatory fees	-	-
Legal fees	-	-
Admin fees	-	-
Directors fees	-	-
Audit fee	-	-
Sundry expenses	(505)	(505)
<b>Total other expenses</b>	<b>(505)</b>	<b>(505)</b>
<b>Total expenses</b>	<b>(470)</b>	<b>(470)</b>

### For the year ended 31 July 2022

	Total	Multi Asset Conservative Fund
	2022	2022
	£	£
Investment management fee	61,700	61,700
Custodian fee	4,203	4,203
<b>Other expenses</b>		
GFSC and other regulatory fees	3,288	3,288
Legal fees	5,231	5,231
Admin fees	9,067	9,067
Directors fees	1,358	1,358
Audit fee	846	846
Sundry expenses	21,889	21,889
<b>Total other expenses</b>	<b>41,679</b>	<b>41,679</b>
<b>Total expenses</b>	<b>107,582</b>	<b>107,582</b>

## Notes to the Financial Statements (continued)

### 5. Revenue

For the year ended 31 July 2023

	Total	Elite Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	2023	2023	2023	2023	2023	2023
	£	£	£	£	£	£
Investment income	1,421,835	725,894	-	322,604	373,337	-
Bank interest	142,330	93,765	3	47,100	715	747
<b>Total income</b>	<b>1,564,165</b>	<b>819,659</b>	<b>3</b>	<b>369,704</b>	<b>374,052</b>	<b>747</b>

For the year ended 31 July 2022

	Total	Elite Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022	2022
	£	£	£	£	£	£
Investment income	1,448,023	685,802	59,022	283,097	420,102	-
Bank interest	12,906	8,051	-	4,658	-	197
<b>Total income</b>	<b>1,460,929</b>	<b>693,853</b>	<b>59,022</b>	<b>287,755</b>	<b>420,102</b>	<b>197</b>

# Notes to the Financial Statements (continued)

## 6. Expenses

### Investment Manager's fees

The Investment Manager has agreed with the Company that until further notice its investment management fee per annum in respect of each of the share classes attributable to the Net Asset Value of each respective share class will be as follows:

### Kleinwort Hambros Elite Multi Asset Balanced Fund

- 'A' GBP Income Reporting Shares 1.25%
- 'A' GBP Reinvest Reporting Shares 1.25%
- 'B' GBP Income Reporting Shares 1.5%
- 'C' GBP Income Reporting Shares 0.6%
- 'A' USD Accumulating Non-Reporting Shares 1.25%
- 'A' EUR Accumulating Reporting Shares 1.25%
- 'B' USD Accumulating Non-Reporting Shares 1.5%
- 'B' EUR Accumulating Non-Reporting Shares 1.5%
- 'B' GBP Accumulating Non-Reporting Shares 1.5%
- 'C' GBP Accumulating Reporting Shares 0.6%

### Kleinwort Hambros Elite Multi Asset Growth Fund

- 'A' GBP Income Reporting Shares 1.25%
- 'A' GBP Reinvest Reporting Shares 1.25%
- 'B' GBP Income Reporting Shares 1.5%
- 'C' GBP Income Reporting Shares 0.6%
- 'B' USD Accumulating Non-Reporting Shares 1.5%
- 'B' EUR Accumulating Non-Reporting Shares 1.5%
- 'B' GBP Accumulating Non-Reporting Shares 1.5%

### Kleinwort Hambros Elite International Equity Fund

- 'A' GBP Income Reporting Shares 1.25%
- 'A' GBP Reinvest Reporting Shares 1.25%
- 'B' GBP Accumulating Non-Reporting Shares 1.5%

### Kleinwort Hambros Elite Trojan Fund

The Investment Manager has agreed with the Company that until further notice its investment management fee in respect of the Cell will be 0.3% per annum of the Net Asset Value of the Cell. These fees have been waived for 2022 and 2023.

These fees will be accrued weekly and payable monthly in arrears.

### Custodian fees

In respect of Kleinwort Hambros Elite Multi Asset Balanced Fund, Kleinwort Hambros Elite Multi Asset Growth Fund and Kleinwort Hambros Elite International Equity Fund, the Custodian is entitled to receive a fee of up to 0.06 percent per annum of each Cell's Net Asset Value, subject to a minimum of £6,500 per annum, payable monthly in arrears.

At present, the Custodian intends to charge the Cell in accordance with the Net Asset Value of the Company, as set out in the following tiered structure, but subject to a minimum fee of £6,500 per annum payable by the Cell.

£0 to £400,000,000	0.035% per annum
£400,000,001 to £500,000,000	0.03% per annum
Above £500,000,000	0.025% per annum

In respect of the Kleinwort Hambros Elite Trojan Fund, the Custodian is entitled to receive a fee of 0.035 percent per annum of the net asset value of each Cell subject to a minimum of £3,200 per annum.

### Administrator's fees

The Administrator has agreed with the Company that until further notice its administration fee shall be accrued weekly and payable monthly in arrears at the rate of 0.15% per annum of the Net Asset Value of all Cells across all share classes.

In addition to this fee, the Administrator shall also be entitled to receive a fee of £50 per trading transaction.

The Administrator is entitled to be reimbursed by the Company in respect of all out of pocket expenses incurred by the Administrator in connection with the administration of the cells of the Company. Any such expenses which are not attributable to a particular cell will be apportioned between the relevant cells pro rata to their respective Net Asset Values.

No administration fees are charged to the Kleinwort Hambros Elite Trojan Fund.

In respect of the Kleinwort Hambros Conservative Fund, administrator's fees were not incurred post the redemption date.



# Notes to the Financial Statements (continued)

## 6. Expenses (continued)

For the year ended 31 July 2023

	Total	Multi Asset Balanced Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	2023	2023	2023	2023	2023
	£	£	£	£	£
Investment management fee	1,469,316	731,764	516,045	221,507	-
Custodian fee	42,145	21,285	12,869	6,536	1,455
<b>Other expenses</b>					
GFSC and other regulatory fees	16,525	7,856	5,670	2,869	130
Legal fees	28,589	15,085	9,779	3,725	-
Admin fees	179,171	94,923	59,252	24,996	-
Directors fees	48,055	25,947	15,772	6,315	21
Audit fee	62,480	35,158	19,439	7,892	(9)
Sundry expenses	153,278	72,459	49,354	24,338	7,127
<b>Total other expenses</b>	<b>488,098</b>	<b>251,428</b>	<b>159,266</b>	<b>70,135</b>	<b>7,269</b>
<b>Total expenses</b>	<b>1,999,559</b>	<b>1,004,477</b>	<b>688,180</b>	<b>298,178</b>	<b>8,724</b>

The cell expenses of Kleinwort Hambros Elite Multi Asset Conservative Fund are charged directly to capital.

For the year ended 31 July 2022

	Total	Multi Asset Balanced Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022
	£	£	£	£	£
Investment management fee	1,635,729	822,028	566,848	246,853	-
Custodian fee	46,049	22,422	13,954	6,482	3,191
<b>Other expenses</b>					
GFSC and other regulatory fees	15,631	7,272	5,240	2,802	317
Legal fees	42,605	23,984	14,571	3,796	254
Admin fees	190,477	100,195	62,403	27,879	-
Directors fees	40,702	21,600	13,269	5,770	63
Audit fee	46,166	23,231	15,431	7,428	76
Sundry expenses	126,538	66,068	43,464	16,309	697
<b>Total other expenses</b>	<b>462,119</b>	<b>242,350</b>	<b>154,378</b>	<b>63,984</b>	<b>1,407</b>
<b>Total expenses</b>	<b>2,143,897</b>	<b>1,086,800</b>	<b>735,180</b>	<b>317,319</b>	<b>4,598</b>

The cell expenses of Kleinwort Hambros Elite Multi Asset Conservative Fund are charged directly to capital.

# Notes to the Financial Statements (continued)

## 7. Taxation

States of Guernsey Income Tax has granted the Company exemption from Guernsey income tax under the Income Tax (Exempt Bodies) (Guernsey) Ordinance, 1989 and the income of the Company may be distributed or accumulated without deduction of Guernsey income tax. Exemption under the above mentioned Ordinance entails payment of an annual fee of £1,200.

Guernsey's Corporate Tax Regime has a standard rate of income tax of 0%. The Company expects for the foreseeable future to continue to be able to apply for exemption from Guernsey Income Tax for the applicable fee.

Overseas income is shown gross and any withholding tax deducted is shown separately in the statement of total return and therefore the tax charge shown in the statement of total return relates to withholding tax on the Company's investment income.

# Notes to the Financial Statements (continued)

## 8. Distributions

For the year ended 31 July 2023

	Total	Multi Asset Balanced Fund	International Equity Fund
	2023	2023	2023
	£	£	£
Interim dividend paid 16 December 2022 (Ex-dividend 27 October 2023)	9,754	-	9,754
Final dividend paid 18 September 2023 (Ex-dividend 27 July 2023)	35,516	35,516	-
Accrued income paid on shares redeemed	3,442	2,999	443
Equalisation received on shares issued	(996)	(996)	-
<b>Dividends declared during the year</b>	<b>47,716</b>	<b>37,519</b>	<b>10,197</b>
Dividend per share 27 October 2022			
- A Income Reporting	-	-	(1.00)
- A Reinvested Reporting	-	-	(1.00)
- B Accumulating Non-Reporting GBP	-	-	(0.12)
Dividend per share 27 July 2023			
- C Income Reporting	-	(0.27)	-
- C Accumulating Reporting Shares GBP	-	(0.38)	-

For the year ended 31 July 2022

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	International Equity Fund
	2022	2022	2022	2022
	£	£	£	£
Interim dividend paid 31 March 2022 (Ex-dividend 27 January 2022)	53,787	-	53,787	-
Final dividend paid 16 September 2022 (Ex-dividend 28 July 2022)	33,498	23,499	-	9,999
Accrued income paid on shares redeemed	1,636	85	1,402	149
Equalisation received on shares issued	(150)	(92)	(53)	(5)
<b>Dividends declared during the year</b>	<b>88,771</b>	<b>23,492</b>	<b>55,136</b>	<b>10,143</b>
Dividend per share 27 January 2022				
- A Income Reporting	-	-	(0.88)	-
- A Accumulating Reporting EUR	-	-	(0.78)	-
- B Accumulating Non- Reporting USD	-	-	(0.68)	-
- B Accumulating Non-Reporting EUR	-	-	(0.78)	-
- B Accumulating Non-Reporting GBP	-	-	(0.95)	-
- C Income Reporting	-	-	(0.50)	-
Dividend per share 28 July 2022				
- A Income Reporting	-	-	-	(1.59)
- A Reinvested Reporting	-	-	-	(1.60)
- B Accumulating Non-Reporting GBP	-	-	-	(0.09)
- C Income Reporting	-	(0.19)	-	-
- C Accumulating Reporting Shares GBP	-	(0.21)	-	-

## Notes to the Financial Statements (continued)

### 9. Debtors

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2023	2023	2023	2023	2023	2023
	£	£	£	£	£	£
Accrued income	135,760	75,988	-	30,401	29,371	-
Amounts receivable on investments	364,995	-	-	364,995	-	-
Forward exchange contracts	-	-	-	-	-	-
Sundry debtors	32,409	12,482	-	17,674	2,253	-
<b>Total</b>	<b>533,164</b>	<b>88,470</b>	<b>-</b>	<b>413,070</b>	<b>31,624</b>	<b>-</b>

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022	2022
	£	£	£	£	£	£
Accrued income	107,876	60,343	-	35,170	12,306	57
Amounts receivable on investments	468,232	-	-	-	468,232	-
Forward exchange contracts	111	-	-	111	-	-
Sundry debtors	8,989	4,636	-	3,019	1,220	114
<b>Total</b>	<b>585,208</b>	<b>64,979</b>	<b>-</b>	<b>38,300</b>	<b>481,758</b>	<b>171</b>

### 10. Other creditors

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2023	2023	2023	2023	2023	2023
	£	£	£	£	£	£
Sundry creditors	(220,389)	(128,147)	-	(64,926)	(27,316)	-
Amounts payable on investments	(25,976)	(13,593)	-	(12,383)	-	-
Forward exchange contracts	(98,263)	(41,569)	-	(56,694)	-	-
<b>Total</b>	<b>(344,628)</b>	<b>(183,309)</b>	<b>-</b>	<b>(134,003)</b>	<b>(27,316)</b>	<b>-</b>

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022	2022
	£	£	£	£	£	£
Sundry creditors	(255,543)	(136,307)	(10,479)	(75,728)	(32,660)	(369)
Amounts payable on investments	(302,540)	-	-	-	(302,540)	-
Forward exchange contracts	(256,568)	(99,778)	-	(156,790)	-	-
<b>Total</b>	<b>(814,651)</b>	<b>(236,085)</b>	<b>(10,479)</b>	<b>(232,518)</b>	<b>(335,200)</b>	<b>(369)</b>

# Notes to the Financial Statements (continued)

## 11. Related party transactions

JTC Fund Solutions (Guernsey) Limited (the “Administrator”), SG Kleinwort Hambros Bank Limited (the “Investment Manager”), BNP Paribas S.A.- Guernsey Branch (the “Custodian”) and the Directors are regarded as related parties.

The Administrator was registered in Guernsey on 11 May 1978.

The only related party transactions are described below:

Directors fees of £48,055 were paid during the year (2022: £42,060) of which £nil was due at the year-end (2022: £10,069).

The fees and expenses payable to the Administrator, the Investment Manager and the Custodian are explained in notes 4 and 6. The fees are settled in the normal course of business. The balances payable at the end of the year were £14,466, £118,229 and £1,396 respectively (31 July 2022: £14,717, £122,196 and £3,584 respectively).

Directors’ Interests have been included within the Directors’ Report on page 11.

## 12. Share capital

The Company was incorporated with an authorised share capital of £100 divided into 100 Management Shares of £1.00 each (“Management Shares”), all of which have been allotted and issued to the Manager, credited as fully paid up and an unlimited number of shares of no par value (the “Shares”). Under Guernsey Company Law Management Shares are created in order that the preference shares may have a preference over some other class of share capital.

The Management Shares carry no right to dividends from the Company and carry no voting rights whilst any shares in any cell are in issue. In a winding up of the Company the Management Shareholders rank only for a return of paid up capital. As a result of these rights, Management Shares are classified as equity.

The Shares issued by any cell are redeemable at the option of Shareholders and carry the right to a proportionate share in the assets of the Cell and to any dividends that may be declared. Holders of Shares are entitled to receive notice of all general meetings of the Company and to attend and vote thereat. The holder of each Share is entitled, on a poll, to one vote for each Share of which he is a holder. Shares are redeemable by Shareholders at prices based on the value of the Cell’s net assets as determined in accordance with its Articles of Association. The Participating Shareholders are the only class of shareholder with rights to any capital surplus of the Cell. As such, and in accordance with FRS 102 the Shares are presented as liabilities.

In certain cells a number of share sub classes have been created which attract differing levels of fees (refer to note 6 for details).

## Notes to the Financial Statements (continued)

### 12. Share capital (continued)

For the year ended 31 July 2023

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	No. of shares	No. of shares	No. of shares	No. of shares	No. of shares	No. of shares
<b>Non-Cellular</b>						
At 31 July 2023						
Management Shares	100	-	-	-	-	-
<b>Cellular</b>						
Redeemable Participating						
As at 31 July 2022	78,260,189	46,866,984	-	24,942,629	6,095,864	354,712
Issued	6,811,702	6,177,484	-	621,135	13,083	-
Redeemed	(13,661,241)	(10,209,160)	-	(2,467,089)	(630,280)	(354,712)
<b>At 31 July 2023</b>	<b>71,410,650</b>	<b>42,835,308</b>	<b>-</b>	<b>23,096,675</b>	<b>5,478,667</b>	<b>-</b>

For the year ended 31 July 2022

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	Elite International Equity Fund	Trojan Fund
	No. of shares	No. of shares	No. of shares	No. of shares	No. of shares	No. of shares
<b>Non-Cellular</b>						
At 31 July 2022						
Management Shares	100	-	-	-	-	-
<b>Cellular</b>						
Redeemable Participating						
As at 31 July 2021	78,146,466	38,767,820	5,975,512	26,363,721	6,684,701	354,712
Issued	20,885,777	17,273,991	687,356	2,810,663	113,767	-
Redeemed	(20,772,054)	(9,174,827)	(6,662,868)	(4,231,755)	(702,604)	-
<b>At 31 July 2022</b>	<b>78,260,189</b>	<b>46,866,984</b>	<b>-</b>	<b>24,942,629</b>	<b>6,095,864</b>	<b>354,712</b>

# Notes to the Financial Statements (continued)

## 13. Net assets attributable to Participating Shareholders

For the year ended 31 July 2023

The net assets attributable to participating shareholders are represented by the following:

	Share Premium	Capital Reserve	Revenue Reserve	Total
<b>Kleinwort Hambros Multi Asset Balanced Fund</b>	£	£	£	£
Balance at 31 July 2022	17,379,300	48,859,544	(1,667,185)	64,571,659
Received on issue of participating shares	6,783,822	-	-	6,783,822
Payable on redemptions of participating shares	(14,518,726)	-	-	(14,518,726)
Retained distribution on accumulation shares	-	2,378	-	2,378
Net capital gains/(losses)	-	669,717	-	669,717
Net (expense)/revenue after tax and distributions	-	-	(222,816)	(222,816)
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2023</b>	<b>9,644,396</b>	<b>49,531,639</b>	<b>(1,890,001)</b>	<b>57,286,034</b>
<b>Kleinwort Hambros Multi Asset Conservative Fund</b>	£	£	£	£
Balance at 31 July 2022	(2,388,515)	2,547,657	(159,615)	(473)
Received on issue of participating shares	-	-	-	-
Payable on redemptions of participating shares	-	-	-	-
Retained distribution on accumulation shares	-	-	-	-
Net capital gains/(losses)	-	-	-	-
Net (expense)/revenue after tax and distributions	-	-	3	3
Other losses - Capital expenses	-	470	-	470
<b>Balance at 31 July 2023</b>	<b>(2,388,515)</b>	<b>2,548,127</b>	<b>(159,612)</b>	<b>-</b>
<b>Kleinwort Hambros Multi Asset Growth Fund</b>	£	£	£	£
Balance at 31 July 2022	5,391,971	34,375,622	(2,544,968)	37,222,625
Received on issue of participating shares	950,502	-	-	950,502
Payable on redemptions of participating shares	(3,976,879)	-	-	(3,976,879)
Retained distribution on accumulation shares	-	-	-	-
Net capital gains/(losses)	-	1,304,664	-	1,304,664
Net (expense)/revenue after tax and distributions	-	-	(319,107)	(319,107)
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2023</b>	<b>2,365,594</b>	<b>35,680,286</b>	<b>(2,864,075)</b>	<b>35,181,805</b>
<b>Kleinwort Hambros International Equity Fund</b>	£	£	£	£
Balance at 31 July 2022	(3,888,150)	19,798,572	(167,179)	15,743,243
Received on issue of participating shares	34,402	-	-	34,402
Payable on redemptions of participating shares	(1,601,350)	-	-	(1,601,350)
Retained distribution on accumulation shares	-	6,899	-	6,899
Net capital gains/(losses)	-	(206,066)	-	(206,066)
Net (expense)/revenue after tax and distributions	-	-	(11,109)	(11,109)
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2023</b>	<b>(5,455,098)</b>	<b>19,599,405</b>	<b>(178,288)</b>	<b>13,966,019</b>
<b>Kleinwort Hambros Trojan Fund</b>	£	£	£	£
Balance at 31 July 2022	587,270	(330,108)	(68,264)	188,898
Received on issue of participating shares	-	-	-	-
Payable on redemptions of participating shares	(98,681)	-	-	(98,681)
Net capital gains/(losses)	-	(82,240)	-	(82,240)
Net (expense)/revenue after tax and distributions	-	-	(7,977)	(7,977)
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2023</b>	<b>488,589</b>	<b>(412,348)</b>	<b>(76,241)</b>	<b>-</b>

## Notes to the Financial Statements (continued)

### 13. Net assets attributable to Participating Shareholders (continued)

For the year ended 31 July 2023 (continued)

	Share Premium	Capital Reserve	Revenue Reserve	Total
Total	£	£	£	£
Balance at 31 July 2022 (as published)	18,863,927	107,856,386	(5,843,759)	120,876,554
Restatement due to clerical misstatement*	(1,782,051)	(2,605,099)	1,236,548	(3,150,602)
Balance at 31 July 2022 (restated)	17,081,876	105,251,287	(4,607,211)	117,725,952
Received on issue of participating shares	7,768,726	-	-	7,768,726
Payable on redemptions of participating shares	(20,195,636)	-	-	(20,195,636)
Retained distribution on accumulation shares	-	9,277	-	9,277
Net capital gains/(losses)	-	1,686,075	-	1,686,075
Net (expense)/revenue after tax and distributions	-	-	(561,006)	(561,006)
Other losses - Capital expenses	-	470	-	470
<b>Balance at 31 July 2023</b>	<b>4,654,966</b>	<b>106,947,109</b>	<b>(5,168,217)</b>	<b>106,433,858</b>

\*The opening balances as of 31 July 2022 have been restated due to clerical misstatements in aggregating the amounts of the respective PCCs.



# Notes to the Financial Statements (continued)

## 13. Net assets attributable to Participating Shareholders (continued)

For the year ended 31 July 2022

The net assets attributable to participating shareholders are represented by the following:

	Share Premium	Capital Reserve	Revenue Reserve	Total
<b>Kleinwort Hambros Multi Asset Balanced Fund</b>	£	£	£	£
Balance at 31 July 2021	10,496,759	52,304,510	(1,248,495)	61,552,774
Received on issue of participating shares	22,219,205	-	-	22,219,205
Payable on redemptions of participating shares	(15,336,664)	-	-	(15,336,664)
Retained distribution on accumulation shares	-	5,146	-	5,146
Net capital gains/(losses)	-	(3,450,112)	-	(3,450,112)
Net (expense)/revenue after tax and distributions	-	-	(418,690)	(418,690)
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2022</b>	<b>17,379,300</b>	<b>48,859,544</b>	<b>(1,667,185)</b>	<b>64,571,659</b>
<b>Kleinwort Hambros Multi Asset Conservative Fund</b>	£	£	£	£
Balance at 31 July 2021	4,028,440	3,018,874	(162,475)	6,884,839
Received on issue of participating shares	770,489	-	-	770,489
Payable on redemptions of participating shares	(7,187,444)	-	-	(7,187,444)
Retained distribution on accumulation shares	-	38,377	-	38,377
Net capital gains/(losses)	-	(402,012)	-	(402,012)
Net (expense)/revenue after tax and distributions	-	-	2,860	2,860
Other losses - Capital expenses	-	(107,582)	-	(107,582)
<b>Balance at 31 July 2022</b>	<b>(2,388,515)</b>	<b>2,547,657</b>	<b>(159,615)</b>	<b>(473)</b>
<b>Kleinwort Hambros Multi Asset Growth Fund</b>	£	£	£	£
Balance at 31 July 2021	8,659,879	35,612,657	(2,096,021)	42,176,515
Received on issue of participating shares	3,696,932	-	-	3,696,932
Payable on redemptions of participating shares	(6,964,840)	-	-	(6,964,840)
Retained distribution on accumulation shares	-	-	-	-
Net capital gains/(losses)	-	(1,237,035)	-	(1,237,035)
Net (expense)/revenue after tax and distributions	-	-	(448,947)	(448,947)
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2022</b>	<b>5,391,971</b>	<b>34,375,622</b>	<b>(2,544,968)</b>	<b>37,222,625</b>
<b>Kleinwort Hambros International Equity Fund</b>	£	£	£	£
Balance at 31 July 2021	(2,379,857)	19,869,329	(184,869)	17,304,603
Received on issue of participating shares	252,951	-	-	252,951
Payable on redemptions of participating shares	(1,761,244)	-	-	(1,761,244)
Retained distribution on accumulation shares	-	5,451	-	5,451
Net capital gains/(losses)	-	(76,208)	-	(76,208)
Net (expense)/revenue after tax and distributions	-	-	17,690	17,690
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2022</b>	<b>(3,888,150)</b>	<b>19,798,572</b>	<b>(167,179.00)</b>	<b>15,743,243</b>
<b>Kleinwort Hambros Trojan Fund</b>	£	£	£	£
Balance at 31 July 2021	587,270	(338,343)	(63,863)	185,064
Received on issue of participating shares	-	-	-	-
Payable on redemptions of participating shares	-	-	-	-
Net capital gains/(losses)	-	8,235	-	8,235
Net (expense)/revenue after tax and distributions	-	-	(4,401)	(4,401)
Other losses - Capital expenses	-	-	-	-
<b>Balance at 31 July 2022</b>	<b>587,270</b>	<b>(330,108)</b>	<b>(68,264)</b>	<b>188,898</b>

## Notes to the Financial Statements (continued)

### 13. Net assets attributable to Participating Shareholders (continued)

For the year ended 31 July 2022 (continued)

	Share Premium	Capital Reserve	Revenue Reserve	Total
Total*	£	£	£	£
Balance at 31 July 2021	21,392,491	110,467,027	(3,755,723)	128,103,795
Received on issue of participating shares	26,939,577	-	-	26,939,577
Payable on redemptions of participating shares	(31,250,192)	-	-	(31,250,192)
Retained distribution on accumulation shares	-	48,974	-	48,974
Net capital gains/(losses)	-	(5,157,132)	-	(5,157,132)
Net revenue/(expense) after tax and distributions	-	-	(851,488)	(851,488)
Other losses - Capital expenses	-	(107,582)	-	(107,582)
Balance at 31 July 2022	17,081,876	105,251,287	(4,607,211)	117,725,952

\*The above table has been restated due to clerical misstatements in aggregating the amounts of the respective PCCs.

### 14. Earnings per share

	Multi Asset Balanced Fund	Multi Asset Growth Fund	International Equity Fund
	2023	2023	2023
	£	£	£
Change in net assets attributable to shareholders	484,420	985,557	(206,978)
Weighted average number of shares in issue	45,452,571	24,181,436	5,791,744
Gain/(Loss) per share	0.01	0.04	(0.04)

	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022
	£	£	£	£	£
Change in net assets attributable to shareholders	(3,845,310)	(451,598)	(1,685,982)	(48,375)	3,834
Weighted average number of shares in issue	43,011,158	6,013,577	25,218,220	6,386,089	353,739
Gain/(Loss) per share	(0.09)	(0.08)	(0.07)	(0.01)	0.01

# Notes to the Financial Statements (continued)

## 15. Contingent liabilities

There are no contingent liabilities at the balance sheet date.

## 16. Financial instruments and associated risks

The Board reviews and agrees policies for managing its risk exposure. These policies are summarised below and have remained unchanged during the year under review.

The financial instruments held by the Company comprise investments, derivatives, some cash and liquid resources and various items such as debtors and creditors that arise directly from the Company's operations. The instruments held by the Company mainly consist of securities quoted on a recognised investment exchange. The main risks arising from the Company's financial instruments are market price risk, interest rate risk, liquidity risk, currency risk and credit risk.

### Market price risk

Market price risk is the possibility that future changes in market prices may make a financial instrument less valuable or more onerous. The Company's market price risk is managed by the Investment Manager through diversification of the investment portfolio in accordance with the investment policy of each Cell.

The Company's exposure to market price risk is comprised mainly of movements in the value of the Company's investments. The Company's investment portfolio complies with the investment parameters as disclosed in its prospectus and supplemental scheme particulars.

The Directors valued all the investments in other investment funds at the net asset value of the fund as at the relevant valuation date as determined in accordance with the terms of the funds and as notified to the Company by the relevant fund manager or relevant administrator. The valuation date of each fund may not always be coterminous with the valuation date of the Company and in such cases the valuation of the fund at the last valuation date is used. The net asset values reported by the relevant fund managers and / or the relevant fund administrators and used by the Directors as at 31 July 2023, may be unaudited as at that date and may differ from the amounts which would have been realised from a redemption of the investment in the relevant fund as at 31 July 2023.

Market risks arise due to the possible movement in foreign currency exchange rates, indices and securities values underlying these instruments. In addition, because of the low margin deposits normally required in relation to notional contract sizes, a high degree of leverage may be typical of a futures account.

### Fair value

The Company has adopted "Amendments to FRS 102", section 34 which establishes a hierarchy to be used to estimate the fair value of investments that are publicly traded or whose fair value can be reliably measured if they are not publicly traded. The levels of the hierarchy are as follows:

- (1) Fair value based on a quoted price for an identical instrument in an active market and will generally include equities, some highly liquid bonds and exchange traded derivatives.
- (2) Fair value based on a valuation technique using observable market data and will generally include evaluated pricing techniques using inputs such as quoted prices for similar instruments, interest rates, yield curves or credit spreads.
- (3) Fair value based on a valuation technique that relies significantly on non-observable market data and will include values not primarily derived from observable market data.

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes "observable data" requires significant judgement by the Directors. The Directors consider observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

Level 3 investments - These include investments which are not quoted in an active market or have market values which are not readily available and are valued based on the most recent transactions or market information available.

## Notes to the Financial Statements (continued)

### 16. Financial instruments and associated profile (continued)

The following table analyses within the fair value hierarchy the Company's investments measured at fair value:

	Total	Multi Asset Balanced Fund	Multi Asset Growth Fund	International Equity Fund
	2023	2023	2023	2023
	£	£	£	£
Level 1	105,085,011	56,356,262	34,751,194	13,977,555
Level 2	-	-	-	-
Level 3*	12,992	11,380	1,612	-
	<b>105,098,003</b>	<b>56,367,642</b>	<b>34,752,806</b>	<b>13,977,555</b>

	Total	Multi Asset Balanced Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022
	£	£	£	£	£
Level 1	112,457,571	61,159,040	35,669,713	15,628,818	-
Level 2	-	-	-	-	-
Level 3*	128,734	11,380	1,612	-	115,742
	<b>112,586,305</b>	<b>61,170,420</b>	<b>35,671,325</b>	<b>15,628,818</b>	<b>115,742</b>

Other financial instruments are not considered material to the Company.

Level 3 securities can be reconciled as follows:

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2023	2023	2023	2023	2023	2023
	£	£	£	£	£	£
Opening as at 1 August 2022	12,992	11,380	-	1,612	-	-
Unrealised (loss)/gain	-	-	-	-	-	-
Closing as at 31 July 2023	12,992	11,380	-	1,612	-	-

	Total	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	Trojan Fund
	2022	2022	2022	2022	2022	2022
	£	£	£	£	£	£
Opening as at 1 August 2021	145,208	9,097	2,283	1,610	-	132,218
Unrealised (loss)/gain	(16,474)	2,283	(2,283)	2	-	(16,476)
Closing as at 31 July 2022	128,734	11,380	-	1,612	-	115,742

# Notes to the Financial Statements (continued)

## 16. Financial instruments and associated profile (continued)

### Sensitivity Analysis

Were investment prices to increase or decrease by 10% (2022: 10%), if all other variables remained constant, the market value of the investment would increase or decrease in each of the Cells as follows:

	Increase	Decrease	Increase	Decrease
	2023	2023	2022	2022
Multi Asset Balanced Fund	5,636,764	(5,636,764)	6,117,042	(6,117,042)
Multi Asset Growth	3,475,281	(3,475,281)	3,567,133	(3,567,133)
International Equity Fund	1,397,756	(1,397,756)	1,562,882	(1,562,882)
Trojan Fund	-	-	11,574	(11,574)

### Credit risk

Credit risk is the risk that an issuer or counterparty will be unable or unwilling to meet a commitment that it has entered into with the Company. The Investment Manager assesses the risk associated with fixed interest investment by performing financial analysis on the issuing companies as part of its normal scrutiny of prospective investments. The Investment Manager also monitors the creditworthiness of the counterparties with which the Company holds cash and cash equivalents. The Company holds cash with BNP Paribas S.A.- Guernsey Branch which has been assigned a P-1 rating by Moody's Investors Service.

A Cell may invest in collective investment schemes. Investment limit restrictions within the Scheme Particulars are taken into consideration when investing. All portfolios are monitored post-trade to ensure no investment limit restrictions have been breached.

### Liquidity risk

Liquidity risk is the risk that the Company will encounter when realising assets or otherwise raising funds to meet financial commitments.

The maturity of the Cells' cash and financial assets and liabilities (excluding participating redeemable shares and investments) relating to the cash and investment activities are within 1 year. Some of the Company's investments may comprise securities which are traded in recognised financial markets. The Company may also invest in securities which may lack an established secondary trading market or are otherwise considered illiquid. Liquidity of a security relates to the ability to easily dispose of the security and the price to be obtained and does not generally relate to the credit risk or likelihood of receipt of cash at maturity. Consequently, no further disclosure on the maturity of investments is made in assessing the liquidity risk of investments.

The Company also manages its liquidity risk through its borrowing facility and is further disclosed in Note 18.

### Currency profile

Currency profile is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates and arises where instruments are denominated in a currency different from the base currency of the Company. The Manager may from time to time arrange for the Cells to enter into transactions in derivative instruments such as options, swaps and forward foreign exchange contracts and take short positions with a view to hedging the Cells' currency exposure.

### Custody risk

Custody risk is the risk that the Company will suffer the loss of securities held in custody as a result of insolvency, negligence or fraudulent action of the Custodian or of a Sub-Custodian.

The Company appointed BNP Paribas S.A.- Guernsey Branch as the Custodian of the Company and the assets of the Cells contained therein by an agreement dated 12 October 2012. BNP Paribas S.A.- Guernsey Branch, is licensed by the GFSC under the provisions of the Protection of Investors (Bailiwick of Guernsey) Law, 2020 (as amended).

The Custodian ensures that the Company is not exposed to custody risk by holding the assets of the Company in a non-trading nominee company. This arrangement ensures that the Company's assets are segregated from the assets of BNP Paribas and are therefore protected.

### Interest rate and currency profile

The Company's exposure to market risk for changes in interest rates relates primarily to the Company's investments in corporate and government loans as well as cash.

# Notes to the Financial Statements (continued)

## 16. Financial instruments and associated risks (continued)

### Interest rate and currency profile (continued)

The interest rate profile of the Company's fixed coupon debt instruments as at 31 July 2023:

	Total as per Portfolio Statement	Weighted average interest rate*	Weighted average period until maturity
	2023	2023	2023
	£	%	Years
<b>Multi Asset Balanced Fund</b>			
Corporate Bonds	1,153,849	0.00%	3.00
Government Bonds	-	-	-
	<b>1,153,849</b>	<b>0.00%</b>	<b>3.00</b>
	Total as per Portfolio Statement	Weighted average interest rate*	Weighted average period until maturity
	2023	2023	2023
	£	%	Years
<b>Multi Asset Growth Fund</b>			
Corporate Bonds	695,123	0.00%	3.00
Government Bonds	-	-	-
	<b>695,123</b>	<b>0.00%</b>	<b>3.00</b>

\*The weighted average interest rate is based on the current coupon of each asset weighted by its market value.

The interest rate profile of the Company's fixed coupon debt instruments as at 31 July 2022:

	Total as per Portfolio Statement	Weighted average interest rate*	Weighted average period until maturity
	2022	2022	2022
	£	%	Years
<b>Multi Asset Balanced Fund</b>			
Corporate Bonds	1,273,392	0.00%	4.00
Government Bonds	-	-	-
	<b>1,273,392</b>	<b>0.00%</b>	<b>4.00</b>
	Total as per Portfolio Statement	Weighted average interest rate*	Weighted average period until maturity
	2022	2022	2022
	£	%	Years
<b>Multi Asset Growth Fund</b>			
Corporate Bonds	767,140	0.00%	4.00
Government Bonds	-	-	-
	<b>767,140</b>	<b>0.00%</b>	<b>4.00</b>

\*The weighted average interest rate is based on the current coupon of each asset weighted by its market value.

# Notes to the Financial Statements (continued)

## 16. Financial instruments and associated risks (continued)

### Interest rate and currency profile (continued)

The interest rate and currency profile of the Company as at 31 July 2023 is as follows:

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Multi Asset Balanced Fund	£	£	£	£
Euro	(2,065)	(1,707)	-	(358)
Sterling	57,323,369	56,307,102	-	1,016,267
US dollars	(35,270)	(32,593)	-	(2,677)
<b>Balance at 31 July 2023</b>	<b>57,286,034</b>	<b>56,272,802</b>	<b>-</b>	<b>1,013,232</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Multi Asset Conservative Fund	£	£	£	£
Euro	-	-	-	-
Sterling	-	-	-	-
US dollars	-	-	-	-
<b>Balance at 31 July 2023</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Multi Asset Growth Fund	£	£	£	£
Euro	(6,023)	(6,513)	-	490
Sterling	35,239,050	35,074,250	-	164,800
US dollars	(51,222)	(35,864)	-	(15,358)
<b>Balance at 31 July 2023</b>	<b>35,181,805</b>	<b>35,031,873</b>	<b>-</b>	<b>149,932</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
International Equity Fund	£	£	£	£
Australian dollars	502,462	502,462	-	-
Euro	1,243,194	1,243,169	-	25
Hong Kong dollar	273,175	273,175	-	-
Japanese yen	886,480	886,481	-	(1)
Sterling	1,373,447	1,390,937	-	(17,490)
Swedish krona	161,206	161,202	-	4
US dollars	9,500,173	9,498,555	-	1,618
Chinese Yuan	25,882	25,882	-	-
<b>Balance at 31 July 2023</b>	<b>13,966,019</b>	<b>13,981,863</b>	<b>-</b>	<b>(15,844)</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Elite Trojan Fund	£	£	£	£
Sterling	-	-	-	-
<b>Balance at 31 July 2023</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

The floating rate financial assets comprise bank balances that bear interest based on the rates prevailing for each currency and floating rate note investments.



# Notes to the Financial Statements (continued)

## 16. Financial instruments and associated risks (continued)

### Interest rate and currency profile (continued)

The interest rate and currency profile of the Company as at 31 July 2022 is as follows:

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Multi Asset Balanced Fund	£	£	£	£
Euro	(317,263)	(67,052)	-	(250,211)
Sterling	64,839,347	61,099,094	-	3,740,253
US dollars	49,575	(32,728)	-	82,303
<b>Balance at 31 July 2022</b>	<b>64,571,659</b>	<b>60,999,314</b>	<b>-</b>	<b>3,572,345</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Multi Asset Conservative Fund	£	£	£	£
Euro	(76)	-	-	(76)
Sterling	(500)	(10,479)	-	9,979
US dollars	103	-	-	103
<b>Balance at 31 July 2022</b>	<b>(473)</b>	<b>(10,479)</b>	<b>-</b>	<b>10,006</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Multi Asset Growth Fund	£	£	£	£
Euro	(667,650)	(126,464)	-	(541,186)
Sterling	38,140,114	35,636,738	-	2,503,376
US dollars	(249,839)	(33,167)	-	(216,672)
<b>Balance at 31 July 2022</b>	<b>37,222,625</b>	<b>35,477,107</b>	<b>-</b>	<b>1,745,518</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
International Equity Fund	£	£	£	£
Australian dollars	234,425	234,425	-	-
Euro	1,092,731	1,092,731	-	-
Hong Kong dollar	344,015	319,540	-	24,475
Japanese yen	568,344	568,344	-	-
Sterling	2,132,394	2,188,850	-	(56,456)
Swedish krona	513,525	513,515	-	10
US dollars	10,857,809	10,853,423	-	4,386
<b>Balance at 31 July 2022</b>	<b>15,743,243</b>	<b>15,770,828</b>	<b>-</b>	<b>(27,585)</b>

	Total	Financial assets/(liabilities) on which no interest is paid	Fixed rate assets	Floating rate assets/(liabilities)
Elite Trojan Fund	£	£	£	£
Sterling	188,898	115,545.00	-	73,353
<b>Balance at 31 July 2022</b>	<b>188,898</b>	<b>115,545.00</b>	<b>-</b>	<b>73,353</b>

The floating rate financial assets comprise bank balances that bear interest based on the rates prevailing for each currency and floating rate note investments.



# Notes to the Financial Statements (continued)

## 16. Financial instruments and associated risks (continued)

### Sensitivity Analysis

If the value of the Pound Sterling increased or decreased by 10% (2022: 10%), if all other variables remained constant, the NAV would increase or decrease in each of the Cells as follows:

	Increase 2023	Decrease 2023	Increase 2022	Decrease 2022
Multi Asset Balanced Fund	(4,148)	3,394	(29,743)	24,335
Multi Asset Conservative Fund	-	-	3	(2)
Multi Asset Growth	(6,361)	5,204	(101,943)	83,408
International Equity Fund	1,396,299	(1,144,779)	1,512,317	(1,237,350)

## 17. Capital Management

The capital structure of the Fund at period end consists of the net assets attributable to the Participating Shareholders of each of the cells. The Manager monitors the risks associated with the invested capital, including managing of the liquidity of the Fund so as to be able to meet the redemption requests of the unit holders.

Refer to Borrowing facilities note 18 where borrowings have been disclosed.

## 18. Borrowing facilities

At 31 July 2023 the Company had a €3,000,000 (2022: €3,000,000) facility with BNP Paribas to utilise on behalf of all the cells.

The facility will be made available for a maximum of 5 consecutive days and is primarily available to meet any shortfall arising out of the failure of transactions to settle in the expected timescale.

The Company had drawn down the following amounts as at 31 July 2023: Kleinwort Hambros International Equity Fund £nil (2022: £56,456), Kleinwort Hambros Multi Asset Growth Fund £15,358 (2022: £757,858) and Kleinwort Hambros Multi Asset Balanced Fund £3,036 (2022: £250,211).

## 19. Ultimate Controlling Party

The issued share capital of the Company is owned by numerous parties and therefore, in the opinion of the Directors, there is no ultimate controlling party in the Company.

# Notes to the Financial Statements (continued)

## 20. Events after the Balance Sheet Date

Subsequent to the year end, the Net Asset Value per unit of the Cells have changed as set out in the tables below. This movement takes into account routine transactions but also reflects the market movements in recent months.

Cell	Net Asset Value Per Share as at 31 July 2023	Net Asset Value Per Share as at 9 November 2023	Increase / (decrease) in Net Asset Value	% Change
Multi Asset Balanced Fund	1.34	1.31	(0.03)	(2.24)
Multi Asset Growth Fund	1.52	1.49	(0.03)	(1.97)
International Equity Fund	2.55	2.55	–	–

### Distributions

On 27 July 2023 the following dividends were declared: Kleinwort Hambros Multi Asset Balanced Fund £35,516. These dividends were paid on 18 September 2023.

### Interim Accounts

On 6 September 2023, it was resolved to cease production of unaudited interim accounts.

# Cell Portfolio of Investments

## Kleinwort Hambros Elite Multi Asset Balanced Fund

As at 31 July 2023

Nominal	Description	Cost £	Market Value £	% of Net Assets	% of Net Assets 2022
	<b>Bonds 2.01% (2022: 1.97%)</b>				
	<b>Euroland</b>				
1,418,900	SG Issuer SA 0% 300726	1,413,317	1,153,849	2.01	
		<b>1,413,317</b>	<b>1,153,849</b>	<b>2.01</b>	<b>1.97</b>
	<b>Funds 96.41% (2022: 94.37%)</b>				
	<b>United Kingdom</b>				
10,260,000	M&G Corp Bond I GBP Inc	3,849,417	3,488,400	6.09	
255,121	Tapestry Investment Co PCC Ltd	100	9,695	0.02	
730,000	FIL Investment Services (UK) Limited Institutional Emerging Markets	1,096,385	1,211,800	2.12	
311,700	iShares Core FTSE 100 UCITS ETF GBP	2,295,872	2,342,426	4.09	
34,317	iShares Core S&P 500 UCITS ETF GBP	1,200,650	1,218,511	2.13	
16,500	iShares Core MSCI Japan IMI UCITS ETF	601,130	637,643	1.11	
671,273	iShares S&P 500 Equal Weight UCITS ETF	3,332,563	3,538,951	6.18	
12,070	iShares GBP Corporate Bond 0-5YR UCITS ETF	1,155,290	1,173,626	2.05	
17,004	Moorea Fund - Defined Return	1,697,013	1,702,832	2.97	
21,028	Moorea Fund - Real Assets Fund	1,803,193	1,607,759	2.81	
169,049	ETFS Hedged Metal Gold	1,484,427	1,751,136	3.06	
7,798	Pictet - Global Environmental Opportunities	2,138,725	2,309,846	4.03	
		<b>20,654,765</b>	<b>20,992,625</b>	<b>36.65</b>	<b>26.58</b>
	<b>Euroland</b>				
6,107	Robeco Lux SA US Premium Equities	2,113,092	2,903,512	5.07	
11,114	Lyxor Newcits IRL PLC - Lyxor/Tiedemann Arbitrage	1,114,452	1,139,158	1.99	
126,781	Lyxor Net Zero 2050 S&P 500 Climate PAB (DR) UCITS ETF	2,655,167	2,908,356	5.08	
10,410	Lyxor Newcits I. Si2 GBP	1,076,045	1,167,535	2.04	
295,072	J O Hambro Capital Management Limited Continental Euro	1,580,279	1,713,188	2.99	
6,674	Lyxor Investment S Trend	869,887	1,119,168	1.95	
66,815	Blackrock Luxembourg S.A. Continental Europe	1,768,732	2,371,264	4.14	
45,793	Multi Units Lux FTSE	4,884,988	4,639,289	8.10	
314,037	Lyxor FTSE Actuaries UK Gilts 0-5Y DR UCITS ETF	5,305,725	5,161,198	9.01	
311,782	Invesco Management Bond Z	3,189,925	2,933,619	5.12	
141,750	Lyxor S&P 500 UCITS ETF	4,907,066	5,184,931	9.05	
1,431,650	AXA World Funds - Framlington UK I Distribution GBP	1,431,650	1,231,219	2.15	
749,773	Hermes Investment Management	1,514,383	1,747,046	3.05	
		<b>32,411,391</b>	<b>34,219,483</b>	<b>59.73</b>	<b>63.02</b>
	<b>Equities 0.00% (2022: 0.00%)</b>				
	<b>United Kingdom</b>				
561,734	Duet Real Estate Finance	234,852	1,685	-	
		<b>234,852</b>	<b>1,685</b>	<b>-</b>	<b>3.16</b>
	<b>Total Investments</b>	<b>54,714,325</b>	<b>56,367,642</b>	<b>98.40</b>	<b>94.73</b>
	<b>Net Current Assets</b>		<b>918,392</b>	<b>1.60</b>	<b>5.27</b>
	<b>Net Assets attributable to Participating Shareholders as at 31 July 2023</b>		<b>57,286,034</b>	<b>100.00</b>	<b>100.00</b>

The investments held by the cell as at 31 July 2023 were all listed or quoted securities.

As at 31 July 2023, the credit rating of the debt investments held by the cell is A as provided by Standard & Poors credit rating agency.

# Cell Portfolio of Investments (continued)

## Kleinwort Hambros Multi Asset Growth Fund

As at 31 July 2023

United Kingdom	Description	Cost £	Market Value £	% of Net Assets	% of Net Assets 2022
	<b>Bonds 1.98% (2022: 2.06%)</b>				
	<b>Euroland</b>				
854,800	SG Issuer SA 0% 300726	854,031	695,123	1.98	
		<b>854,031</b>	<b>695,123</b>	<b>1.98</b>	<b>2.06</b>
	<b>Funds 96.8% (2022: 93.77%)</b>				
	<b>United Kingdom</b>				
665,000	FIL Investment Services (UK) Limited Institutional Emerging Markets	1,030,858	1,103,900	3.14	
281,533	iShares Core FTSE 100 UCITS ETF GBP	2,075,002	2,115,721	6.01	
8,113	Tapestry Investment Co PCC Ltd	43	308	0.00	
8,550	iShares VII PLC S&P 500	1,806,932	3,178,120	9.03	
534,287	iShares S&P 500 Equal Weight UCITS ETF	2,659,140	2,816,761	8.01	
18,600	iShares Core MSCI Japan IMI UCITS ETF	677,637	718,797	2.04	
70,227	ETFS Hedged Metal Gold	615,629	727,464	2.07	
13,194	Moorea Fund - Real Assets Fund	1,131,412	1,008,787	2.87	
7,080	Moorea Fund - Defined Return	706,914	709,012	2.02	
149,812	Invesco Management Bond Z	1,413,480	1,409,611	4.01	
		<b>12,117,047</b>	<b>13,788,481</b>	<b>39.20</b>	<b>30.11</b>
	<b>Euroland</b>				
624,224	Hermes Investment Management	1,079,917	1,454,504	4.13	
305,104	J O Hambro Capital Management Limited Continental Euro	1,649,163	1,771,434	5.04	
5,922	Robeco Lux SA US Premium Equities	1,996,541	2,815,556	8.00	
4,191	Lyxor Investment S Trend	528,722	702,792	2.00	
50,037	Blackrock Luxembourg S.A. Continental Europe	1,250,827	1,775,813	5.05	
6,893	Lyxor Newcits IRL PLC - Lyxor/Tiedemann Arbitrage	689,339	706,549	2.01	
7,129	Pictet - Global Environmental Opportunities	1,958,690	2,111,681	6.00	
10,706	Multi Units Lux FTSE	1,080,165	1,084,625	3.08	
96,795	Lyxor S&P 500 UCITS ETF	3,331,896	3,540,568	10.06	
79,094	Lyxor Net Zero 2050 S&P 500 Climate UCITS ETF	1,672,078	1,814,416	5.16	
65,373	Multi Units Luxembourg Lyxor Ftse Actuaries UK	1,079,400	1,074,405	3.05	
1,645,994	AXA World Funds - Framlington UK	1,615,473	1,415,555	4.02	
		<b>17,932,211</b>	<b>20,267,898</b>	<b>57.60</b>	<b>60.81</b>
	<b>United States of America</b>				
-	Ngam Sa Loomis Sayles US	-	-	-	
		<b>-</b>	<b>-</b>	<b>-</b>	<b>2.85</b>
	<b>Equities</b>				
	<b>United Kingdom</b>				
434,628	Duet Real Estate Finance	168,533	1,304	-	-
		<b>168,533</b>	<b>1,304</b>	<b>-</b>	<b>-</b>
	<b>Total Investments</b>	<b>31,071,822</b>	<b>34,752,806</b>	<b>98.78</b>	<b>95.83</b>
	<b>Net Current Assets</b>		<b>428,999</b>	<b>1.22</b>	<b>4.17</b>
	<b>Net Assets attributable to Participating Shareholders as at 31 July 2023</b>		<b>35,181,805</b>	<b>100.00</b>	<b>100</b>

The investments held by the cell as at 31 July 2023 were all listed or quoted securities.

As at 31 July 2023, the credit rating of the debt investments held by the cell is A as provided by Standard & Poors credit rating agency.

# Cell Portfolio of Investments (continued)

## Kleinwort Hambros Elite International Equity Fund

As at 31 July 2023

Nominal	Description	Cost £	Market Value £	% of Net Assets	% of Net Assets 2022
	<b>Equities 100.08% (2022: 99.27%)</b>				
	<b>Asia</b>				
610,000	China Construction Bank	295,950	275,763	1.97	
2,200	Alibaba Group	196,550	175,113	1.25	
3,330	Taiwan Semiconductor	137,556	257,196	1.84	
		<b>630,056</b>	<b>708,072</b>	<b>5.07</b>	<b>4.59</b>
	<b>Euroland</b>				
1,839	CapGemini SE Eur8	165,659	259,790	1.86	
3,413	Vinci	179,461	312,286	2.24	
16,700	Stellantis NV	215,206	266,787	1.91	
7,000	Boliden AB	192,072	161,202	1.15	
		<b>752,398</b>	<b>1,000,065</b>	<b>7.16</b>	<b>7.77</b>
	<b>United Kingdom</b>				
12,000	Shell Plc	287,470	283,890	2.03	
1,325	Linde Plc	223,451	403,392	2.89	
221,341	Taylor Wimpey Plc	391,543	253,159	1.81	
14,360	Relx Plc Gbp	156,832	376,304	2.69	
4,023	Croda International	282,482	236,995	1.70	
19,255	Gsk Plc	352,075	266,566	1.91	
2,637	Abbvie Inc Com	203,212	307,279	2.20	
1,849	Visa Inc	266,691	342,557	2.45	
		<b>2,163,756</b>	<b>2,470,142</b>	<b>17.69</b>	<b>25.01</b>

# Cell Portfolio of Investments (continued)

## Kleinwort Hambros Elite International Equity Fund (continued)

As at 31 July 2023

Nominal	Description	Cost £	Market Value £	% of Net Assets	% of Net Assets 2022
	<b>United States of America</b>				
2,200	Amazon.com Inc Com	231,015	229,224	1.64	
1,654	Amgen Inc	208,006	301,752	2.16	
2,169	Apple Inc	202,056	332,025	2.38	
2,317	Applied Materials Inc	216,942	273,719	1.96	
9,237	Bank Of America Corporation	200,965	230,397	1.65	
1,360	Berkshire Hathaway	142,763	373,103	2.67	
735	Costco Wholesale	119,519	321,096	2.30	
2,994	Dr Horton Inc	122,177	296,278	2.12	
1,400	Danaher Corporation	283,233	278,231	1.99	
732	Deere & Co	249,226	245,076	1.75	
1,568	Dollar General Co	130,031	206,303	1.48	
1,163	Hca Holdings Inc	130,683	247,160	1.77	
1,363	Estee Lauder	353,766	191,139	1.37	
1,238	Microsoft Corporation	78,169	324,061	2.32	
3,888	Nextera Energy Inc	67,460	221,991	1.59	
2,377	Pnc Financial Services	329,154	253,519	1.82	
4,130	Paccar Inc	185,488	277,123	1.98	
440	Fair Isaac Corp	261,560	287,179	2.06	
2,500	Global Payments	232,943	214,769	1.54	
15,500	Pinterest Inc	269,530	350,326	2.51	
300	Samsung Electronics	304,213	318,223	2.28	
4,520	Southern Co	245,060	254,765	1.82	
1,200	Ulta Beauty Inc	482,931	416,030	2.98	
2,000	Verisign Inc	350,173	328,741	2.35	
3,229	Prologis Inc	381,843	313,898	2.25	
741	S&P Global Inc	233,397	227,840	1.63	
2,130	Texas Instruments Inc	147,010	298,923	2.14	
1,368	Union Pacific Com Usd	131,093	247,327	1.77	
2,200	Valero Energy Corp	205,103	221,049	1.58	
2,578	Waste Management Inc	81,819	329,066	2.36	
		<b>6,577,328</b>	<b>8,410,333</b>	<b>60.22</b>	<b>58.51</b>
	<b>Australia</b>				
2,827	Rio Tinto Ltd	118,835	173,174	1.24	
130,000	Pilbara Minerals	335,677	329,287	2.36	
		<b>454,512</b>	<b>502,461</b>	<b>3.60</b>	<b>1.49</b>
	<b>Japan</b>				
2,600	Fujitsu LTD	269,679	261,625	1.87	
3,300	Hoya Corporation	243,458	298,409	2.14	
9,000	Sumitomo Mitsui Financial	323,241	326,448	2.34	
		<b>836,378</b>	<b>886,482</b>	<b>6.35</b>	<b>1.90</b>
	<b>Total Investments</b>	<b>11,414,428</b>	<b>13,977,555</b>	<b>100.08</b>	<b>99.27</b>
	<b>Net Current Assets</b>		<b>(11,536)</b>	<b>(0.08)</b>	<b>0.73</b>
	<b>Net Assets attributable to Participating Shareholders as at 31 July 2023</b>		<b>13,966,019</b>	<b>100</b>	<b>100.00</b>

The investments held by the cell as at 31 July 2023 were all listed or quoted securities.

# Cell Summary of Material Portfolio Changes

## Kleinwort Hambros Elite Multi Asset Balanced Fund

For the year ended 31 July 2023

Acquisitions	Cost £
<b>Funds</b>	
Lyxor FTSE Actuaries Uk Gilts 0-5y ETF	5,925,651
Lyxor S&P 500 UCITS ETF	5,114,773
Multi Units Luxembourg Lyxor FTSE Actuaries UK	4,645,773
iShares S&P 500 Equal Weight UCITS ETF	3,531,144
M&G Investment Man Corporate Bond I	1,810,072
Moorea Fund - Real Assets Fund	1,803,193
Moorea Fund - Defined Return	1,697,013
iShares GBP Corporate Bond 0-5yr UCITS ETF	1,155,290
Invesco Management SA Bond Z	996,310
Lyxor Net Zero 2050 S&P 500 Climate UCITS ETF	780,497
<b>Top 10 acquisitions in the year</b>	<b>27,459,716</b>

Disposals	Proceeds £
<b>Funds</b>	
Multi Units Luxembourg Lyxor FTSE Actuaries UK	6,902,564
Lyxor Core Morningstar US UCITS ETF	6,103,250
Lyxor FTSE Actuaries UK Gilts 0-5y ETF	3,946,763
iShares Diversified Commodity Swap UCITS ETF	2,163,236
Loomis Sayles US Growth Equity Fund	1,992,896
Invesco Management SA Bond Z GBP	1,766,926
Hermes Investment Management Asia Ex-Japan Equity	1,598,148
Wisdomtree Hdq Met Physical Gold	1,495,964
iShares S&P 500 GBP	1,449,643
Lyxor Investment Strategies Plc Epsilon Global	1,207,107
<b>Top 10 disposals in the year</b>	<b>28,626,497</b>

# Cell Summary of Material Portfolio Changes (continued)

## Kleinwort Hambros Multi Asset Growth Fund

For the year ended 31 July 2023

Acquisitions	Cost £
<b>Funds</b>	
Lyxor S&P 500 Ucits ETF	3,951,427
iShares S&P 500 Equal Weight UCITS ETF	2,910,866
Lyxor FTSE Actuaries UK Gilts 0-5y ETF	2,485,544
Invesco Management SA Bond Z GBP	1,469,949
Multi Units Luxembourg Lyxor FTSE Actuaries UK	1,446,070
Moorea Fund - Real Assets Fund	1,131,412
Lyxor Net Zero 2050 S&P 500 Climate UCITS	925,816
iShares Core MSCI Japan IMI UCITS ETF	750,501
iShares GBP Corporate Bond UCITS ETF	725,306
Moorea Fund - Defined Return	706,914
<b>Total acquisitions in the year</b>	<b>16,503,805</b>

Disposals	Proceeds £
<b>Funds</b>	
Lyxor Core Morningstar US UCITS ETF	3,835,881
Multi Units Luxembourg Lyxor FTSE Actuaries UK	2,666,529
iShares Diversified Commodity Swap UCITS ETF	1,646,691
Lyxor FTSE Actuaries UK Gilts 0-5y ETF	1,402,408
Hermes Investment Management Asia Ex-Japan Equity	1,324,704
iShares VII PLC S&P 500	1,168,186
Loomis Sayles US Growth Equity Fund	1,148,848
Wisdomtree Hdg Met Physical Gold	825,481
Lyxor Newcits Irl Plc Sandler US Equity Si2 GBP	799,279
FIL Investment Services (UK) Limited Institutional Emerging Markets	754,400
<b>Top 10 disposals in the year</b>	<b>15,572,407</b>



# Cell Summary of Material Portfolio Changes (continued)

## Kleinwort Hambros Elite International Equity Fund

For the year ended 31 July 2023

Acquisitions	Cost £
<b>Equities</b>	
Ulta Beauty Inc	482,931
Verisign Inc	350,173
Pinterest Inc	347,781
Pilbara Minerals Ltd	335,677
The Southern Co	325,301
Sumitomo Mitsui Financial Group Inc	323,241
Samsung Electronics	304,213
L3harris Technologies Inc	297,595
Shell Plc	287,471
Stellantis Nv	267,100
<b>Top 10 acquisitions in the year</b>	<b>3,321,483</b>

Disposals	Proceeds £
<b>Equities</b>	
Xylem Incorporated	336,281
Icon Plc	335,811
Imi Plc	327,814
Tate & Lyle Plc	297,841
Pioneer Natural Resources	280,584
Walt Disney Company	276,614
Hexagon Ab	267,603
Palo Alto Networks Inc	251,340
Aviva Plc	246,480
L3harris Technologies Inc	226,897
<b>Top 10 disposals in the year</b>	<b>2,847,265</b>

# Cell Summary of Material Portfolio Changes (continued)

## Kleinwort Hambros Trojan Fund

For the year ended 31 July 2023

Disposals	Proceeds £
<b>Funds</b>	
EEA Life Settlements Ltd	33,502
	<b>33,502</b>
<b>Total disposals in the year</b>	<b>33,502</b>

# Alternative Investment Fund Manager's Directive

In accordance with the Alternative Investment Fund Managers Directive (the 'Directive'), the Board in its capacity as Alternative Investment Fund Manager ('AIFM') is required to disclose specific information in relation to the following aspects of the Company's management:

## Leverage and borrowing

Leverage is defined as any method by which the Company increases its exposure through borrowing or the use of derivatives. 'Exposure' is defined in two ways – 'gross method' and 'commitment method' – and the Company must not exceed maximum exposures under both methods. 'Gross method' exposure is calculated as the sum of all positions of the Company (both positive and negative), that is, all eligible assets, liabilities and derivatives, including derivatives held for risk reduction purposes. 'Commitment method' exposure is also calculated as the sum of all positions of the Company (both positive and negative), but after netting off derivative and security positions as specified by the Directive.

For the "Gross method", the following has been excluded:

- the value of any cash and cash equivalents which are highly liquid investments held in the base currency of the AIF that are readily convertible to a known amount of cash, subject to an insignificant risk of changes in value; and
- cash borrowings that remain in cash or cash equivalents as defined above and where the amounts of that payable are known should be excluded from the calculation.

The total amount of leverage calculated as at 31 July 2023 is as follows:

Gross method	1,009
Commitment method	0,998

## Liquidity

The Alternative Investment Fund Manager's policy is that the Company should normally be close to fully invested (i.e. with liquidity of 5% or less) but this is subject to the need to retain liquidity for the purpose of effecting the cancellation of Units, and the efficient management of the Company in accordance with its objectives. There may therefore be occasions when there will be higher levels of liquidity, for example following the issue of shares or the realisation of investments. This policy has been applied consistently throughout the review period and as a result the Alternative Investment Fund Manager has not introduced any new arrangements for managing the Company's liquidity.

## Risk management policy note

Please refer to Note 16, Risk management policies, in the Notes to the Financial Statements on pages 30 to 54, where the current risk profile of the Company and the risk management systems employed by the Alternative Investment Fund Manager to manage those risks, are set out.

## Remuneration

The AIFM is subject to a remuneration policy which is consistent with the principles outlined in the European Securities and Markets Authority guidelines on sound remuneration policies under the Directive. The remuneration policies are designed to ensure that any relevant conflicts of interest can be managed appropriately at all times and that the remuneration of its Directors and senior management is in line with the risk policies and objectives of the AIFs it manages.