

Kleinwort Hambros Elite PCC Limited

Formerly Kleinwort Benson Elite PCC Limited

Interim Report and Unaudited Condensed
Financial Statements

For the period 1 August 2018 to 31 January 2019

Guernsey Registered Company Number: 42365



SOCIETE GENERALE GROUP

Kleinwort Hambros Elite PCC Limited

Formerly Kleinwort Benson Elite PCC Limited

Interim Report and Unaudited Condensed Financial Statements

For the period 1 August 2018 to 31 January 2019

Guernsey Registered Company Number: 42365

Contents

Investor Information	3
Alternative Investment Fund Manager's Report	6
Directors' Report	11
Statement of Directors' Responsibilities	12
Comparative Table	13
Condensed Interim Statement of Total Return	14
Condensed Interim Statement of Change in Net Assets Attributable to Shareholders	14
Condensed Interim Balance Sheet	18
Notes to the Condensed Interim Financial Statements	22
Cell Portfolio of Investments	28
Cell Summary of Material Portfolio Changes	35

Investor Information

General information

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, 1987. The Company is an open-ended investment Protected Cell Company governed by the provisions of The Companies (Guernsey) Law, 2008 (“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 cell are not exposed to the liabilities 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).

The Company currently has six active Cells which include multiple share classes. Twenty four share classes within five of the Cells, are listed on The International Stock Exchange (‘TISE’).

The functional and reporting currency of the Company and of each Cell is pounds sterling except for Kleinwort Hambros Elite USD Currency Fund which is United States dollar as well as Kleinwort Hambros Elite EUR Currency Fund and Kleinwort Hambros Elite EUR Fixed Income Fund which are in Euro.

The Cells

Kleinwort Hambros Elite Sterling Fixed Income Fund

This Fund was launched on 28 April 2006 and was formerly known as Kleinwort Hambros Elite Sterling Income Fund. The investment objective of the Cell is primarily to produce returns by way of income with the possibility of capital growth over the medium to long term with low volatility through a portfolio of fixed income and cash investments.

The Cell will seek to achieve its objective through a diversified portfolio of predominantly sterling denominated securities, bonds, notes or negotiable instruments issued or guaranteed by sovereign or corporate borrowers within the member states of the Organisation for Economic Co-operation and Development (OECD).

The Alternative 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 Alternative 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 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 Alternative 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 is to achieve consistent returns with a low 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 Alternative 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 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 Alternative 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.

Investor Information (continued)

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 Alternative 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 Alternative 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 Participating Share share class of this Fund holds illiquid investment assets in EEA Life Settlements Fund. If the cash flow is sufficient the Directors will consider making further distributions to shareholders.

Cells and Class Names

Kleinwort Hambros Elite Sterling Fixed Income Fund:

- A Income Reporting Shares*
- B Income Reporting Shares*

Kleinwort Hambros Elite Multi Asset Balanced Fund:

- A GBP Income Reporting Shares*
- A GBP Reinvest Reporting Shares*
- B GBP Income Reporting Shares*
- A USD Accumulating 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*

Kleinwort Hambros Elite Multi Asset Conservative Fund:

- A GBP Income Reporting Shares*
- B GBP Income 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*

Kleinwort Hambros Elite Multi Asset Growth Fund:

- A GBP Income Reporting Shares*
- A GBP Reinvest Reporting Shares*
- B GBP Income Reporting Shares*
- A USD Accumulating 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 (suspended)

*These share classes are listed on the TISE (formerly known as "CISE").

**These share classes have been closed during the period.

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

M Wilson

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 CISE Listing

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

Custodian

BNP Paribas Securities Services SCA – Guernsey Branch
BNP Paribas House
St Julian's Avenue
St Peter Port
Guernsey GY1 1WA

Independent Auditor

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

Legal Advisers

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

Alternative Investment Fund Manager

SG Kleinwort Hambros Bank (CI) Limited
18 Esplanade
St Helier
Jersey
Channel Islands
JE4 8PR

Sub-Investment Manager

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

Alternative Investment Fund Manager's Report

Portfolio Commentary: 6 months
August 2018 to January 2019

Multi Asset Funds

Kleinwort Hambros Elite Multi Asset Conservative Fund

Performance

The fund fell 2.3% over the 6-month period ending 31st January 2019. Over the same period its benchmark, the Morningstar Moderately Cautious peer group, declined 1.9%.

Portfolio activity

The fund's equity allocation was the biggest detractor, impacted by the selloff in Q4 when the MSCI World declined 11.3%, though fixed income and alternative allocation offset some of this with small positive returns. Within fixed income both government and credit exposures were positive. The alternatives benefited from the strong performance of Gold and Lyxor Tiedemann Merger Arbitrage fund.

During the six months we made several changes to the fund. In October we switched Tokio Marine Japanese Equity Focus into Baillie Gifford Japanese, to increase the growth tilt in our Japanese allocation. We also switched Kames Global High Yield into UBAM Global High Yield Solutions. In November we slightly increased the US Equity allocation by reducing cash, though post Q4 we reduced our equity allocation back to neutral by reducing the European and Japanese exposures.

In August and September, the global economy continued to deliver robust GDP growth, with many expecting it to match the 2017 numbers. The US economy continued to deliver robust GDP and non-farm payroll growth, though a pick-up in annual wage growth to 2.9% in August was the first warning sign that rates may rise faster than expected with a hike in December 2018, increasingly likely; treasury yields rose, and the dollar reversed earlier losses.

Despite all the good news at the macro level, investors continue to fret about emerging markets assets as the currency crises in Turkey and Argentina fuelled worries about contagion. Rising US rates and risk to world trade are providing clearly negative shocks to these markets. The Federal Reserve's policy normalisation remained on track, with four rate hikes in 2018 and probably two or three more in 2019, while in the rest of the world the potential for any meaningful rate hikes seemed limited.

In the fourth quarter it all changed. The combination of US China Tariffs, 0.25% rate hike by the US Federal Reserve and the release of the International Monetary Fund (IMF)'s biannual World Economic Outlook weighed heavily on investor sentiment. Markets looked fragile and quickly sold off. Growth lost its allure as markets questioned how much a company's future growth is worth today; discount rates look

set to rise, reducing present value of future growth. Cyclically exposed investments declined as investors feared we are at the end of the cycle rather than somewhere between expansion and slowdown. Investors sort safety in government bonds and defensive sectors. The IMF downgraded their global growth expectations for 2019 from 3.9% to 3.7%. Not bad numbers, but with the tariffs, rate hike and Alphabet and Amazon cementing the view with disappointing guidance we end up with one of the weaker Octobers.

Markets stabilised in November as a slightly softer outlook allowed led the Federal Reserve to alter its language around further monetary tightening: Governor Powell moving from his October comment "we are a long way from neutral" on interest rates, to last week's statement that they are "now just below neutral".

Though the worst was yet to come in December as the US China tariff war took centre stage, reinforced by weak US tech company guidance. Their comments reduced market growth expectations and drove markets lower at the end of 2018. When the tariffs came into effect coupled with another 25-basis point hike by the US Federal Reserve there was the beginnings of a wobble. Equity markets recorded one of their worst Decembers on record, leaving global equity markets down over 11% over Q4

After a tumultuous end to 2018 where the market was plagued by a series of negative events which included a pullback in commodity prices, corporate debt concerns, tariff and trade tensions, and a government shutdown, equity investors enjoyed a welcomed respite as the S&P 500 rallied sharply in January. Easing investor angst was a temporary truce between the U.S. and China which is set to be honoured through March 1st and a more dovish outlook from the Federal Reserve regarding future interest rate hikes in 2019.

Equities remain our most significant allocation across balanced and growth multi-asset strategies. At the global level, the asset class is still attractively valued versus others, particularly cash and government bonds. Indeed, at the time of writing, Global equity markets had regained their positive momentum lost at the end of Q3 2018.

Kleinwort Hambros Elite Multi Asset Balanced Fund

Performance

The fund declined 4.0% over the 6-month period ending 31st January 2019. Over the same period its benchmark, the Morningstar Moderate Allocation peer group, decline 3.4%.

Portfolio activity

The fund's equity allocation was the biggest detractor, impacted by the selloff in Q4 when the MSCI World declined 11.3%, though this was partially offset by the alternative

Alternative Investment Fund Manager's Report (continued)

allocation which delivered a small positive return; fixed income was broadly flat. Within fixed income government exposure added value, but this was offset by weak credit performance. The alternatives benefited from the strong performance of Gold and Lyxor Tiedemann Merger Arbitrage fund.

During the six months we made several changes to the fund. In October we switched Tokio Marine Japanese Equity Focus into Baillie Gifford Japanese, to increase the growth tilt in our Japanese allocation. We also switched Kames Global High Yield into UBAM Global High Yield Solutions. In November we slightly increased the US Equity allocation by reducing cash, though post Q4 we reduced our equity allocation back to neutral by reducing the European and Japanese exposures.

In August and September, the global economy continued to deliver robust GDP growth, with many expecting it to match the 2017 numbers. The US economy continued to deliver robust GDP and non-farm payroll growth, though a pick-up in annual wage growth to 2.9% in August was the first warning sign that rates may rise faster than expected with a hike in December 2018, increasingly likely; treasury yields rose, and the dollar reversed earlier losses.

Despite all the good news at the macro level, investors continue to fret about emerging markets assets as the currency crises in Turkey and Argentina fuelled worries about contagion. Rising US rates and risk to world trade are providing clearly negative shocks to these markets. The Federal Reserve's policy normalisation remained on track, with four rate hikes in 2018 and probably two or three more in 2019, while in the rest of the world the potential for any meaningful rate hikes seemed limited.

In the fourth quarter it all changed. The combination of US China Tariffs, 0.25% rate hike by the US Federal Reserve and the release of the International Monetary Fund (IMF)'s biannual World Economic Outlook weighed heavily on investor sentiment. Markets looked fragile and quickly sold off. Growth lost its allure as markets questioned how much a company's future growth is worth today; discount rates look set to rise, reducing present value of future growth. Cyclically exposed investments declined as investors feared we are at the end of the cycle rather than somewhere between expansion and slowdown. Investors sort safety in government bonds and defensive sectors. The IMF downgraded their global growth expectations for 2019 from 3.9% to 3.7%. Not bad numbers, but with the tariffs, rate hike and Alphabet and Amazon cementing the view with disappointing guidance we end up with one of the weaker Octobers.

Markets stabilised in November as a slightly softer outlook allowed led the Federal Reserve to alter its language around further monetary tightening: Governor Powell moving from his October comment "we are a long way from neutral" on interest rates, to last week's statement that they are "now just below neutral".

Though the worst was yet to come in December as the US China tariff war took centre stage, reinforced by weak US tech company guidance. Their comments reduced market growth expectations and drove markets lower at the end of 2018. When the tariffs came into effect coupled with another 25-basis point hike by the US Federal Reserve there was the beginnings of a wobble. Equity markets recorded one of their worst Decembers on record, leaving global equity markets down over 11% over Q4

After a tumultuous end to 2018 where the market was plagued by a series of negative events which included a pullback in commodity prices, corporate debt concerns, tariff and trade tensions, and a government shutdown, equity investors enjoyed a welcomed respite as the S&P 500 rallied sharply in January. Easing investor angst was a temporary truce between the U.S. and China which is set to be honoured through March 1st and a more dovish outlook from the Federal Reserve regarding future interest rate hikes in 2019.

Equities remain our most significant allocation across balanced and growth multi-asset strategies. At the global level, the asset class is still attractively valued versus others, particularly cash and government bonds. Indeed, at the time of writing, Global equity markets had regained their positive momentum lost at the end of Q3 2018.

Kleinwort Hambros Elite Multi Asset Growth Fund

Performance

The fund declined 5.6% over the 6-month period ending 31st January 2019. Over the same time period its benchmark, the Morningstar moderately Adventurous Allocation peer group, fell 5.0%.

Portfolio activity

The fund's equity allocation was the biggest detractor, impacted by the selloff in Q4 when the MSCI World declined 11.3%, though this was partially offset by the alternative allocation which delivered a small positive return; fixed income was broadly flat. Within fixed income government exposure added value, but this was offset by weak credit performance. The alternatives benefited from the strong performance of Gold and Lyxor Tiedemann Merger Arbitrage fund.

During the six months we made several changes to the fund. In October we switched Tokio Marine Japanese Equity Focus into Baillie Gifford Japanese, to increase the growth tilt in our Japanese allocation. In November we slightly increased the US Equity allocation by reducing cash, though post Q4 we reduced our equity allocation back to neutral by reducing the European and Japanese exposures.

In August and September, the global economy continued to deliver robust GDP growth, with many expecting it to match

Alternative Investment Fund Manager's Report (continued)

the 2017 numbers. The US economy continued to deliver robust GDP and non-farm payroll growth, though a pick-up in annual wage growth to 2.9% in August was the first warning sign that rates may rise faster than expected with a hike in December 2018, increasingly likely; treasury yields rose, and the dollar reversed earlier losses.

Despite all the good news at the macro level, investors continue to fret about emerging markets assets as the currency crises in Turkey and Argentina fuelled worries about contagion. Rising US rates and risk to world trade are providing clearly negative shocks to these markets. The Federal Reserve's policy normalisation remained on track, with four rate hikes in 2018 and probably two or three more in 2019, while in the rest of the world the potential for any meaningful rate hikes seemed limited.

In the fourth quarter it all changed. The combination of US China Tariffs, 0.25% rate hike by the US Federal Reserve and the release of the International Monetary Fund (IMF)'s biannual World Economic Outlook weighed heavily on investor sentiment. Markets looked fragile and quickly sold off. Growth lost its allure as markets questioned how much a company's future growth is worth today; discount rates look set to rise, reducing present value of future growth. Cyclically exposed investments declined as investors feared we are at the end of the cycle rather than somewhere between expansion and slowdown. Investors sought safety in government bonds and defensive sectors. The IMF downgraded their global growth expectations for 2019 from 3.9% to 3.7%. Not bad numbers, but with the tariffs, rate hike and Alphabet and Amazon cementing the view with disappointing guidance we end up with one of the weaker Octobers.

Markets stabilised in November as a slightly softer outlook allowed led the Federal Reserve to alter its language around further monetary tightening; Governor Powell moving from his October comment "we are a long way from neutral" on interest rates, to last week's statement that they are "now just below neutral".

Though the worst was yet to come in December as the US China tariff war took centre stage, reinforced by weak US tech company guidance. Their comments reduced market growth expectations and drove markets lower at the end of 2018. When the tariffs came into effect coupled with another 25-basis point hike by the US Federal Reserve there was the beginnings of a wobble. Equity markets recorded one of their worst Decembers on record, leaving global equity markets down over 11% over Q4

After a tumultuous end to 2018 where the market was plagued by a series of negative events which included a pullback in commodity prices, corporate debt concerns, tariff and trade tensions, and a government shutdown, equity investors enjoyed a welcomed respite as the S&P 500 rallied sharply in January. Easing investor angst was a temporary truce between the U.S. and China which is set to be honoured through March 1st and a more dovish outlook

from the Federal Reserve regarding future interest rate hikes in 2019.

Equities remain our most significant allocation across balanced and growth multi-asset strategies. At the global level, the asset class is still attractively valued versus others, particularly cash and government bonds. Indeed, at the time of writing, Global equity markets had regained their positive momentum lost at the end of Q3 2018.

Fixed Income Funds

Kleinwort Hambros Elite Sterling Fixed Income Fund

Performance

For the six month period to the 31st January 2019 the fund increased by 0.14% whilst the fund's new composite benchmark, implemented from the 1st May 2018 and consisting of equal proportions of the ICE BofAML 1 to 10 year UK gilt index and the ICE BofAML 1 to 10 year sterling corporate index, increased by 1.05%.

Portfolio activity

In terms of changes to the fund we purchased a few bonds during the fourth quarter of 2018 increasing exposure across various sectors. We also decided to extend the maturity of the gilt portion of the portfolio during the month of November but otherwise made no changes to policy.

In 2018 ten-year gilt yields started the year at 1.20% and ended the year at 1.27% having reached over 1.7% in early October. For most of the year and particularly for the last quarter of it the main influences on sterling were not British growth and inflation, which both slowed a bit, or the Bank of England, which raised rates in August to 0.75% (the highest level since 2009), but international developments most notably American monetary policy and the behaviour of equity markets towards the end of the year.

In October the perception that the Federal Reserve might raise rates too high started a slide in equity markets, which lasted the rest of the year, and a recovery in government bond markets. In the sterling bond market these trends took the form of a fall in gilt yields and a widening in credit spreads. The spread between the Merrill Lynch non gilt index and the gilt market widened from 98 basis points (bps) at the start of the year to 116 bps by the end of September. The fourth quarter saw this spread move sharply wider to 148 bps by the end of the year. In the past this spread has only got sustainably wider at times of quite widespread stress such as 2011 (the Greek crisis) or 2007/8. In other words, credit markets were discounting quite significant credit problems in 2019 and beyond. Although Brexit is leading to a good deal of uncertainty demand growth is reasonably steady and inflation is falling back towards target. There have been some high profile corporate bankruptcies in the retail sector in 2018 and this sector is likely to remain under pressure but

Alternative Investment Fund Manager's Report (continued)

the debt is generally privately held rather than listed in the bond market so the asset class has been, and looks likely to remain, relatively immune.

January saw strong reversals of recent trends in many markets but the Gilt market was not one of them. Yields on ten year British Government Bonds fluctuated between 1.2% and 1.35% and ended the month at 1.22%, which was slightly below the level at which they started the month. Credit bonds rallied relative to gilts. These moves once again had little to do with domestic British developments either political or economic. Rather they reflected the change in the outlook for US interest rates as the Federal Reserve softened its tone. In addition, economic data from both China and the Eurozone indicated that the pace of expansion was weakening which lead investors to conclude that the era of easy monetary policy, which has been beneficial for financial markets, was likely to persist.

Looking ahead we expect the mix of subdued growth with stable or, in the UK, slowly declining inflation to persist in the developed world. Against this background, it is likely that interest rates will be adjusted slowly if at all. A portfolio which is overweight in credit with investments in financial subordinated debt is likely to perform better than similar maturity gilts. We therefore made no changes to the broad structure of the portfolio in January. Brexit casts a cloud of uncertainty over all British markets but, we believe, the way in which that uncertainty is resolved is likely to have more significant consequences for the exchange rate and the equity market than for fixed income securities.

In such an environment we prefer to maintain a more cautious approach to the yield curve and interest rate volatility and maintaining a short duration strategy of slightly over 3 years. Where we think we can add value is through investing in the corporate bond sector, with an overweight in financial credit, where yields remain compelling relative to gilts and new issuance offers opportunity to pick up higher yielding debt. That said we maintain our split between corporate and UK gilts at 70:30 respectively.

Prior to May 2018, we compared the performance of this fund to the Barclays Sterling Aggregate Bond Index. The characteristics of that index can be summarised as follows:

1. It is composed of investment grade (i.e. Moody's rating Baa3 and above) sterling denominated bonds
2. 70% of the bonds in the index are UK Gilts (Bonds issued by the UK Government) while the remainder are "credit bonds", issued by companies, foreign governments and supranational organisations such as the World Bank
3. The duration of the index is currently 10.6 years. Duration is a measure of interest rate risk; the higher the duration the more bond prices change for a given change in interest rates
4. The average credit rating of the index is Moody's Aa2/Aa3

From May 2018 we compare the performance of this fund against a new composite benchmark made up of equal portions of the ICE BofAML 1 to 10-year UK gilt index and the ICE BofAML 1 to 10 year sterling corporate index. The differences between the old and the new benchmarks are:

1. A somewhat lower exposure to UK Gilts rather than credit bonds
2. Significantly lower duration at 4.2 years
3. A slightly lower credit rating of Moody's Aa3

The shortening of index duration is the most important factor in our decision. For decades we have lived in an environment of generally falling bond yields, which has been a boon to investors with longer duration. We do not know what the future holds but the balance of probability is that we are entering a period of generally stable to rising bond yields. If so, this new environment seems likely to persist for some years and is one in which investors are likely to be rewarded for maintaining shorter duration strategies.

Kleinwort Hambros Elite International Equity Fund

It may seem surprising, but it helps to consider 2018 in comparison to 2017, and it helps to consider the last six months in the light of the change seen. Taking the Morgan Stanley Capital Index (MSCI) as a base, 2017 was the most tranquil (market setback-wise) year in at least 50 years for equities in dollar-terms and the second least in sterling-terms. Yet it was also a year a range of significant geopolitical issues – for example, Donald Trump's inauguration and first year in power, ongoing Brexit negotiations and elections in Germany and France – as well as a more regular cycle of rate hikes by the US Federal Reserve. 2018 in comparison and the equity markets appear highly turbulent, but with seemingly similar issues. Yet those issues were different as they carried a stronger economic component. Consider, the year started with the introduction of Trump's sweeping tax changes – the biggest shake-up since President Reagan – followed almost immediately with the discussion and then introduction of tariffs against China. Germany saw the diesel-gate scandal which had a direct impact on auto production, France's Yellow Vest movement left a trail of disruption for the retail and services, and Brexit became a bit more real. Even with the change in the effect of the geopolitical shift, it should be realised that 2018 was actually comparatively normal year when you look at that near 50-year record of the MSCI, but the shifts we saw were surprising in their suddenness and in comparison to the calm of 2017.

Now consider the last six months. The US Fed continued to maintain a steady 25 basis point hike per quarter routine and their hawkish tone began to be echoed by the ECB and Bank of England that had led to weakness in the bond market – that has some relevance later. The US administration felt the

Alternative Investment Fund Manager's Report (continued)

relationship was too one-sided with US goods charged more to enter China than Chinese goods were to enter the US. Coupled with that was the theft of US intellectual property rights. As the Chinese were not compromising, Donald Trump, after nearly six months of discussing tariffs against China, began implementing the first phases of tariffs. Diesel-gate was fresh in the headlines and French yellow vests remained in the boots of French cars. The equity markets, after strong earnings reports across the Q1 and Q2 reporting seasons felt the confidence to rally after marking time since February as the naysayers batted the earnings results back with foreshadowing of troubles over the tariffs. With all the tumult, we had taken a cautious tack with the Equity Fund – we had been for some time - and as the August rally came, the fund was left behind a bit.

September and the rally in equities continued as bonds weakened further with another Fed hike and more tariffs came into effect. However, September saw a subtle change in tone, a concern that the Fed might be getting ahead of the market and a growing debate over the impact of the tariffs. Moreover, the diesel-gate scandal had by then triggered a shut-down of German auto production and although recovering, the effect was beginning to come through in German manufacturing data. The issues came to a head at the end of the month with a rate hike by the Fed, the last iteration of tariffs being implemented and - early in October – a report by the IMF report lowering growth expectations for 2019 from 3.9% to 3.7% (3.45% is the long-run average) – this triggered the first 7-9% fall in equities which was echoed across the European and Asian equity markets alongside a sharp fall in US bond yields. That bond move should not be underestimated; given US yields were higher than most markets anyway, the shift in bonds triggered a momentum switch – bonds were looking more attractive than they had compared to equities and a reasonable alternative.

November saw a little stability enter the equity markets. After a significant shift down in October, the lull was well received. The focus shifted to the earnings season. After two solid quarters, there was hope a third would repair lost morale and turn equities positive again. Yes, the tariffs were having an impact on China, but Chinese growth was slowing anyway (and expected), the US was ok, Brexit-facing UK was seeing reasonable economic numbers, Germany's negative Q3 GDP number must be just a blip, and those Yellow Vest guys in France would be short-lived. But no. The tariffs appeared to be slowing Chinese growth further and faster than expected (16% of Chinese GDP derives from trade) causing alarms in the Q4 earnings data as a number of companies with high China sales levels lowered their 2019 guidance over growth concerns. Germany's manufacturing data remained weak. The Yellow Vests kept coming out and Italy got into a budget squabble with Brussels. Oh, and the Fed – in the face of a tweetstorm from Trump – hike rates again. The various troubles triggered the second 7-9% equity market decline to Xmas eve.

Santa did send Federal Reserve Chairman Jerome Powell though. After December's rate hike (which may not have occurred if Trump hadn't been such a tweet), Powell loudly and clearly announced that US growth was strong and robust, and that rates were on hold for now. Moreover, after a few political missteps – like the arrest of Huawei's CFO – the US-China trade talks began in earnest and a short deadline (March 1st) was announced. The rally started. A January opened, the move was strengthening. Momentum shifted back from bonds and equities again became the preferred asset class. As the Fed's dovish tone spread to the ECB and Bank of England, German car production showed solid signs of recovering, the French Yellow Vest protests drew smaller crowds and Italy reached a budget deal, the positive tone was reinforced.

The result of the six months was still a slippage, but with the portfolio on a recovering track in 2019. The portfolio lost 6.14% (net) over the six months – more than the 4.91% FTSE World Index in sterling-terms (gross), but certainly comparing well to the Morningstar Global Large Cap Equity peer group of similar funds which fell back 7.39% (gross) over the same period.

Kleinwort Hambros Trojan Fund

Performance

The Fund continues to be in run-off, holding a combination of cash and the EEA Life Settlement Fund (EEA).

Portfolio activity

The EEA shares are themselves in run-off and are returning cash to shareholders when sufficient is available.

EEA experienced maturities at a slower rate than had been previously forecast at the start of 2018, however the rate increased after March and EEA began to receive some material cash flow. By September the rate had accelerated beyond initial predictions and there was sufficient for EEA to make a distribution to shareholders in October when 11.4% of the EEA NAV was returned.

Added to the previous amount received the cash balance has now increased and Director's will consider whether to make a further payment to shareholders at the next Board meeting.

Directors' Report

The Directors of Kleinwort Hambros Elite PCC Limited ("the Company") are pleased to submit their interim report and unaudited condensed financial statements for the period ended 31 January 2019 with unaudited comparatives for the period ended 31 January 2018 and audited balance sheet comparatives for the year ended 31 July 2018.

Results and dividends

The results for the period are shown in the condensed statement of total return on page 16.

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

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

Dividends can also be declared by 31 January and 31 July in each year in respect of Kleinwort Hambros Elite Multi Asset Conservative Fund and declared by 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 Kleinwort Hambros Elite Global 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 Sterling Fixed Income Fund, the Kleinwort Hambros Elite Multi Asset Conservative Fund, the Kleinwort Hambros International Bond Fund and the Kleinwort Hambros EUR Fixed Income Fund have been charged to capital as prescribed by the Cell Particulars of each cell.

Going concern

In the opinion of the Directors, there is a reasonable expectation that the Company has adequate resources to continue in operational existence for the foreseeable future. For this reason the condensed 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 January 2019 of £8,216,240* (2018: £6,269,637);

- 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; and
- the KH Elite Trojan Fund continues to be in run-off. The last valuation date of the Cell was 31 January 2019.

*The net current asset position is derived as follows:

Total assets	£157,965,728
Less total liabilities	(£1,148,234)
Less investment assets net of short positions	(£148,601,254)
	£8,216,240

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. As at 31 January 2019 none of the Directors, their associates or the Alternative Investment Manager held any participating shares in the Company. Mr Wilson waived his entitlement to Directors' fees, Mr Phillips is entitled to a fee of £25,000 per annum and Mr Maubec is entitled to a fee of £17,500 per annum.

Related parties

Details of the related parties are disclosed in note 5 to the condensed financial statements.

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 2016/61/64 ("AIFMD") authorisation is granted to the AIFM. The Fund is a non-EU AIF whose AIFM is SG Kleinwort Hambros Bank (CI) Limited, a non-EU AIFM for the purpose of the AIFMD 2011/61/EU.

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.

Directors' Report (continued)

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 to be 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 Sterling Fixed Income Fund – A GBP Income Reporting Shares
- Kleinwort Hambros Elite Sterling Fixed Income Fund – B GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Conservative Fund – A GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Conservative Fund – B GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Conservative Fund – A EUR Accumulating Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – A GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – A GBP Reinvest Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – B GBP Income Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – A EUR Accumulating Reporting Shares
- Kleinwort Hambros Elite Multi Asset Balanced Fund – A USD 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 – A USD Accumulating Reporting Shares
- Kleinwort Hambros Elite International Equity Fund – A GBP Income Reporting Shares
- Kleinwort Hambros Elite International Equity Fund – A GBP Reinvest Reporting Shares

Directors' responsibilities

The Law requires the Directors to prepare financial statements for each financial period, which give a true and fair view of the state of affairs of the Company as at the end of the financial period and of the profit or loss of the Company for that period. In preparing those 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 accounting standards have been followed subject to any material departures disclosed and explained in the financial statements; and
- prepare the condensed 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 to enable them to ensure that the financial statements comply with The Law, The Protection of Investors (Bailiwick of Guernsey) Law, 1987, The Authorised Collective Investment Schemes (Class B) Rules, 2013 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 he/she ought to have taken as a Director to make him/herself 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.

Director: Roger Phillips

Director: Mel Maubec

21 May 2019

Comparative Table

Three year record net asset value per share

The net asset value per share is summarised in the table below.

	31 January 2019	31 July 2018	31 July 2017	31 July 2016
Sterling Fixed Income Fund				
A Income Reporting Shares	£10.35	£10.54	£10.93	£11.21
B Income Reporting Shares	£0.88	£0.90	£0.94	£0.97
Multi Asset Balanced Fund				
A GBP Income Reporting Shares	£1.65	£1.72	£1.65	£1.52
A GBP Reinvest Reporting Shares	£1.66	£1.72	£1.65	£1.52
B GBP Income Reporting Shares	£1.60	£1.67	£1.60	£1.47
A USD Accumulating Non-reporting Shares	\$1.31	\$1.36	\$1.29	\$1.19
A EUR Accumulating Reporting Shares	€1.14	€1.20	€1.17	€1.10
B USD Accumulating Non-reporting Shares	\$1.28	\$1.33	\$1.26	\$1.16
B EUR Accumulating Non-reporting Shares	€1.17	€1.23	€1.20	€1.13
B GBP Accumulating Non-reporting Shares	£1.30	£1.35	£1.30	£1.20
Multi Asset Conservative Fund				
A GBP Income Reporting Shares	£1.06	£1.10	£1.11	£1.09
B GBP Income Reporting Shares	£1.02	£1.06	£1.07	£1.05
A EUR Accumulating Reporting Shares	€1.04	€1.08	€1.08	€1.06
B USD Accumulating Non-reporting Shares	\$1.13	\$1.14	\$1.12	\$1.08
B EUR Accumulating Non-reporting Shares	€1.04	€1.07	€1.07	€1.05
B GBP Accumulating Non-reporting Shares	£1.13	£1.16	£1.15	£1.11
Multi Asset Growth Fund				
A GBP Income Reporting Shares	£1.57	£1.66	£1.55	£1.38
A GBP Reinvest Reporting Shares	£1.57	£1.66	£1.55	£1.37
B GBP Income Reporting Shares	£1.46	£1.54	£1.44	£1.28
B USD Accumulating Non-reporting Shares	\$1.43	\$1.50	\$1.39	\$1.24
B EUR Accumulating Non-reporting Shares	€1.32	€1.41	€1.34	€1.21
B GBP Accumulating Non-reporting Shares	£1.45	£1.54	£1.44	£1.28
International Equity Fund				
A GBP Income Reporting Shares	£1.62	£1.72	£1.58	£1.41
A GBP Reinvest Reporting Shares	£1.63	£1.73	£1.59	£1.42
B GBP Accumulating Non-reporting Shares	£2.02	£2.16	£1.98	£1.76

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

Condensed Interim Statement of Total Return

For the period ended 31 January 2019

		Total	Non-Cellular	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund
		2019	2019	2019	2019	2019
	Notes	£	£	£	£	£
Net capital (losses)/gains		(8,326,678)		(230,574)	(3,230,453)	(413,011)
Other losses - capital expenses	3	(202,881)		(85,942)	-	(116,939)
Revenue		1,583,557		292,703	643,702	159,196
Expenses	3	(1,297,509)		-	(642,968)	-
Interest payable and similar charges		7,530		1,189	-	2,419
Net revenue/(expense) before taxation		293,578	-	293,892	734	161,615
Taxation		(42,932)		(93)	-	-
Net revenue/(expense) after taxation		250,646	-	293,799	734	161,615
Total return before distribution		(8,278,913)		(22,717)	(3,229,719)	(368,335)
Distributions	4	(472,399)		(304,179)	(41)	(167,558)
Change in net assets attributable to shareholders from investment activities		(8,751,312)		(326,896)	(3,229,760)	(535,893)

Condensed Interim Statement of Change in Net Assets Attributable to Shareholders

For the period ended 31 January 2019

		Total	Non-Cellular	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund
		2019	2019	2019	2019	2019
	Notes	£	£	£	£	£
Opening net assets attributable to shareholders		186,898,565	100	21,748,666	76,587,280	13,089,169
Amounts receivable on issues of shares		3,043,253	-	45,634	2,130,275	123,675
Amounts payable on redemptions of shares		(24,485,870)	-	(11,313,724)	(5,927,624)	(1,082,370)
		(21,442,617)	-	(11,268,090)	(3,797,349)	(958,695)
Change in net assets attributable to shareholders from investment activities		112,858	-	-	-	112,858
Retained distribution on accumulation shares		(8,751,312)	-	(326,896)	(3,229,760)	(535,893)
Closing net assets attributable to shareholders		156,817,494	100	10,153,680	69,560,171	11,707,439

All activities derive from continuing operations except for the Trojan Fund that is being wound up. The Company has no recognised gains or losses other than those reflected in the statement of total return above, therefore a separate statement of total recognised gains and losses has not been prepared.

The notes on pages 22 to 27 form an integral part of these condensed financial statements.

Multi Asset Growth Fund	International Equity Fund	Trojan Fund
2019	2019	2019
£	£	£
(3,325,941)	(1,143,898)	17,199
-	-	-
296,451	191,162	343
(473,206)	(177,450)	(3,885)
3,950	(28)	-
(172,805)	13,684	(3,542)
-	(42,839)	-
(172,805)	(29,155)	(3,542)
(3,498,746)	(1,173,053)	13,657
-	(621)	-
(3,498,746)	(1,173,674)	13,657

Multi Asset Growth Fund	International Equity Fund	Trojan Fund
2019	2019	2019
£	£	£
53,464,794	21,655,692	352,864
712,557	31,112	-
(1,800,145)	(4,362,007)	-
(1,087,588)	(4,330,895)	-
-	-	-
(3,498,746)	(1,173,674)	13,657
48,878,460	16,151,123	366,521

Condensed Interim Statement of Total Return

For the period ended 31 January 2018

		Total	Non-Cellular	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2018	2018	2018	2018	2018	2018
	Notes	£	£	£	£	£	£
Net capital (losses)/gains		3,819,010		(397,616)	1,275,549	(13,970)	1,621,752
Other losses - capital expenses	3	(327,205)		(144,678)	-	(125,449)	-
Revenue		1,887,703		352,163	739,391	152,797	382,641
Expenses	3	(1,776,713)		-	(683,624)	-	(503,422)
Interest payable and similar charges		(2,097)		(265)	-	-	(358)
Net revenue/(expense) before taxation		108,893	-	351,898	55,767	152,797	(121,139)
Taxation		(47,284)		-	-	-	1,587
Net revenue/(expense) after taxation		61,609	-	351,898	55,767	152,797	(119,552)
Total return before distribution		3,553,414		(190,396)	1,331,316	13,378	1,502,200
Distributions	4	(548,070)		(355,813)	(1,869)	(145,317)	-
Change in net assets attributable to shareholders from investment activities		3,005,344		(546,209)	1,329,447	(131,939)	1,502,200

Condensed Interim Statement of Change in Net Assets Attributable to Shareholders

For the period ended 31 January 2018

		Total	Non-Cellular	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
		2018	2018	2018	2018	2018	2018
	Notes	£	£	£	£	£	£
Opening net assets attributable to shareholders		210,844,599	100	27,060,791	78,066,370	13,082,008	55,629,127
Effect of foreign exchange rate changes		(73,862)	-	-	-	-	-
Amounts receivable on issues of shares		7,008,541	-	1,309,709	3,104,679	993,079	1,304,522
Amounts payable on redemptions of shares		(30,482,353)	-	(2,432,558)	(7,008,551)	(452,976)	(4,074,505)
		(23,473,812)	-	(1,122,849)	(3,903,872)	540,103	(2,769,983)
Change in net assets attributable to shareholders from investment activities		122,125	-	-	-	103,073	-
Retained distribution on accumulation shares		3,005,344	-	(546,209)	1,329,447	(131,939)	1,502,200
Closing net assets attributable to shareholders		190,424,394	100	25,391,733	75,491,945	13,593,245	54,361,344

All activities derive from continuing operations except for the Trojan Fund that is being wound up. The Company has no recognised gains or losses other than those reflected in the statement of total return above, therefore a separate statement of total recognised gains and losses has not been prepared.

The notes on pages 22 to 27 form an integral part of these condensed financial statements.

International Equity Fund	GBP Currency Fund	EUR Currency Fund	USD Currency Fund	International Bond Fund	EUR Fixed Income	Trojan Fund
2018 £	2018 £	2018 €	2018 US\$	2018 £	2018 €	2018 £
1,001,751	102	378,289	8,467	(42,415)	28,565	7,523
-	-	-	-	(18,885)	(43,173)	-
197,447	1,617	-	4,222	24,622	38,267	57
(207,720)	(10,548)	(399,710)	(18,790)	-	-	(3,567)
(723)	-	(282)	-	(11)	(647)	-
(10,996)	(8,931)	(399,992)	(14,568)	24,611	37,620	(3,510)
(45,873)	-	-	-	(19)	(3,368)	-
(56,869)	(8,931)	(399,992)	(14,568)	24,592	34,252	(3,510)
944,882	(8,829)	(21,703)	(6,101)	(36,708)	19,644	4,013
-	-	-	-	(20,929)	(27,290)	-
944,882	(8,829)	(21,703)	(6,101)	(57,637)	(7,646)	4,013

International Equity Fund	GBP Currency Fund	EUR Currency Fund	USD Currency Fund	International Bond Fund	EUR Fixed Income	Trojan Fund
2018 £	2018 £	2018 €	2018 US\$	2018 £	2018 €	2018 £
23,331,985	2,838,323	3,429,112	1,046,838	2,974,780	4,080,714	350,926
-	-	-	-	-	-	-
267,870	-	4,657	-	4,912	22,213	-
(3,313,649)	(2,829,494)	(3,412,066)	(1,040,737)	(2,941,107)	(4,095,281)	-
(3,045,779)	(2,829,494)	(3,407,409)	(1,040,737)	(2,936,195)	(4,073,068)	-
-	-	-	-	19,052	-	-
944,882	(8,829)	(21,703)	(6,101)	(57,637)	(7,646)	4,013
21,231,088	-	-	-	-	-	354,939

Condensed Interim Balance Sheet

As at 31 January 2019

	Total	Non-Cellular	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
	2019	2019	2019	2019	2019	2019
Note	£	£	£	£	£	£
Assets						
Fixed assets						
Investments	148,601,254	-	9,509,842	65,108,572	11,037,704	46,571,679
Current assets						
Debtors	502,083	-	143,471	199,047	34,065	97,959
Cash and bank balances	8,862,391	100	615,114	4,643,742	743,852	2,603,792
Total Assets	157,965,728	100	10,268,427	69,951,361	11,815,621	49,273,430
Liabilities						
Creditors						
Bank overdrafts	(121,971)	-	-	(10,963)	-	(2,074)
Distributions payable	(146,647)	-	(97,656)	-	(48,912)	-
Other creditors	(879,616)	-	(17,091)	(380,227)	(59,270)	(392,896)
Other creditors and accruals	(1,026,263)	-	(114,747)	(380,227)	(108,182)	(392,896)
Total Liabilities	(1,148,234)	-	(114,747)	(391,190)	(108,182)	(394,970)
Net assets attributable to holders of Management shares	100	100				
Net assets attributable to holders of Redeemable Participating Shares	156,817,394	-	10,153,680	69,560,171	11,707,439	48,878,460
Net asset value per Participating Share			1.96	1.30	1.05	1.31

The financial statements on pages 14 to 27 were approved by the Board of Directors on 21 May 2019 and are signed on its behalf by:

Roger Phillips
Director

Mel Maubec
Director

Date: 21 May 2019

The notes on pages 22 to 27 form an integral part of these financial statements.

International Equity Fund	Trojan Fund
2019	2019
£	£
16,179,669	193,788
27,541	-
82,407	173,384
16,289,617	367,172
(108,934)	-
(79)	-
(29,481)	(651)
(29,560)	(651)
(138,494)	(651)
16,151,123	366,521
2.01	0.60

Condensed Interim Balance Sheet (continued)

As at 31 July 2018 (Audited)

	Total	Non-Cellular	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund
	2018	2018	2018	2018	2018	2018
Notes	£	£	£	£	£	£
Assets						
Fixed assets						
Investments	180,528,928	-	21,097,170	73,297,205	12,565,184	51,790,618
Current assets						
Debtors	13,574,050	-	257,632	7,119,807	1,330,059	4,825,574
Cash and bank balances	8,200,803	100	580,412	4,902,189	701,178	1,785,176
Total Assets	202,203,781	100	21,935,214	85,319,201	14,596,421	58,401,368
Liabilities						
Creditors						
Bank overdrafts	(347)	-	(347)	-	-	-
Distributions payable	(265,710)	-	(159,008)	(66,039)	(38,011)	-
Other creditors	(15,139,159)	-	(27,193)	(8,665,882)	(1,469,241)	(4,936,574)
Other creditors and accruals	(15,404,869)	-	(186,201)	(8,731,921)	(1,507,252)	(4,936,574)
Total Liabilities	15,405,216	-	(186,548)	8,731,921	(1,507,252)	(4,936,574)
Net assets attributable to holders of Management shares	100	100				
Net assets attributable to holders of Redeemable Participating Shares	186,898,465	-	21,748,666	76,587,280	13,089,169	53,464,794
Net asset value per Participating Share			3.03	1.36	1.08	1.40

The notes on pages 22 to 27 form an integral part of these financial statements.

International Equity Fund	Trojan Fund
2018	2018
£	£
21,578,089	200,662
40,875	103
78,977	152,771
21,697,941	353,536
-	-
(2,652)	-
(39,597)	(672)
(42,249)	(672)
(42,249)	(672)
21,665,692	352,864
2.14	0.58

Notes to the Condensed Interim Financial Statements

For the period ended 31 January 2019

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, 1987 (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, 2013. 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 January 2019 were as follows:

- Kleinwort Hambros Elite Multi Asset Conservative Fund
- Kleinwort Hambros Elite Multi Asset Balanced Fund
- Kleinwort Hambros Elite Sterling Fixed Income Fund
- Kleinwort Hambros Elite Multi Asset Growth Fund
- Kleinwort Hambros Elite International Equity Fund
- Kleinwort Hambros Elite Trojan Fund

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, (previously the Investment Management Association), (the "IA SORP") in May, 2014. The guidelines set out in FRS 104, the Financial Reporting Standard for the preparation of interim financial reports, was used in preparing these financial statements.

The same accounting policies, presentation and methods of computation are followed in these condensed financial statements as those followed in the preparation of the Company's audited financial statements for the year ended 31 July 2018. These financial statements have been prepared under the historical cost convention, as modified for the revaluation of investments.

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

The comparative numbers used for the Condensed Interim Statement of Total Return and Condensed Interim Statements of Movement in Net Assets Attributable to Shareholders are for the Interim period ended 31 January 2018, which is

considered a comparable period as defined per the United Kingdom accounting standards. The comparatives used in the condensed interim Balance Sheet are that of the previous financial year end, 31 July 2018.

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 Sterling Fixed Income Fund, Multi Asset Conservative Fund, International Bond Fund and EUR Fixed Income Fund have been charged to capital and are shown in the Statement of Total Return as 'Other losses – expenses'. This is a departure from the IA SORP that requires expenses only to be charged against revenue.
- A comparative table in line with the IA SORP requirements have 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 is 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 has 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 condensed interim financial statements were made.

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 Flow.

Functional and presentational Currency

The financial information shown in the financial statements is shown in Pounds Sterling, being the Company's reporting and presentational currency, except for Kleinwort Hambros Elite US Dollar Currency Fund which is in United States Dollar, as well as Kleinwort Hambros Elite EUR Currency Fund and Kleinwort Hambros Elite EUR Fixed Income Fund which are in Euro.

Notes to the Condensed Interim Financial Statements (continued)

3. Expenses

The Alternative Investment Fund Manager (the "AIFM") 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 Sterling Fixed Income Fund

'A' GBP Income Reporting Shares 0.75%
'B' GBP Income Reporting Shares 1.0%

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%
'B' GBP Accumulating Non-Reporting Shares 1.5%
'A' EUR Accumulating Reporting Shares 1.25%
'B' EUR Accumulating Non-Reporting Shares 1.5%
'A' USD Accumulating Non-Reporting Shares 1.25%
'B' USD Accumulating Non-Reporting Shares 1.5%

Kleinwort Hambros Elite Multi Asset Conservative Fund

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

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%
'B' GBP Accumulating Non-Reporting Shares 1.5%
'B' EUR Accumulating Non-Reporting Shares 1.5%
'B' USD 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 AIFM 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 from 2017.

These fees will be accrued weekly and payable monthly in arrears. The fees of the Sub-Investment Manager will be borne out of the investment management fees paid to the AIFM.

Custodian fees

In respect of Kleinwort Hambros Elite Multi Asset Conservative Fund, Kleinwort Hambros Elite Multi Asset Balanced Fund, Kleinwort Hambros Elite Sterling Fixed Income Fund, Kleinwort Hambros Elite Multi Asset Growth Fund, Kleinwort Hambros Elite International Equity Fund, Kleinwort Hambros Elite International Bond Fund, Kleinwort Hambros Elite EUR Fixed Income Fund, Kleinwort Hambros Elite GBP Currency Fund, Kleinwort Hambros Elite EUR Currency Fund and Kleinwort Hambros Elite US Dollar Currency 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 £6,500 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 the 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.

Notes to the Condensed Interim Financial Statements (continued)

3. Expenses (continued)

For the period ended 31 January 2019

	Total	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	GBP Currency Fund
	2019	2019	2019	2019	2019	2019	2019
	£	£	£	£	£	£	£
Investment manager fee	1,178,292	54,657	512,748	88,560	380,505	141,822	-
Custodian fee	35,041	3,280	12,685	3,277	9,060	3,463	-
Other expenses							
Admin fees	139,483	15,303	57,015	10,634	39,882	16,649	-
Directors fees	18,751	1,638	7,865	1,369	5,727	2,112	-
Audit fee	21,677	-250	10,881	1,692	7,412	1,881	-
Sundry expenses	107,146	11,314	41,774	11,407	30,620	11,523	-
Total other expenses	287,057	28,005	117,535	25,102	83,641	32,165	-
Total expenses	1,500,390	85,942	642,968	116,939	473,206	177,450	-

	EUR Currency Fund	USD Currency Fund	International Bond Fund	EUR Fixed Income Fund	Trojan Fund
	2019	2019	2019	2019	2019
	€	US\$	£	€	£
Investment manager fee	-	-	-	-	-
Custodian fee	-	-	-	-	3,276
Other expenses					
Admin fees	-	-	-	-	-
Directors fees	-	-	-	-	40
Audit fee	-	-	-	-	61
Sundry expenses	-	-	-	-	508
Total other expenses	-	-	-	-	609
Total expenses	-	-	-	-	3,885

Notes to the Condensed Interim Financial Statements (continued)

3. Expenses (continued)

For the period ended 31 January 2018

	Total	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund	Multi Asset Growth Fund	International Equity Fund	GBP Currency Fund
	2018	2018	2018	2018	2018	2018	2018
	£	£	£	£	£	£	£
Investment manager fee	1,344,667	99,555	552,077	97,078	407,375	166,890	448
Custodian fee	52,137	4,642	13,632	3,277	9,761	3,928	2,717
Other expenses							
Admin fees	164,441	22,046	59,573	10,777	42,436	19,833	1,843
Directors fees	18,746	2,413	7,128	1,268	5,123	2,028	165
Audit fee	23,645	3,047	9,055	1,782	7,385	2,557	(34)
Sundry expenses	500,282	12,975	42,159	11,267	31,342	12,484	5,409
Total other expenses	707,114	40,480	117,915	25,094	86,286	36,902	7,383
Total expenses	2,103,918	144,678	683,624	125,449	503,422	207,720	10,548

	EUR Currency Fund	USD Currency Fund	International Bond Fund	EUR Fixed Income Fund	Trojan Fund
	2018	2018	2018	2018	2018
	€	US\$	£	€	£
Investment manager fee	514	166	9,322	12,820	-
Custodian fee	3,820	3,464	2,485	2,731	3,276
Other expenses					
Admin fees	2,101	896	2,598	3,163	-
Directors fees	180	62	169	241	33
Audit fee	(156)	(9)	(18)	(25)	38
Sundry expenses	393,251	14,211	4,329	24,243	220
Total other expenses	395,376	15,160	7,078	27,622	291
Total expenses	399,710	18,790	18,885	43,173	3,567

The cell expenses of Kleinwort Hambros Elite Sterling Fixed Income Fund, Kleinwort Hambros Elite Multi Asset Conservative Fund, Kleinwort Hambros International Bond Fund and Kleinwort Hambros EUR Fixed Income Fund are charged directly to capital.

Notes to the Condensed Interim Financial Statements (continued)

4. Income Distributions

For the period ended 31 January 2019

	Total	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund
	£	£	£	£
Interim dividend paid 31 December 2018 (Ex-dividend 31 October 2018)	145,221	145,221	-	-
Interim Dividend paid 31 March 2019 (Ex dividend 31 January 2019)	258,123	97,656	-	160,388
	-			
Accrued income paid on shares redeemed	70,618	61,607	156	8,309
Equalisation received on shares issued	(1,563)	(305)	(115)	(1,139)
Dividends paid during the period	472,399	304,179	41	167,558
Dividends declared during the year	472,399	304,179	41	167,558

	International Equity Fund
	£
Interim dividend paid 31 December 2018 (Ex-dividend 31 October 2018)	-
Interim Dividend paid 31 March 2019 (Ex dividend 31 January 2019)	79
	-
Accrued income paid on shares redeemed	546
Equalisation received on shares issued	(4)
Dividends paid during the period	621
Dividends declared during the year	621

For the period ended 31 January 2018

	Total	Sterling Fixed Income Fund	Multi Asset Balanced Fund	Multi Asset Conservative Fund
	£	£	£	£
Interim dividend paid 31 December 2017 (Ex-dividend 31 October 2017)	232,894	192,226	-	-
Interim Dividend paid 31 March 2018 (Ex dividend 31 January 2018)	305,323	158,274	-	147,049
	538,217	350,500	-	147,049
Accrued income paid on shares redeemed	18,131	9,045	2,118	2,486
Equalisation received on shares issued	(8,277)	(3,732)	(249)	(4,218)
Dividends paid during the period	548,070	355,813	1,869	145,317

	International Bond Fund	Euro Fixed Income Fund
	£	€
Interim dividend paid 31 December 2017 (Ex-dividend 31 October 2017)	19,052	24,434
Interim Dividend paid 31 March 2018 (Ex dividend 31 January 2018)	-	-
	19,052	24,434
Accrued income paid on shares redeemed	1,882	2,939
Equalisation received on shares issued	(5)	(83)
Dividends paid during the period	20,929	27,290

Notes to the Condensed Interim Financial Statements (continued)

5. Related party transactions

JTC Fund Solutions (Guernsey) Limited, SG Kleinwort Hambros Bank (CI) Limited (the “Alternative Investment Fund Manager”), BNP Paribas Securities Services SCA – Guernsey Branch (the “Custodian”) and the Directors are regarded as related parties.

The only related party transactions are described below:

Directors fees of £18,751 were charged during the period (2018: £18,746) of which £7,808 was due at the period end (2018: £Nil).

The fees and expenses payable to the AIFM, Administrator and the Custodian are explained in note 3. The balances payable at the end of the period were £164,812, £18,128 and £4,621 respectively (31 July 2018: AIFM £190,910, Administrator £20,909 and Custodian £5,193).

6. Subsequent events

On 29 January 2019 the following dividends were declared: Kleinwort Hambros Sterling Fixed Income Fund £97,656, Kleinwort Hambros Multi Asset Conservative Fund £160,388 and Kleinwort Hambros International Equity Fund £79. These dividends were paid on 18 March 2019.

On 26 April 2019 the following dividends were declared: Kleinwort Hambros Sterling Fixed Income Fund £86,782 and Kleinwort Hambros International Equity Fund £400. These dividends are payable on 17 June 2019.

Cell Portfolio of Investments

Sterling Fixed Income Fund

As at 31 January 2019

Nominal	Description	Cost £	Market Value £	% of Net Assets
	Government Bonds 21.87% (2018: 25.56%)			
144,000	UK Government 2.25% 07/09/2023	140,321	152,935	1.51
293,508	UK Government 5% 07/03/2025	364,117	363,700	3.58
1,721,667	UK Treasury 0.5% 22/07/22	1,689,832	1,704,278	16.78
		2,194,270	2,220,913	21.87
	Corporate Bonds 71.79% (2018: 71.46%)			
140,000	Thames Wtr Utilities Caymn Finance Ltd 4% 19/06/2025	160,042	152,550	1.50
110,000	Apple Inc 3.05% 31/7/2029	119,138	118,608	1.17
205,000	Aviva 5.9021% 31/12/2050	216,788	211,837	2.09
100,000	BAA Funding 6% 20/03/20	107,715	104,775	1.03
310,000	Barclays 7.875% Perp	335,188	324,338	3.18
200,000	Bhp Billiton 6.5% 221022	227,960	223,690	2.20
87,000	BK Ned G 5.375% 07/06/21	97,720	95,391	0.94
110,000	BMW Fin Nv 0.875% 16/8/22	105,941	106,123	1.05
221,000	Bupa 6.125% Perp 29/12/49	238,570	234,105	2.31
200,000	Bupa Finance 5% 25/4/23	220,200	216,580	2.13
200,000	Centrica Plc 5.25% 100475	212,200	201,800	1.99
140,000	Chorus Ltd 6.75% 060420	152,264	147,630	1.45
200,000	Cnp Assur 7.375% 30/09/41	230,440	222,430	2.19
200,000	Cred Agri 7.5% Perp	221,240	213,900	2.11
120,000	Daimler Ag 2.75% 041220	124,003	122,052	1.20
200,000	Elec De France 6% Perp	207,780	201,580	1.99
233,000	European Ib 1.125% 9/7/21	233,673	233,233	2.30
280,000	Fce Bank PI 2.727% 030622	281,889	274,680	2.71
130,000	Fidelity 6.75% 19/10/20	224,100	139,718	1.38
355,000	Hammerson 3.5% 271025	374,113	353,172	3.47
200,000	Hiscox Ltd 6.125% 241125	224,400	212,560	2.09
120,000	Ipic Gmtn 6.875% 140326	159,600	156,000	1.54
302,000	Kfw 0.875% 15/03/2022	299,261	299,402	2.95
300,000	Liv Friendly 6.5% 220543	334,830	320,460	3.15
210,000	Lloyds Bankng 7.625% Perp	231,000	221,078	2.18
86,000	Lloyds Bnk 7.625% 22/4/25	111,215	108,833	1.07
170,000	Next Plc 5.375% 26/10/21	189,057	184,739	1.82
180,000	Ngg Fin 5.625% 18/06/73	198,864	193,356	1.90
170,000	Orange Var Perp	187,748	181,297	1.79
160,000	Phoenix Gr 4.125% 20/7/22	165,680	162,112	1.60
290,000	Scot Widows 5.5% 16/6/23	322,567	320,436	3.16
200,000	Switch HI 4.375% 13/12/22	221,367	215,440	2.12
150,000	Talktalk Tel 5.375% 15122	151,500	150,248	1.48
200,000	Virgin Mney 8.75% Perp	212,500	213,700	2.10
231,000	Volkswagen 2.25% 120425	228,110	221,978	2.19
120,000	Wells Frgo 2.125% 22/4/22	121,007	120,528	1.19
100,000	Wst Pwr 3.875% 17/10/2024	109,605	108,570	1.07
		7,559,275	7,288,929	71.79
	Total Investments 93.66% (2018: 97.00%)	9,753,545	9,509,842	93.66
	Net Current Assets 6.34% (2018: 3.00%)		643,838	6.34
	Net Assets attributable to Participating Shareholders as at 31 January 2019		10,153,680	100.00

Cell Portfolio of Investments (continued)

Multi Asset Balanced Fund

As at 31 January 2019

Nominal	Description	Cost £	Market Value £	% of Net Assets
	Government Bonds 5.91% (2018: 9.74%)			
	United Kingdom 5.91% (2018: 9.74%)			
3,939,800	UK Government 4.75% 07/03/2020	4,643,324	4,110,787	5.91
		4,643,324	4,110,787	5.91
	Funds 87.70% (2018: 85.97%)			
	United Kingdom 22.41% (2018: 20.07%)			
1,482,500	FIL Investment Services(UK)Limited Institutional Emerging Markets W Acc	1,570,135	2,145,178	3.08
3,524,300	FIL Investment Services	5,212,531	6,278,893	9.03
1,540,222	Threadneedle UK Inc	2,009,228	2,212,836	3.18
195,042	Tapestry Investment Co Pcc Ltd	14,968	28,476	0.04
12,361,400	M&G Corp Bond I	5,022,974	4,922,309	7.08
		13,829,836	15,587,682	22.41
	Euroland 65.29% (2018: 65.90%)			
3,310,004	FIL Investment Management	3,326,405	4,978,245	7.16
671,084	Hermes Investment Management	908,983	1,351,832	1.94
9,400	Legg Mason FD Clearbridge	1,699,417	2,138,783	3.07
672,430	J O Hambro Capital Mgt Ltd Continental Euro A Gbp	2,421,271	2,724,014	3.92
114,137	Blackrock Luxembourg S.A. Continental Europe	2,134,972	2,210,834	3.18
139,030	IShares Physical Gold ETC	2,672,917	2,742,367	3.94
15,290	Lyxor Multi Units Lux	2,162,318	2,106,733	3.03
18,150	Lyxor Asset Mgmt	2,018,391	2,084,163	3.00
925,500	Lyxor Core	6,360,092	6,942,176	9.98
17,560	Lyxor Investment	2,193,967	2,015,953	2.90
28,760	Lyxor Newcits	2,876,000	2,804,508	4.03
19,100	Union Bancaire Privee Sa	2,135,189	2,125,830	3.06
235,300	Baillie Gifford	2,277,045	2,117,087	3.04
10,590	Glg Jp Corealpha	2,224,641	2,067,592	2.97
476,000	Invesco Mgt Bond	4,902,895	4,907,941	7.06
215,500	Neuberger Berman Inv	2,083,885	2,090,350	3.01
		42,398,388	45,408,408	65.29
	Equities 0.00% (2018: 0.00%)			
	United Kingdom 0.00% (2018: 0.00%)			
561,734	Duet Real Estate Finance	234,852	1,685	-
		234,852	1,685	-
	Total Investments 93.61% (2018: 95.71%)	61,106,400	65,108,572	93.61
	Net Current Assets 6.39% (2018: 4.29%)		4,451,599	6.39
	Net Assets attributable to Participating Shareholders as at 31 January 2019		69,560,171	100.00

Cell Portfolio of Investments (continued)

Multi Asset Conservative Fund

As at 31 January 2019

Nominal	Description	Cost £	Market Value £	% of Net Assets
	Government Bonds 11.10% (2018: 19.04%)			
	United Kingdom 11.10% (2018: 19.04%)			
752,400	UK Government 4.75% 07/03/2020	885,932	785,054	6.71
512,000	UK Government 1.75% GILT 22/07/2019	529,541	514,509	4.39
		1,415,473	1,299,563	11.10
	Funds 83.17% (2018: 76.98%)			
	United Kingdom 16.19% (2018: 16.16%)			
255,731	FIL Investment Services(UK)Limited Institutional Emerging Markets W Acc	290,924	370,043	3.16
176,504	Threadneedle UK Inc	244,272	253,584	2.17
60,079	Tapestry Investment Company	4,259	8,772	0.07
21,170	Ishares Gold Trust ETF	407,003	417,578	3.57
2,121,500	M&G Corp Bond	869,478	844,782	7.22
		1,815,936	1,894,759	16.19
	Euroland 66.98% (2018: 60.82%)			
393,267	FIL Investment Management	409,388	591,473	5.05
63,555	Pimco Global	865,619	846,553	7.23
84,469	J O Hambro Cap-Cont Eurp	320,825	342,184	2.92
4,410	Multi Units Lux Ftse	613,905	607,632	5.19
27,000	Baillie Gifford	261,284	242,929	2.07
4,500	Union Bancaire Privee Sa	503,055	500,850	4.28
4,250	Lyxor Asset Mgmt	472,626	488,027	4.17
157,300	Lyxor Core	1,080,975	1,179,907	10.08
3,100	Lyxor Investment	387,318	355,891	3.04
5,300	Lyxor Newcoits	530,000	516,825	4.41
81,900	Invesco Mgt Bond	839,721	844,455	7.21
49,400	Neuberger Berman	477,698	479,180	4.09
7,600	H2O Am	844,360	847,476	7.24
		7,606,774	7,843,382	66.98
	Total Investments 94.27% (2018: 96.02%)	10,838,183	11,037,704	94.27
	Net Current Assets 5.73% (2018: 3.98%)		669,735	5.73
	Net Assets attributable to Participating Shareholders as at 31 January 2019		11,707,439	100.00

Cell Portfolio of Investments (continued)

Multi Asset Growth Fund

As at 31 January 2019

Nominal	Description	Cost £	Market Value £	% of Net Assets
	Government Bonds 2.94% (2018: 2.95%)			
	United Kingdom 2.94% (2018: 2.95%)			
1,377,100	UK Government 4.75% 07/03/2020	1,620,328	1,436,866	2.94
		1,620,328	1,436,866	2.94
	Funds 88.37% (2018: 93.91%)			
	United Kingdom 23.23% (2018: 23.83%)			
1,474,094	FIL Investment Services(UK)Limited Institutional Emerging Markets W Acc	1,512,134	2,133,014	4.36
2,939,887	FIL Investment Services	3,415,076	5,237,703	10.72
1,388,677	Threadneedle UK Inc	1,801,646	1,995,111	4.08
8,113	Tapestry Investment Co Pcc Ltd	683	1,185	-
89,200	Jupiter Unit Trust Managers European Fund	1,773,949	1,987,296	4.07
		8,503,488	11,354,309	23.23
	Euroland 65.14% (2018: 70.08%)			
2,363,087	FIL Investment Management	2,341,819	3,554,083	7.27
996,363	Hermes Investment Management	1,379,613	2,007,074	4.11
15,311	Legg Mason FD Clearbridge	2,393,109	3,483,712	7.13
101,600	Blackrock Luxembourg S.A. Continental Europe	1,826,768	1,967,991	4.03
17,500	Ishares Vii Plc - Ishares Core S&P 500 Ucits	3,037,740	3,519,425	7.20
588,400	J O Hambro Capital Mgt Ltd Continental Euro A Gbp	1,973,358	2,383,608	4.88
13,500	Lyxor Asset Management	1,501,282	1,550,204	3.17
659,800	Lyxor Core	4,534,186	4,949,160	10.13
12,700	Lyxor Investment	1,586,753	1,458,007	2.98
16,100	Lyxor Newcits	1,610,000	1,569,979	3.21
220,500	Baillie Gifford	2,133,823	1,983,927	4.06
9,900	Glg Jp Corealpha	2,079,693	1,932,876	3.95
143,400	Invesco Mgt Bond	1,470,132	1,478,569	3.02
		27,868,276	31,838,615	65.14
	Equities 3.97% (2018: 0.00%)			
	United Kingdom 3.97% (2018: 0.00%)			
434,628	Duet Real Estate Finance	168,533	1,304	-
98,382	iShares Physical Gold ETC	1,891,443	1,940,585	3.97
		2,059,976	1,941,889	3.97
	Total Investments 95.28% (2018: 96.86%)	40,052,068	46,571,679	95.28
	Net Current Assets 4.72% (2018: 3.14%)		2,306,781	4.72
	Net Assets attributable to Participating Shareholders as at 31 January 2019		48,878,460	100.00

Cell Portfolio of Investments (continued)

International Equity Fund

As at 31 January 2019

Nominal	Description	Cost £	Market Value £	% of Net Assets
	Equities 100.02% (2018: 99.65%)			
	Asia 14.34% (2018: 14.60%)			
410,000	China Construction Bank	182,015	278,644	1.73
9,700	Bridgestone Coporation	267,813	283,559	1.76
60,500	CLP Holdings Limited	359,393	532,792	3.30
191,400	Mizuho Financial Group	252,265	239,851	1.49
15,200	Kirin Holdings Company Limited Npv	272,131	274,886	1.70
11,000	Nippon Telegraph & Telephone Corp Npv	376,493	359,059	2.22
15,900	Canon Inc Common Stock	404,723	346,021	2.14
		2,114,833	2,314,812	14.34
	Canada 6.53% (2018: 5.14%)			
9,572	Bank of Montreal	380,236	532,489	3.30
9,450	George Weston Ltd	512,643	521,955	3.23
		892,879	1,054,444	6.53
	Euroland 22.32% (2018: 28.16%)			
5,540	Vinci	291,302	371,472	2.30
2,191	Allianz Ag	228,111	353,262	2.19
5,900	Swiss Re Ag	420,631	430,342	2.66
5,900	Amadeus It Group Sa	221,109	326,596	2.02
4,300	Schneider Electric Sa Common Stock	251,853	232,889	1.44
1,739	Wirecard Ag Npv	91,289	220,255	1.36
2,600	Continental AG	429,048	313,714	1.94
123,000	Intesa Sanpaolo	283,665	213,992	1.32
1,710	Linde AG	269,649	289,783	1.79
6,900	Total SA	315,738	288,691	1.79
11,200	Upm-Kymmene Corp	342,780	246,731	1.53
8,600	Hexagon Ab-B	372,194	318,999	1.98
		3,517,369	3,606,726	22.32
	United Kingdom 11.47% (2018: 8.59%)			
8,911	Amdocs Limited	330,270	378,503	2.34
7,300	Carnival Plc Ord	337,482	314,484	1.95
22,553	Compass Group Plc - Ord	263,697	367,727	2.28
28,100	Relx Plc	296,917	473,907	2.93
22,171	Smith & Nephew	289,461	318,154	1.97
		1,517,827	1,852,775	11.47

Cell Portfolio of Investments (continued)

International Equity Fund (continued)

As at 31 January 2019

Nominal	Description	Cost £	Market Value £	% of Net Assets
	United States of America 45.54% (2018: 41.68%)			
1,824	Amgen Inc (USD)	186,782	259,259	1.61
6,988	Wells Fargo and Company	235,147	259,742	1.61
2,492	Berkshire Hathaway Class'b'	229,353	390,513	2.42
2,226	Cintas Corporation	124,440	317,346	1.96
3,384	Nextera Energy Inc	234,860	460,362	2.85
6,679	Waste Management Inc	211,973	485,801	3.01
5,000	Avery Dennison Corporation Common Stock	326,662	397,031	2.46
3,325	Valero Energy Corporation	182,025	221,915	1.37
6,956	Rio Tinto Ltd	285,970	335,676	2.08
64,000	Geely Automobile Hkd	161,981	82,279	0.51
5,900	Omron Corp Npv	258,807	183,396	1.14
14,300	Bank Of America Corp	311,118	309,329	1.92
10,462	Corning Inc Com Usd0.50	231,215	264,642	1.64
4,203	Johnson & Johnson Usd 1	422,345	428,352	2.65
15,400	Keycorp Usd	229,756	192,873	1.19
4,900	Microsoft Corporation	309,394	389,053	2.41
3,873	Texas Instruments Inc	242,247	296,441	1.84
4,778	Walt Disney Co	354,831	404,974	2.51
2,800	Curtiss-Wright Corp	268,845	241,707	1.50
3,640	Dollar General	301,857	319,366	1.98
2,050	F5 Network Inc	283,516	250,864	1.55
2,699	Union Pacific Com	258,641	326,303	2.02
5,215	Xylem Inc Com	318,492	282,485	1.75
17,300	Abb Limited	284,911	251,203	1.56
		6,255,168	7,350,912	45.54
	Australia 0.00% (2018: 1.48%)			
	Total Investments 100.02% (2018: 99.65%)	14,298,076	16,179,669	100.20
	Net Current Assets 23.79% (2018: 0.35%)		(28,546)	(0.20)
	Net Assets attributable to Participating Shareholders as at 31 January 2019		16,151,123	100.00

Cell Portfolio of Investments (continued)

Global Trojan Fund

As at 31 January 2019

Nominal	Description	Cost £	Market Value £	% of Net Assets
	Funds 52.87% (2018: 56.87%)			
	United Kingdom 52.87% (2018: 56.87%)			
1,570	EEA Fund Management Guernsey Ltd	244,707	193,788	52.87
		244,707	193,788	52.87
	Total Investments 52.87% (2018: 56.87%)	244,707	193,788	52.87
	Net Current Assets 47.13% (2018: 43.13%)		172,733	47.13
	Net Assets attributable to Participating Shareholders as at 31 January 2019		366,521	100.00

Cell Summary of Material Portfolio Changes

Sterling Fixed Income Fund

Acquisitions	Cost £
Government Bonds	
UK Treasury 5% 07/03/2025	527,242
	527,242
Corporate Bonds	
FCE Bank Plc	483,239
Coventry Building Society	201,978
Global Switch Holdings Ltd	109,550
BMW Finance	105,941
	900,708
Total acquisitions in the period	1,427,950

Disposals	Proceeds £
Government Bonds	
UK Government 1.75% 22/07/2019	2,353,814
United Kingdom 0.5% 22/07/2022	1,227,103
	3,580,917
Corporate Bonds	
ELM B.V.	710,206
Gdf Suez	702,640
HSBC Holdings PLC	657,485
Coventry Building Society	576,997
Bupa Finance PLC	394,890
Nationwide Building Society	366,000
Aviva PLC	326,230
Western Power Distribution West Midlands	324,533
	4,058,981
Top 10 disposals in the period	7,639,898

Cell Summary of Material Portfolio Changes (continued)

Multi Asset Conservative Fund

Acquisitions	Cost £
Corporate Bonds	
Invesco Management SA Bond	839,721
	839,721
Funds	
H2O Multi Aggregate Fund	844,360
Union Bancaire Privee Global High Yield Solution	503,055
Neuberger Berman	477,698
Algebris UCITS PLC	391,068
Baillie Gifford Worldwide Japanese Fund	375,475
Lyxor Dimension Irl Plc Lyxor/Tiedemann Arbitrage	748
	2,592,404
Total acquisitions in the period	3,432,125

Disposals	Proceeds £
Government Bonds	
UK Treasury 2% 26/01/2035	816,924
UK Government 1.75%	293,958
	1,110,882
Corporate Bonds	
Axa World Emerging Markets Short Duration Bonds	254,333
	254,333
Funds	
Jpmorgan Funds - Global Corporate Bond Fund	884,932
Smith & Williamson Invest Funds	649,486
Kames Icv - High Yield Bond Fund	509,281
Algebris UCITS PLC	377,892
Tokio Marine Funds	314,142
Fil Investment Management	113,176
	2,848,909
Total disposals in the period	4,214,124

Cell Summary of Material Portfolio Changes (continued)

Multi Asset Growth Fund

Acquisitions	Cost £
Funds	
Baillie Gifford Worldwide Japanese Fund	2,556,716
Algebris Financial Credit Fund	1,618,587
Ishares Vii Plc	1,520,260
Invesco Management	1,470,132
Hermes Investment Management	84,354
Lyxor Dimension Irl Plc Lyxor/Tiedemann Arbitrage	2,306
	7,252,355
Total acquisitions in the period	7,252,355

Disposals	Proceeds £
Corporate Bonds	
AXA World Emerging Markets Short Duration Bonds	1,054,272
	1,054,272
Funds	
Tokio Marine Funds Japanese Equity	2,590,651
Pimco Global Investment	2,104,600
Algebris Ucits Plc-Algebris Financial Credit Fund	1,563,523
Jupiter Unit Trust Managers European Fund	546,655
Blackrock Luxembourg S.A. Continental Europe	451,143
Baillie Gifford Worldwide Japanese Fund	396,206
Ishares Physical	355,310
Lyxor Core Morningstar	321,906
Lyxor Dimension Irl PLC Lyxor/Tiedemann Arbitrage	112,083
	8,442,077
Top 10 disposals in the period	9,496,349

Cell Summary of Material Portfolio Changes (continued)

International Equity Fund

Acquisitions	Cost £
Equities	
Xylem Incorporated	416,208
Upm-Kymmene Corporation	342,780
Dollar General Corporation	301,857
Continental AG	103,099
George Weston Ltd	59,768
	1,223,711
Acquisitions in the period	1,223,711

Disposals	Proceeds £
Equities	
Procter & Gamble Company	730,129
SCOR SE	565,890
CLP Holdings Limited	302,571
WH Group Ltd	273,869
Waste Management Inc	260,714
Cintas Corporation	206,555
Berkshire Hathaway	199,819
Amadeus It Group SA	191,485
Corning Inc	184,773
Johnson & Johnson	180,513
	3,096,319
Top 10 disposals in the period	3,096,319