

HL MULTI-MANAGER UMBRELLA TRUST

Annual Report & Financial Statements
for the year ended 30th September 2020

Directory

Manager:

Hargreaves Lansdown Fund Managers Limited
One College Square South
Anchor Road
Bristol BS1 5HL
Telephone: 0117 900 9000 (Enquiries)

Authorised and Regulated by the Financial Conduct Authority

Directors of the Manager:

R J Byett
L N Gardhouse
C F Hill (resigned 5th December 2019)
P M Johnson
S P Robertson*
J E Styles (resigned 9th October 2019)*
J A Troiano (appointed 1st January 2020)*
C J Worle (resigned 6th December 2019)
J Misselbrook (appointed 3rd July 2020)*

*Non-Executive Directors

Sub-Advisers:

Artemis Investment Management LLP*
57 Cassini House
St James's Street
London SW1A 1LD

Authorised and Regulated by the Financial Conduct Authority

Franklin Templeton Fund Management Limited*
Cannon Place
78 Cannon Street
London EC4N 6HL

Authorised and Regulated by the Financial Conduct Authority

Troy Asset Management Limited (appointed 30th June 2020)*
Hill House
1 Little New Street
London EC4A 3TR

Authorised and Regulated by the Financial Conduct Authority

J O Hambro Capital Management Limited (appointed 8th January 2020)**
Level 3
1 St James's Market
London SW1Y 4AH

Authorised and Regulated by the Financial Conduct Authority

Aviva Investors Global Services Limited (appointed 6th July 2020)**
St Helen's
1 Undershaft
London EC3P 3DQ

Authorised and Regulated by the Financial Conduct Authority

Directory (continued)

Sub-Advisers: (continued)

CRUX Asset Management (appointed 7th September 2020)***

48 Pall Mall
St James's Street
London SW1Y 5JG

Authorised and Regulated by the Financial Conduct Authority

*Applicable to HL Multi-Manager UK Growth

** Applicable to HL Multi-Manager High Income

***Applicable to HL Multi-Manager European

Trustee and Depositary:

Northern Trust Global Services SE, UK Branch
50 Bank Street
Canary Wharf
London E14 5NT

(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority)

Dealing and Registration:

Northern Trust Global Services SE, UK Branch
P.O. Box 3733
Royal Wootton Bassett
Swindon SN4 4BG
Telephone: 0333 300 0360
Fax: 020 7982 3924

Auditor:

Ernst & Young LLP
25 Churchill Place
London E14 5EY

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General Information

HL Multi-Manager UK Growth

Launch Date:	23rd December 2014
Accounting Periods:	Interim – 31st March Final – 30th September
Distribution Dates:	Interim – 31st May Final – 30th November
Minimum Initial Investment:	£150,000*
Management Charges:	Initial – 3% Annual – 0.75%

HL Multi-Manager European

Launch Date:	6th February 2015
Accounting Periods:	Interim – 31st March Final – 30th September
Distribution Dates:	Interim – 31st May Final – 30th November
Minimum Initial Investment:	£150,000*
Management Charges:	Initial – 3% Annual – 0.75%

HL Multi-Manager Asia & Emerging Markets

Launch Date:	6th April 2015
Accounting Periods:	Interim – 31st March Final – 30th September
Distribution Dates:	Interim – 31st May Final – 30th November
Minimum Initial Investment:	£150,000*
Management Charges:	Initial – 3% Annual – 0.75%

HL Multi-Manager Strategic Assets

Launch Date:	26th January 2016
Accounting Periods:	Interim – 31st March Final – 30th September
Distribution Dates:	Interim – 31st May Final – 30th November
Minimum Initial Investment:	£150,000*
Management Charges:	Initial – 3% Annual – 0.75%

* Lower amounts may be permitted when investing via platforms or other nominee companies.

General Information (continued)

HL Multi-Manager High Income

Launch Date:	17th March 2016
Accounting Periods:	First Interim – 31st October Second Interim – 30th November Third Interim – 31st December Fourth Interim – 31st January Fifth Interim – 28th February* Sixth Interim – 31st March Seventh Interim – 30th April Eighth Interim – 31st May Ninth Interim – 30th June Tenth Interim – 31st July Eleventh Interim – 31st August Final – 30th September
Distribution Dates:	First Interim – 30th November Second Interim – 31st December Third Interim – 31st January Fourth Interim – 28th February* Fifth Interim – 31st March Sixth Interim – 30th April Seventh Interim – 31st May Eighth Interim – 30th June Ninth Interim – 31st July Tenth Interim – 31st August Eleventh Interim – 30th September Final – 31st October
Minimum Initial Investment:	£150,000**
Management Charges:	Initial – 3% Annual – 0.75%

* 29th February in a leap year.

** Lower amounts may be permitted when investing via platforms or other nominee companies.

The HL Multi-Manager Umbrella Trust (the "Trust") is structured as an Umbrella Unit Trust, in that different Sub-Funds ("Funds") may be established from time to time by Hargreaves Lansdown Fund Managers Limited (the "Manager") with the approval of the Financial Conduct Authority (FCA), the agreement of the Trustee and Depositary, and in accordance with the Trust Deed.

The Trustee and Depositary's fee is 0.01% of the first £100 million and 0.0075% thereafter of the net asset value of the Trust per annum, plus VAT.

The Manager is not permitted to levy a redemption charge or increase the rates of its initial or annual charges unless 60 days' prior written notice of the introduction of the new charge and the date of its commencement has been given to all unitholders and the Prospectus has been amended to reflect the change.

Full details of the underlying charges are set out in the Key Investor Information for the Funds which are published on Hargreaves Lansdown's website, <http://www.hl.co.uk/funds/hl-funds/multi-manager-funds>. Copies may be obtained from Hargreaves Lansdown Fund Managers Limited, P.O. Box 3733, Royal Wootton Bassett, Swindon, SN4 4BG or directly from the Manager - Hargreaves Lansdown Fund Managers Limited, One College Square South, Anchor Road, Bristol, BS1 5HL.

General Information (continued)

Unit Price

Units in the Trust are single priced. This means that (subject to any dilution adjustment and initial charge) the price of each unit for both buying and selling purposes will be the same and determined by reference to the particular valuation point. The price of each unit of any class will be calculated by reference to the proportion of the net asset value of the Fund attributable to units of that class by:

- taking the proportion of the net asset value of the relevant Fund attributable to the units of the class concerned at the valuation point of that Fund;
- dividing the result by the number of units of the relevant class in issue immediately before the valuation point concerned; and
- increasing or decreasing the result by any dilution adjustment determined by the Manager.

The Funds are normally valued at 11.00 am each day for the purpose of determining the unit price. With the agreement of the Trustee and Depositary the Funds may be valued at other times.

Dealing in Units

Dealing confirmations are issued for all purchases and sales of units and will be posted within 24 hours of the next valuation point following receipt of your application.

The units of the Trust are non-certificated.

Units may be sold back to the Manager at any time at the price applicable at the valuation point following receipt of instructions.

You will receive a dealing confirmation setting out the details and payment will follow, normally within three working days of receipt of the signed form of renunciation.

Daily prices are currently available from the Hargreaves Lansdown website (www.hl.co.uk), HL App (HL Live) and our Helpdesk on 0117 900 9000.

Cancellation Rights

If you receive financial advice on a face-to-face basis regarding your investment, you will have a right to change your mind. If you receive financial advice on a non face-to-face basis, we will also allow you the right to cancel your investment. If you decide to cancel your contract during the 14 days after the date on which you receive a cancellation notice from us and the value of your investment has fallen at the time we receive your completed cancellation notice, you will not receive a full refund of your investment and an amount equal to any fall in value will be deducted from the sum you originally invested.

Fund Cross Holdings

No Fund held shares in any other Fund within the Trust during the year.

Taxation - Income

Income earned by unitholders from the Trust is liable to UK Income Tax at the rate applicable for the individual unitholders.

Taxation - Capital Gains

There is no tax on capital gains within the Trust. Gains realised on disposal of units by unitholders who are UK resident for taxation purposes may be liable to Capital Gains Tax.

All taxation information in this Report is based on current legislation and may be subject to change. Any tax reliefs referred to are those currently applying. Their value depends on the individual circumstances of the unitholder.

General Information (continued)

Taxation - Capital Gains (continued)

Unitholders subject to UK tax should note that a switch of units between Funds is normally treated as a redemption and sale and should be treated as a disposal for the purposes of Capital Gains Tax. Conversions between different unit classes in the same Fund should not give rise to a disposal for UK Capital Gains Tax purposes. Unitholders should seek their own professional tax advice in this regard.

Report and Scheme Particulars

Copies of the Scheme Particulars and Interim and Annual Report and Financial Statements may be obtained from the Manager at the address shown at the beginning of this Report.

The maintenance and integrity of the Hargreaves Lansdown Plc website is the responsibility of the Directors; the work carried out by the Auditor does not involve consideration of these matters and, accordingly, the Auditor accepts no responsibility for any changes that may have occurred to the Financial Statements since they were initially presented on the website.

Commission

Commission may be payable to authorised intermediaries, rates are available on request and details are set out on the dealing confirmation.

Status

The Manager can only provide information on its own range of Trusts to retail clients.

Assessment of Value

For each of its funds, Hargreaves Lansdown Fund Managers Limited (HLFM) will publish an Assessment of Value covering the financial year ended 30th September 2020. These statements will be available on the Hargreaves Lansdown website (www.hl.co.uk).

General Information (continued)

Remuneration

In accordance with the requirements of the Alternative Investment Fund Managers Directive (AIFMD), Hargreaves Lansdown Fund Managers Limited (HLFM) 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 AIFMD.

That legislation requires an Alternative Investment Fund Manager (AIFM) to establish and maintain remuneration policies for its staff which are consistent with and promote sound and effective risk management and do not encourage risk taking that is inconsistent with the risk profile and the rules of the funds it manages, nor impair compliance with the AIFM's duty to act in the best interest of the funds.

HLFM is part of a larger group, Hargreaves Lansdown Plc (Parent), within which remuneration policies are the responsibility of a Remuneration Committee comprised entirely of non-executive directors. That committee has established a remuneration policy which sets out a framework for determining the level of fixed and variable remuneration of staff, including maintaining an appropriate balance between the two.

Arrangements for variable remuneration within the group are calculated primarily by reference to the performance of each individual, the profitability of the relevant business unit and the profitability of the Parent.

Within the group, all staff are employed by the Parent with none employed directly by the Manager. A number of staff are considered, however, to devote the whole of their time to the business of the Manager. The costs of a number of other individuals are allocated between the entities within the group based on the expected amount of time devoted to each.

The total remuneration of those individuals considered to be key risk takers as defined by AIFMD, including those whose time is allocated between group entities, for the financial year ended 30th June 2020 is analysed below:

Fixed Remuneration	£1,166,258
Variable Remuneration	£1,347,554
Total	£2,513,812
Full Time Equivalent number of staff:	6.0

The staff members included in the above analysis support the full range of Multi-Manager Funds managed by the Manager. A breakdown of these figures in relation to those funds individually does not exist.

General Information (continued)

Leverage

In accordance with the Alternative Investment Funds Management Directive (AIFMD) the Manager is required to disclose the 'leverage' of the Funds. Leverage is defined as any method by which a fund increases its exposure through borrowing or the use of derivatives. 'Exposure' is defined by either 'gross' or 'commitment method' and the Funds must not exceed maximum exposures under both methods.

The 'gross' method shall be the sum of the absolute value of all positions and each derivative position will be converted into the equivalent position in the underlying assets. The 'gross' method shall exclude the value of any cash and cash equivalents from the sum of the absolute value of all positions. The Manager must set maximum leverage levels and operate the Funds within these levels at all times. The 'commitment' method shall be the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets.

There are two ways in which the Manager can introduce leverage to the Funds. These are by borrowing money using its overdraft facility, and by investing in derivative positions. Neither of these are important features in terms of how the Manager manages the Fund. There are no collateral, asset re-use or guarantee arrangements involved in the Manager's current approach to leverage.

The leverage limits and the actual maximum leverage employed at the balance sheet date were:

	Gross Leverage		
	Max limit	Actual 2020 max	Actual 2019 max
HL Multi-Manager UK Growth	132%	105.58%	104.19%
HL Multi-Manager European	220%	101.75%	101.75%
HL Multi-Manager Asia & Emerging Markets	220%	100.42%	100.07%
HL Multi-Manager Strategic Assets	220%	100.32%	100.06%
HL Multi-Manager High Income	220%	102.07%	99.98%

	Commitment Leverage		
	Max limit	Actual 2020 max	Actual 2019 max
HL Multi-Manager UK Growth	110%	104.96%	104.89%
HL Multi-Manager European	110%	102.37%	102.37%
HL Multi-Manager Asia & Emerging Markets	110%	100.32%	100.09%
HL Multi-Manager Strategic Assets	110%	100.53%	100.22%
HL Multi-Manager High Income	110%	102.15%	100.33%

Important Investment Notes

You should be aware of the risks involved in investing in the Trust. These risk warnings must not be taken to be comprehensive, as new risks may arise in the future which could not have been anticipated in advance. If you have any doubts over the suitability of a Fund please contact a financial adviser for advice.

The price of units (and the income from them) can go down as well as up, and are not guaranteed. You may not receive back the amount you invest in the Trust.

An investment in the Trust is not intended to be a complete investment programme. Units should be regarded by you as a medium-to-long term investment.

Past performance is not a guide to future performance. Each Fund's investment objective is an intended result but there is no guarantee that such a result will be achieved. There are no express or implied assurances as to the likelihood of achieving the Fund's investment objectives, as this will depend (in part) on evolving market conditions and the available investment opportunities over time.

The Fund's net asset value can be influenced by factors such as stock market fluctuations, political and economic events, corporate earnings reports and catastrophic events. This means that in any particular period, the Fund may suffer losses and should not be regarded as a short term investment.

In extreme liquidity conditions, redemptions in the underlying assets, and/or a Fund itself, may need to be deferred or suspended.

Economic factors such as changes in interest rates, inflation, deflation and supply and demand can affect the price of all investments, and so affect the value of your investment in a Fund. As with any investment, inflation will reduce the real value (i.e. purchasing power) of the capital over time.

All Funds are potentially exposed to adverse movements in equity, bond, commodity, currency and other market prices, indices or rates (market risk) or changes in the anticipated or calculated volatility of these movements (volatility risk). This could result in the Fund losing value.

Certain Funds may deduct charges from capital rather than income. Whilst this policy may allow more income to be distributed to Unitholders, it may also have the effect of reducing capital and potential capital growth, as well as potentially increasing capital losses.

The Funds conduct transactions with various counterparties and there is a risk that a counterparty will not deliver an investment (for purchases by the Fund) or cash (for sales by the Fund) after the Fund has fulfilled its responsibilities.

This document is provided solely to enable investors to make their own investment decisions. It is not personal advice. These investments are not suitable for everyone. If you are in any doubt about suitability, you should seek expert advice. Please ensure you read the full Key Investor Information before placing any investment instruction.

Authorised Status

The Trust is an authorised unit trust scheme established by a Trust Deed (the "Trust Deed") between the Trustee and Depositary and the Manager dated 5th December 2014. It was granted authorisation by order of the FCA on 5th December 2014.

The Trust is a 'Non-UCITS Retail Scheme' for the purposes of the Rules. This means that units in the Trust are available for investment for all classes of investor in the UK. A Non-UCITS Retail Scheme does not benefit from certain passporting rights under the UCITS Directive (a European Council Directive of 20th December 1985 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities).

The Trust is categorised as an alternative investment fund under Directive 2011/61/EU of the European Parliament and of the Council of 8th June 2011 on Alternative Investment Fund Managers and amending Directives 2003/41/EC and 2009/65/EC and Regulations (EC) No 1060/2009 and (EU) No 1095/2010 and Commission Delegated Regulation (EU) No 231/2013 of 19th December 2012 supplementing the AIFM Directive with regard to exemptions, general operating conditions, depositaries, leverage, transparency and supervision (the "AIFMD"). The Manager undertakes portfolio and risk management for the Trust and is therefore an alternative investment fund manager (AIFM) within the terms of AIFMD. The Manager will manage the Trust in accordance with the provisions of the AIFMD, The Alternative Investment Fund Managers Regulations 2013 and the FCA Rules.

On the introduction of a new Fund, a revised Prospectus will be prepared setting out the relevant details of each Fund, such revised Prospectus to be approved by the Manager and the Trustee and Depositary.

The assets of each Fund will be treated as separate from those of every other Fund and will be invested in accordance with the investment objective and policy attributable to that Fund. Investment of the assets of each Fund must comply with the Rules and the investment objective and policy of the relevant Fund.

Each Fund has a segregated portfolio to which that Fund's assets and liabilities are attributable. The assets of a Fund belong exclusively to that Fund and shall not be used or made available to discharge (directly or indirectly) the liabilities of, or claims against, any other person or body, including the Trust and any other Fund and shall not be available for any such purpose.

Subject to the above, each Fund will be charged with the liabilities, expenses, costs and charges of the Trust attributable to that Fund, and within each Fund charges will be allocated (if relevant) between classes of units of a particular Fund in accordance with the terms of issue of units of those classes. Any assets, liabilities, expenses, costs or charges not attributable to a particular Fund may be allocated by the Manager in a manner which it believes is fair to the unitholders generally. This will normally be pro rata to the net asset value of the relevant Funds.

The base currency of the Trust is GBP.

Statement of the Manager's Responsibilities

The Collective Investment Schemes Sourcebook published by the Financial Conduct Authority (the "COLL Sourcebook") requires the Manager to prepare financial statements for each annual and interim accounting period which give a true and fair view of the financial affairs of the Trust and of the net revenue and net capital gains and losses on the scheme property of the Trust for the year. In preparing the financial statements the Manager is required to:

- comply with the disclosure requirements of the Statement of Recommended Practice (SORP) relating to financial statements of UK Authorised Funds as issued by The Investment Association in May 2014 and amended in June 2017;
- select suitable accounting policies and then apply them consistently;
- follow United Kingdom Generally Accepted Accounting Principles (UK GAAP) including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland';
- prepare the financial statements on a going concern basis unless it is inappropriate to presume the Trust will continue in operation;
- make judgements and estimates that are reasonable and prudent; and
- keep proper accounting records which enable it to demonstrate that the financial statements, as prepared, comply with the above requirements.

The Manager is responsible for the management of the Trust in accordance with its Trust Deed, the Scheme Particulars and the COLL Sourcebook, and for ensuring that reasonable steps are taken for the prevention and detection of fraud and other irregularities within its systems.

Certification of the Financial Statements by Directors of the Manager

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Schemes Sourcebook, we hereby certify the financial statements on behalf of the Directors of Hargreaves Lansdown Fund Managers Limited.

L N Gardhouse
(Chief Investment Officer)
21st December 2020

R J Byett
(Group Director of Risk & Compliance)

Statement of the Trustee and Depositary's Responsibilities in Respect of the Trust and Report of the Trustee and Depositary to the Unitholders of the HL Multi-Manager Umbrella Trust (the "Trust") for the year ended 30th September 2020

The Depositary in its capacity as Trustee of the HL Multi-Manager Umbrella Trust must ensure that the Trust is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, and, from 22nd July 2014 the Investment Funds Sourcebook, the Financial Services and Markets Act 2000, as amended, (together the "Regulations"), the Trust Deed and Prospectus (together the "Scheme documents") as detailed below.

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

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

The Depositary must ensure that:

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

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

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

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

Northern Trust Global Services SE, UK Branch
UK Trustee and Depositary Services
21st December 2020

Independent Auditor's Report to the Unitholders of the HL Multi-Manager Umbrella Trust

Opinion

We have audited the financial statements of HL Multi-Manager Umbrella Trust (the "Trust") for the year ended 30th September 2020 which comprise the Statement of Total Return, the Statement of Changes in Net Assets Attributable to Unitholders, together with the Balance Sheet for each of the Trust's Funds, the related notes for each Fund and the Distribution Tables including a summary of significant accounting policies. The financial reporting framework that has been applied in their preparation is applicable law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice) including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland'.

In our opinion, the financial statements:

- give a true and fair view of the financial position of the Trust comprising each of its Funds as at 30th September 2020 and of the net revenue and the net capital gains/(losses) on the scheme property of the Trust comprising each of its Funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland'.

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 below. We are independent of the Trust in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard, 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.

Conclusions relating to going concern

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

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

Other information

The other information comprises the information included in the annual report set out on pages 1 to 10, 20 to 30, 45 to 53, 66 to 71, 83 to 91 and 103 to 112 other than the financial statements and our auditor's report thereon. The Manager is responsible for the other information.

Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in this report, we do not express any form of assurance conclusion thereon.

Independent Auditor's Report to the Unitholders of the HL Multi-Manager Umbrella Trust (continued)

Other information (continued)

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether there is a material misstatement in the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of the other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority

In our opinion:

- the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to UK Authorised Funds, the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority and the Trust Deed;
- the information given in the Manager's Investment Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- there is nothing to indicate that proper accounting records have not been kept or that the financial statements are not in agreement with those records.

Matters on which we are required to report by exception

We have nothing to report in respect of the following matters in relation to which the Collective Investment Schemes Sourcebook of the Financial Conduct Authority requires us to report to you if, in our opinion:

- we have not received all the information and explanations which, to the best of our knowledge and belief, are necessary for the purposes of our audit.

Responsibilities of the Manager

As explained more fully in the Statement of Manager's Responsibilities set out on page 9, the Manager is 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 Manager determines 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 Manager is responsible for assessing the Trust's Funds ability to continue as a going concern, disclosing, as applicable, matters related to going concern; and using the going concern basis of accounting unless the Manager either intends to wind up or terminate the Trust or to cease operations, or has no realistic alternative but to do so.

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 aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of the financial statements.

Independent Auditor's Report to the Unitholders of the HL Multi-Manager Umbrella Trust (continued)

Auditor's responsibilities for the audit of the financial statements (continued)

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

Use of our report

This report is made solely to the unitholders of the Trust, as a body, pursuant to Paragraph 4.5.12 of the rules of the Collective Investment Schemes Sourcebook of the Financial Conduct Authority. Our audit work has been undertaken so that we might state to the unitholders of the Trust 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 Trust and the unitholders of the Trust as a body, for our audit work, for this report, or for the opinions we have formed.

Ernst & Young LLP
Statutory Auditor
London
21st December 2020

Summary of Significant Accounting Policies

Applicable to All Funds

For the year ended 30th September 2020

1 Statement of Compliance

The Financial Statements have been prepared in compliance with United Kingdom Generally Accepted Accounting Principles (UK GAAP) including FRS 102 'The Financial Reporting Standard applicable to the UK and Republic of Ireland' and in accordance with the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Association in May 2014 as amended in June 2017.

The outbreak of the novel coronavirus (COVID-19), declared by the World Health Organisation as a pandemic on 11th March 2020, has caused disruption to businesses and economic activity which has been reflected in recent fluctuations in global stock markets. The Manager is monitoring developments relating to COVID-19 and is coordinating its operational response based on existing business continuity plans and on guidance from global health organisations, UK government and general pandemic response best practice.

There are no material events that have been identified that may cast significant doubt about the Trust's ability to continue as going concern for at least the next twelve months from the date these financial statements are authorized for issue. The financial statements have been prepared on a going concern basis. This assessment is made as at the date of issue of these financial statements and is based additionally to the following:

- The ability, post the announcement of the World Health Organisation of the COVID-19 pandemic, of the Manager and its third party suppliers to continue business as usual as each entity moved their operational functionality from an office based to a working from home environment; and
- Whilst it is recognised that COVID-19 presents many challenges from an investment perspective, it is considered that these do not impact the ability of the Trust to continue as a going concern due to its liquid balance sheet resources that are considerably in excess of annual operating expenditure.

The principal accounting policies which have been applied consistently are set below.

2 Summary of Significant Accounting Policies

(a) Basis of Preparation

The Financial Statements have been prepared on a going concern basis, under the historical cost convention as modified by the revaluation of certain financial assets and liabilities measured at fair value through profit or loss.

(b) Functional and Presentation Currency

Items included in the financial statements are measured using the currency of the primary economic environment in which the Trust operates (the "functional currency"). The financial statements are presented in Pounds Sterling, which is the Trust's functional and presentation currency rounded to the nearest £'000.

(c) Valuation of Investments

Quoted investments have been valued at 11:00 am on the 30th September 2020, being the last business day of the accounting period. Collective investment schemes are valued at cancellation prices or quoted bid prices for dual priced funds and at quoted prices for single priced funds.

Investments which are not quoted, or suspended, are stated at the Manager's best estimate of fair value. The Manager's Fair Value Committee, which is independent of the Portfolio Manager's team, provides a recommendation of fair values based on the principles of fair value in accordance with FRS102 and recognised valuation techniques that take account of the cost of the investment, recent arm's length transactions in the same or similar investments, financial performance of the investment, latest dealing prices, achievement or not of key milestones and other relevant factors.

Summary of Significant Accounting Policies

Applicable to All Funds (continued)

For the year ended 30th September 2020

2 Summary of Significant Accounting Policies (continued)

(c) Valuation of Investments (continued)

All realised and unrealised gains and losses on investments are recognised as a net capital gain/loss in the Statement of Total Return. Unrealised gains and losses comprise changes in the fair value of investments for the year and from reversal of prior period's unrealised gains and losses for investments which were realised in the current year. Realised gains and losses represent the difference between an investment's initial carrying amount and disposal amount. The cost of investments sold is accounted for on a weighted average basis.

(d) Foreign Exchange

The values of assets and liabilities denominated in foreign currencies have been translated into GBP at the exchange rates prevailing at 11:00 am on balance sheet date. Foreign currency transactions are translated into GBP at the exchange rate ruling at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transactions and those from the translation at year end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Total Return.

(e) Revenue

Bank and other interest receivable is recognised on an accruals basis. All distributions from collective investment schemes are recognised when the investments are declared ex-dividend. Equalisation received on distributions from underlying collective investment schemes is recognised as a return of capital. The majority of underlying investments refund a percentage of their annual management fee to the Fund, and this is recognised on an accruals basis and included within either capital or revenue depending on the underlying collective investment schemes' distribution policy in relation to the annual management fee.

Dividends from quoted equity and non-equity shares are recognised net of attributable tax credits when the security is quoted ex-dividend. Special dividends are recognised as either revenue or capital depending upon the nature and circumstances of the dividend. Special dividends recognised as revenue are included in the amounts available for distribution. The tax treatment follows that of the principal amount.

Ordinary stock dividends are recognised wholly as revenue and form part of distribution, which are based on the market value of the shares on the date they are quoted ex-dividend. Where an enhancement is offered, the amount by which the market value of the shares (on the date they are quoted ex-dividend) exceeds the cash dividend is taken to capital.

Dividends from suspended/unquoted holdings will be recognised when the right to receive payment is established.

Any reported revenue from an offshore fund with reporting status from HMRC, in excess of any distribution received in the reporting period, is recognised as revenue no later than the date on which the reporting fund makes this information available.

(f) Expenses

All expenses (excluding those relating to the sale and purchase of investments) are charged initially against revenue except for HL Multi-Manager High Income in which all expenses are transferred to capital for the purposes of distribution. All expenses are recognised on an accruals basis.

(g) Taxation

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

Summary of Significant Accounting Policies

Applicable to All Funds (continued)

For the year ended 30th September 2020

2 Summary of Significant Accounting Policies (continued)

(h) Deferred Taxation

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

3 Distribution Policies

(a) Basis of Distribution

Revenue produced by the Funds' investment decisions accumulates during each accounting year. If, at the end of the accounting year, revenue exceeds expenses, the net revenue of the Funds is available to be distributed to unitholders. In order to conduct a controlled dividend flow to unitholders, interim distributions may be made at the Manager's discretion, up to a maximum of the revenue available for the period. All remaining revenue is distributed in accordance with the Regulations. Distributions to accumulation unitholders are rolled up to increase the value of the accumulation units. The distributions are paid as dividend distributions.

(b) Distributions from Collective Investment Schemes

Equalisation received on distributions from the underlying collective investment schemes is included in the distribution for the year. Non-dividend revenue from offshore reporting funds is recognised when declared as reportable income, and treated as revenue for taxation and distribution purposes.

(c) Equalisation

Equalisation applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to the holders of these units as a return of capital. Being capital it is not liable to Income Tax but must be deducted from the cost of units for Capital Gains Tax purposes.

(d) Unclaimed Distributions

Distributions which have remained unclaimed by unitholders for over six years are credited to the capital property of the Trust.

(e) Apportionment to multiple unit classes

With the exception of the Manager's periodic charge, which is directly attributable to individual unit classes, all revenue and expenses are apportioned to the Funds' unit classes pro rata to the value of the net assets of the relevant unit class on the day the revenue or expense is recognised.

(f) Tax relief on capital expenses

Tax relief on expenses charged to capital is applied and transferred between the revenue and capital property of the Trust.

Summary of Significant Accounting Policies

Applicable to All Funds (continued)

For the year ended 30th September 2020

4 Risk Management Policies

In pursuing its investment objectives, the Funds hold financial instruments which comprise collective investment schemes and transferable securities, cash balances and debtors and creditors that arise directly from its operations. The Manager reviews (and agrees with the Trustee) policies for managing the risks associated with these instruments and they are summarised below. With the exception of the Manager's risk management policies for monitoring liquidity risk, these policies have been consistent to prior year and have remained unchanged since the beginning of the accounting period to which the financial statements relate. The risk management policies of the Manager are explained in more detail in the Prospectus for the Trust.

Market Price Risk

The primary risk facing the Funds is market price risk, being the risk that the value of investment holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or currency movement. The Manager's policies for managing the market price risk are summarised below and have been applied consistently throughout the year.

The Funds' investment portfolios are exposed to market price fluctuations which are monitored daily by the Manager in pursuance of the investment objective and policy set out on pages 19, 38, 55, 72, and 90. Adherence to the investment guidelines and to investment and borrowing powers set out in the Trust Deed, the Scheme Particulars and in the Collective Investment Schemes Sourcebook published by the Financial Conduct Authority mitigate the risk of excessive exposure to any particular type of investment or issuer and ultimately the market risk.

Currency Risk

Currency risk is the risk that the fair value or future cash flow of a financial instrument will fluctuate because of changes in the foreign exchange rate.

The Funds have three principal areas where they have exposure to foreign currency risk:

- i) Movements in exchange rates affecting the value of investments (being: 1) the collective investment schemes in which the Funds invest where these are denominated in a currency other than GBP, 2) the underlying investments of those collective investment schemes where denominated in a currency other than GBP or 3) transferable securities held directly by the Funds where denominated in a currency other than GBP).
- ii) Short-term timing differences such as exposure to exchange rate movement during the period between when a purchase or sale is entered into and the date when settlement of the investment occurs; and
- iii) Movements in exchange rates affecting revenue received in foreign currency and converted into GBP on the day of receipt.

At the year end date, a portion of the net assets of the Funds were denominated in currencies other than GBP with the effect that the Balance Sheet and the Statement of Total Return can be affected by exchange rate movements.

Currency risk comes from exposure to underlying collective investment schemes and transferable securities not denominated in GBP. The currency risk is not actively managed by the Manager but where it is indirectly exposed the currency risk is managed by the underlying collective investment scheme managers. Where there is exposure to collective investment schemes or transferable securities held directly by the Funds not denominated in GBP the exposure to these Funds is measured and monitored daily.

Summary of Significant Accounting Policies

Applicable to All Funds (continued)

For the year ended 30th September 2020

4 Risk Management Policies (continued)

Interest Rate Risk

Interest rate risk is the risk that the fair value of future cash flows of a financial instrument will fluctuate because of changes in market interest rates.

The underlying collective investment schemes may expose the Funds indirectly to interest rate risk, as part of their investment strategy which is monitored and managed by the investment managers of those underlying collective investment schemes.

The Funds have minimal direct interest rate risk which only applies to bank balances and overdrafts. Interest on the Fund's bank balances/overdraft is calculated at a variable rate by reference to GBP bank deposit/overdraft rates or the international equivalent.

Liquidity Risk

Liquidity risk is the risk that the Funds will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or cash equivalents.

The main obligation of the Funds is the redemption of any units that investors wish to sell. The Funds' assets comprise of readily realisable positions in collective investment schemes and direct holdings in transferable securities, the majority of which can be readily sold.

The Funds have little exposure to cash flow risk. A cash balance is held within the Funds to deal with typical redemptions. On a daily basis, the Manager is aware of the cash movements within the Funds. The Funds have the ability to borrow money - up to 10% of their NAV and the Manager retains an overdraft facility which can be used to borrow money to help with short term liquidity.

The Funds adopted enhanced liquidity risk management procedures during the financial year. Liquidity of the Funds is monitored and tested on a daily basis by assessing the liquidity of underlying fund holdings (using data provided monthly by the external managers of these funds) and directly held assets. This includes the estimated liquidity of the Funds' assets over various time periods (based on recent market volumes) and the time required to fully liquidate all the Funds' assets. Investor redemption activity is also monitored daily and analysed over various intervals of up to two years. Stress testing is undertaken periodically to identify where significant liquidity risks may exist and how changes in investor redemption behaviour and prevailing market conditions may affect the ability to readily realise the sale of the Funds' assets. During the previous financial year, no significant risks were identified with regard to investor redemption behaviour, prevailing market conditions or the liquidity of the Funds' assets. Based on this analysis, as of 30th September 2020, the percentage of the portfolio that could be disposed under normal and stressed market conditions were as follows:

	Normal Market Conditions	Stressed Market Conditions
HL Multi-Manager UK Growth	98.71%	98.02%
HL Multi-Manager European	81.57%	81.57%
HL Multi-Manager Asia & Emerging Markets	97.40%	97.40%
HL Multi-Manager Strategic Assets	99.76%	99.76%
HL Multi-Manager High Income	89.66%	88.31%

Summary of Significant Accounting Policies

Applicable to All Funds (continued)

For the year ended 30th September 2020

4 Risk Management Policies (continued)

Liquidity Risk (continued)

As at 30th September 2019:

	Normal Market Conditions	Stressed Market Conditions
HL Multi-Manager UK Growth	94.00%	95.68 %
HL Multi-Manager European	100.00%	100.00%
HL Multi-Manager Asia & Emerging Markets	100.00%	100.00%
HL Multi-Manager Strategic Assets	100.00%	100.00%
HL Multi-Manager High Income	86.65%	86.65%

During the 2020 financial year, the HL MM funds changed their daily liquidity monitoring approach to use a 20% participation rate in normal market conditions from the previously used 5% participation rate. This was done to bring monitoring in line with the approach taken by most fund groups. The 10% participation rate used to simulate stressed conditions remains unchanged.

The Manager has the ability to defer or suspend redemptions in severe liquidity crisis scenarios.

The Funds' main liability is instructions from investors to redeem units with no notice. In order to honour such instructions the funds hold highly liquid assets, the majority of which which can be redeemed at short notice.

Counterparty Risk

Certain transactions in investments that the Funds enter into expose them to the risk that the counterparty will not deliver the investment (purchase) or cash (sale) after the Funds have fulfilled their responsibilities. The Funds only buy and sell investments through Fund Managers which have been approved by the Manager as an acceptable counterparty. These are reviewed on an ongoing basis.

Credit Risk

Credit risk is the risk that an issuer or counterparty will be unable to meet a commitment that it has entered into with the Funds.

The Funds' maximum exposure to credit risk, in the event that the counterparties fail to perform their obligations as of 30th September 2020, in relation to each class of recognised financial assets is the carrying amount of those assets in the balance sheet. This risk is managed by appraising the credit profile of financial instruments and trade counterparties.

HL Multi-Manager UK Growth

Manager's Investment Report

For the year ended 30th September 2020

Investment objective

The investment objective of the HL Multi-Manager UK Growth Fund (the "Fund") is to provide long term capital growth.

Investment policy

The Fund will seek to invest, either directly or indirectly via other collective investment schemes and exchange traded funds, at least 80% of its assets in UK equities. Up to 20% of the Fund's assets may be invested (directly or indirectly) in overseas markets and/or fixed income securities, and other permitted investments.

The Fund may from time to time be invested principally in other (regulated and unregulated) collective investment schemes, subject to the Rules for Non-UCITS Retail Schemes. The underlying funds in which the Fund will invest will generally be established in Europe (including the UK, Jersey and Guernsey).

Subject to the Fund's investment objective, the other permitted investments in which the Fund may, directly or indirectly, invest include other transferable securities (including closed ended funds), money market instruments, deposits and warrants. The Fund may also use derivative instruments and forward transactions for the limited purposes of efficient portfolio management, including hedging.

In order to achieve the investment objective of the Fund, the Manager may allocate all or a portion of the Fund's assets to one or more Sub-Advisers. Each Sub-Adviser will use its own methodology for managing its allocated portion of the Fund's portfolio, subject at all times to the Manager's oversight and the Fund's investment objective and policy as outlined above. The Manager may, at its discretion, choose to retain the investment management of some or all of the Fund's portfolio.

Performance review

Over the twelve month period to 30th September 2020, the price of the accumulation units decreased from 131.36 pence to 114.42 pence representing a fall of 12.90%. Over the same period, the IA UK All Companies peer group returned an average fall of 13.15%.

From the close of the initial offer period (23rd January 2015) to 30th September 2020, the price of the accumulation units has increased from 100 pence to 114.42 pence, a gain of 14.42%. Over the same period, the IA UK All Companies peer group gained an average 13.55%.

	30/09/15 to 30/09/16	30/09/16 to 30/09/17	30/09/17 to 30/09/18	30/09/18 to 30/09/19	30/09/19 to 30/09/20
HL Multi-Manager UK Growth	13.73%	14.41%	5.10%	-3.58%	-12.90%
IA UK All Companies	11.98%	13.84%	5.63%	0.08%	-13.15%

Past performance is not a guide to future returns.

Source: Lipper for Investment Management to 30/09/2020, Total Return Net Distribution Re-invested, Bid to Bid from 30/09/2015 to 30/09/2018. Bid to NAV from 30/09/2018 to 30/09/2020.

HL Multi-Manager UK Growth

Manager's Investment Report (continued)

For the year ended 30th September 2020

Performance review (continued)

The top ten purchases and sales during the year were as follows:

Purchases	£'000	Sales	£'000
AXA WF - Framlington UK	18,197	AXA WF - Framlington UK	15,699
Threadneedle UK Equity Alpha Income	5,995	Merian UK Smaller Companies Focus	15,029
Majedie UK Equity	4,105	Marlborough UK Micro-Cap Growth	4,419
LF Lindsell Train UK Equity	3,823	LF Lindsell Train UK Equity	4,105
Jupiter UK Special Situations	2,907	Merian UK Dynamic Equity	4,088
J O Hambro UK Equity Income	2,337	Majedie UK Equity	3,774
GlaxoSmithKline	1,025	Threadneedle UK Equity Alpha Income	3,073
Unilever	838	Jupiter UK Special Situations	3,046
Reckitt Benckiser Group	836	Marlborough Multi Cap Income	2,271
RELX	788	J O Hambro UK Equity Income	1,824
Total purchases during the year were	47,667	Total sales during the year were	57,310

As at 30th September 2020, the LF Equity Income Fund position was valued based on the latest available 'indicative price' produced by Link Fund Solutions available at the 11am valuation point. This price reflected relevant developments from the suspension of the Fund up to the date of the valuation and other factors pertinent to the valuation.

On 15th October 2019, Link Fund Solutions announced that, as Authorised Corporate Director, it had terminated Woodford Investment Management's contract to manage the LF Woodford Equity Income Fund with immediate effect. The Fund is now set to wind up and return resulting cash to investors at the earliest opportunity. This process began in January 2020 and partial distributions were made to unitholders, as detailed below during the current year;

30/01/2020 – 58.9936 pence per unit - £8,218,753.56

25/03/2020 – 3.9765 pence per unit - £553,990.16

26/08/2020 – 5.0869 pence per unit - £708,686.67

The capital distributions received have been accounted within the capital gains/losses reported within the statement of total return.

In an investor letter dated 3rd December 2020, the ACD of LF Equity Income Fund announced that a fourth capital distribution will be paid on 11th December 2020. Therefore, subsequent to year end, the Fund received £381,043 at a rate of 2.7351 pence per unit.

Specialist broker PJT Partners (UK) Limited (Park Hill) was appointed as transition manager to assist in selling the portfolio of unlisted/highly illiquid listed assets. BlackRock Advisors (UK) Limited was appointed as transition manager to prepare the listed portfolio for the winding up of the Fund, which we understand has now been realised.

HL Multi-Manager UK Growth

Manager's Investment Report (continued)

For the year ended 30th September 2020

Performance review (continued)

The name of the LF Woodford Equity Income Fund has been amended to reflect the fact that Woodford Investment Management is no longer the investment manager to the Fund. The name of the Company, the umbrella fund of which the Fund is a sub-fund, has also been amended. Consequently, the name of the Fund changed from "LF Woodford Equity Income Fund" to "LF Equity Income Fund", and the name of the Company changed from "LF Woodford Investment Fund" to "LF Investment Fund".

Hargreaves Lansdown Fund Managers Limited

1st October 2020

HL Multi-Manager UK Growth

Portfolio Statement

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
UK Funds – 74.35% (84.32%)			
11,517,485	AXA WF - Framlington UK	14,922	10.01
5,233,858	J O Hambro UK Equity Income	12,896	8.66
6,823,623	Jupiter UK Special Situations	13,024	8.74
13,931,602	LF Equity Income≈	1,105	0.74
8,198,505	LF Lindsell Train UK Equity	15,127	10.15
8,762,366	Majedie UK Equity	13,387	8.98
4,826,819	Marlborough Multi Cap Income	8,919	5.99
1,231,032	Marlborough UK Micro-Cap Growth	9,960	6.68
2,258,233	Merian UK Dynamic Equity†	11,148	7.48
17,286,195	Threadneedle UK Equity Alpha Income‡	10,306	6.92
		110,794	74.35
UK Equities – 21.60% (14.15%)			
79,013	3i Group	773	0.52
89,676	3i Infrastructure	259	0.18
62,908	AJ Bell	279	0.19
30,973	Anglo American	582	0.39
55,000	Ashmore Group	194	0.13
303,065	Assura	235	0.16
8,001	AstraZeneca	681	0.46
141,962	Aviva	408	0.27
381,003	Barclays	371	0.25
43,649	Beazley	134	0.09
8,000	Bellway	188	0.13
45,000	Bodycote	259	0.17
148,372	BP	340	0.23
21,546	British American Tobacco	599	0.40
206,337	C&C Group	397	0.27
122,936	Card Factory	42	0.03
36,165	Compass Group	420	0.28
6,500	Cranswick	236	0.16
6,305	Croda International	395	0.26
78,770	Daily Mail & General Trust	519	0.35
9,500	Derwent London	241	0.16
17,052	Diageo	452	0.30
101,357	Direct Line Insurance Group	273	0.18
102,901	Domino's Pizza Group	377	0.25
42,000	Electrocomponents	298	0.20
18,000	Euromoney Institutional Investor	141	0.09
25,975	Experian	765	0.51
8,560	Fevertree Drinks	197	0.13
91,650	GlaxoSmithKline	1,342	0.90
33,000	Grafton Group	222	0.15

HL Multi-Manager UK Growth

Portfolio Statement (continued)

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
UK Equities – 21.60% (14.15%) (continued)			
108,000	Grainger	321	0.22
11,000	Greggs	126	0.08
34,427	Hiscox	309	0.21
50,000	Howden Joinery Group	293	0.20
107,264	IG Group Holdings	842	0.56
53,587	Imperial Brands	737	0.49
45,000	Inchcape	196	0.13
67,709	Indivior	78	0.05
71,038	Informa	266	0.18
39,648	IntergraFin Holdings	200	0.13
88,834	International Public Partnerships	142	0.10
6,454	Intertek Group	410	0.27
599,075	ITV	396	0.27
16,000	J D Wetherspoon	130	0.09
20,000	JET2	129	0.09
85,158	Lancashire Holdings	596	0.40
204,681	Legal & General Group	382	0.26
13,500	Liontrust Asset Management	161	0.11
8,911	London Stock Exchange Group	793	0.53
257,682	LondonMetric Property REIT	572	0.38
44,000	Meggitt	111	0.07
153,206	Melrose Industries	174	0.12
66,153	Moneysupermarket.com Group	175	0.12
39,961	National Grid	356	0.24
6,144	Next	357	0.24
307,686	NextEnergy Solar Fund	313	0.21
60,000	Pagegroup	223	0.15
67,000	Paragon Banking Group	215	0.14
60,000	Pets at Home Group	249	0.17
139,960	Phoenix Group Holdings	964	0.65
50,000	Polypipe Group	211	0.14
147,532	Primary Health Properties	220	0.15
13,000	Rathbone Brothers	201	0.14
11,155	Reckitt Benckiser Group	843	0.57
55,722	RELX	959	0.64
73,000	Restore	223	0.15
95,000	Rotork	267	0.18
22,000	RWS Holdings	124	0.08
86,429	Sabre Insurance Group	219	0.15
12,911	Schroders	351	0.24
196,605	Secure Income REIT	523	0.35
37,400	Segro	349	0.23
215,000	Serco Group	271	0.18
30,000	Shaftesbury	146	0.10

HL Multi-Manager UK Growth

Portfolio Statement (continued)

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
UK Equities – 21.60% (14.15%) (continued)			
60,000	Signature Aviation	141	0.09
56,582	Smiths Group	778	0.52
9,500	Spectris	232	0.16
110,000	Spirent Communications	311	0.21
11,297	SSE	137	0.09
91,071	SSP Group	159	0.11
20,355	St James's Place	190	0.13
53,000	St Modwen Properties	167	0.11
420,871	Tesco	907	0.61
19,694	UDG Healthcare	152	0.10
19,080	Unilever	917	0.62
17,000	Unite Group	140	0.09
44,000	Vesuvius	175	0.12
14,127	Victrex	262	0.18
10,000	Weir Group	125	0.08
22,559	WH Smith	212	0.14
157,862	William Hill	433	0.29
		32,180	21.60
France Equities – 0.00% (0.15%)			
Ireland Equities – 0.25% (0.43%)			
123,413	Origin Enterprises	379	0.25
Netherlands Equities – 1.12% (0.50%)			
15,380	Corbion	546	0.37
16,733	Wolters Kluwer	1,120	0.75
		1,666	1.12
Spain Equities – 0.22% (0.21%)			
18,084	Ebro Foods	327	0.22
Switzerland Equities – 0.39% (0.00%)			
6,284	Nestle	582	0.39
US Equities – 1.32% (0.00%)			
3,547	American Express	270	0.18
8,684	Cisco Systems	264	0.18
3,743	Medtronic	300	0.20
7,809	Paychex	482	0.32

HL Multi-Manager UK Growth

Portfolio Statement (continued)

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
	US Equities – 1.32% (0.00%) (continued)		
4,440	Procter & Gamble	475	0.32
1,173	Visa	182	0.12
		1,973	1.32
	Forward FX Currency Contracts – -0.01% (0.00%)		
	Sold EUR, Bought GBP 9,834 for settlement on		
EUR (10,736)	01/10/2020	–	–
	Sold EUR, Bought GBP 20,785 for settlement on		
EUR (22,691)	01/10/2020	–	–
	Sold EUR, Bought GBP 6,250 for settlement on		
EUR (6,823)	01/10/2020	–	–
EUR	Sold EUR, Bought GBP 2,142,042 for settlement on		
(2,353,000)	11/12/2020	(8)	(0.01)
	Sold USD, Bought GBP 5,019 for settlement on		
USD (6,393)	01/10/2020	–	–
USD	Sold USD, Bought GBP 246,332 for settlement on		
(319,000)	11/12/2020	(2)	–
		(10)	(0.01)
	Portfolio of investments – 99.24% (99.76%)	147,891	99.24
	Net other assets – 0.76% (0.24%)	1,132	0.76
	Net assets	149,023	100.00

The percentages in brackets show the equivalent sector comparatives as at 30th September 2019.

All Collective Investment Schemes are in accumulation shares/units unless otherwise stated.

† Income shares/units.

≠ Suspended security since 3rd June 2019.

≈ The name of the LF Woodford Equity Income Fund has been amended to reflect the fact that Woodford Investment Management is no longer the investment manager to the Fund. The name of the Company, the umbrella fund of which the Fund is a sub-fund, has also been amended. Consequently, the name of the Fund changed from "LF Woodford Equity Income Fund" to "LF Equity Income Fund", and the name of the Company changed from "LF Woodford Investment Fund" to "LF Investment Fund".

On 15th October 2019, Link Fund Solutions announced that, as Authorised Corporate Director, it had terminated Woodford Investment Management's contract to manage the LF Woodford Equity Income Fund with immediate effect. The Fund is now set to wind up and return resulting cash to investors at the earliest opportunity. This process began in January 2020 and partial distributions were made to unitholders on 30th January and 25th March and 26th August 2020.

HL Multi-Manager UK Growth

Portfolio Statement (continued)

As at 30th September 2020

Specialist broker PJT Partners (UK) Limited (Park Hill) was appointed as transition manager to assist in selling the portfolio of unlisted/highly illiquid listed assets. BlackRock Advisors (UK) Limited was appointed as transition manager to prepare the listed portfolio for the winding up of the Fund, which we understand has now been realised.

As at 30th September 2020, the LF Equity Income Fund position was valued based on the latest available price at the 11am valuation point produced by Link Fund Solutions. This price reflected relevant developments from the suspension of the Fund up to the date of the valuation and other factors pertinent to the valuation.

HL Multi-Manager UK Growth

Fund Information

The Comparative Table on page 29 gives the performance of the only active unit class in the Fund.

The 'Return after charges' disclosed in the Comparative Table is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Fund's performance disclosed in the Manager's Investment report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a fund in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Fund.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by the Fund on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and money market sentiment.

HL Multi-Manager UK Growth

Fund Information (continued)

Comparative Table

Class A Accumulation Units

Change in Net Asset Value per Unit

	<i>30/09/20</i> <i>(pence per unit)</i>	<i>30/09/19</i> <i>(pence per unit)</i>	<i>30/09/18</i> <i>(pence per unit)</i>
<i>For the year ended</i>			
Opening net asset value per unit	131.34	136.20	130.49
Return before operating charges*	(15.29)	(3.13)	7.54
Operating charges (calculated on average price)	(1.63)	(1.73)	(1.83)
Return after operating charges*	(16.92)	(4.86)	5.71
Distributions	(2.48)	(2.96)	(2.07)
Distributions on accumulation units	2.48	2.96	2.07
Closing net asset value per unit	114.42	131.34	136.20
* after direct transaction costs of**:	0.07	0.08	–

Performance

Return after charges	(12.88)%	(3.57)%	4.38%
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Other information

Closing net asset value (£'000)	149,023	192,224	228,798
Closing number of units	130,239,714	146,356,978	167,990,938
Operating charges†	1.33%	1.35%	1.37%
Direct transaction costs	0.06%	0.06%	–%

Prices[^]

Highest offer price	–	140.79	143.68
Lowest bid price	–	126.67	125.74
Highest mid price	141.85	133.93	–
Lowest mid price	89.30	117.34	–

** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

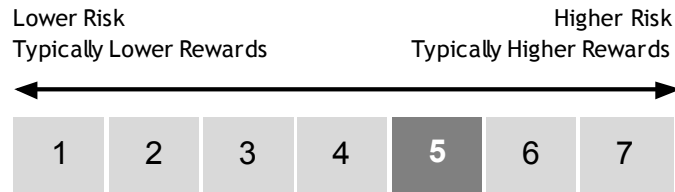
† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. It includes the annual management fee as well as the administrative costs incurred by the Fund. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

[^] On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

HL Multi-Manager UK Growth

Fund Information (continued)

Synthetic Risk and Reward Indicator ("SRRI")



The Fund is ranked at 5 because funds of this type have experienced medium to high rises and falls in value in the past.

The Fund's risk category has been calculated using historical data, which may not be a reliable indication of the future risk profile of the Fund. The risk and reward rating remain the same from the last reporting period.

The Fund's category is not guaranteed to remain the same and may change over time.

Even a fund in the lowest category is not a risk-free investment.

The value of your investment and any income you take from it may fall as well as rise and is not guaranteed.

HL Multi-Manager UK Growth

Statement of Total Return

For the year ended 30th September 2020

	Notes	30/09/20		30/09/19	
		£'000	£'000	£'000	£'000
Income					
Net capital losses	5		(27,629)		(13,234)
Revenue	7	4,824		6,390	
Expenses	8	(1,503)		(1,710)	
Interest payable and similar charges	10	(10)		(14)	
Net revenue before taxation		3,311		4,666	
Taxation	9	(5)		(1)	
Net revenue after taxation			3,306		4,665
Total return before distributions			(24,323)		(8,569)
Distributions	10		(3,483)		(4,681)
Change in net assets attributable to unitholders from investment activities			(27,806)		(13,250)

Statement of Change in Net Assets Attributable to Unitholders

For the year ended 30th September 2020

	30/09/20		30/09/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		192,224		228,798
Amounts receivable on issue of units	20,886		27,986	
Amounts payable on cancellation of units	(39,613)		(55,827)	
		(18,727)		(27,841)
Dilution levy		9		13
Change in net assets attributable to unitholders from investment activities		(27,806)		(13,250)
Retained distribution on accumulation units		3,323		4,504
Closing net assets attributable to unitholders		149,023		192,224

HL Multi-Manager UK Growth

Balance Sheet

As at 30th September 2020

	<i>Notes</i>	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
ASSETS			
Fixed assets:			
Investments		147,901	191,767
Current assets:			
Debtors	11	929	1,209
Cash and cash equivalents	12	1,474	1,362
Total assets		150,304	194,338
LIABILITIES			
Investment liabilities		(10)	–
Creditors:			
Bank overdraft	12	(637)	(1,218)
Other creditors	13	(634)	(896)
Total liabilities		(1,281)	(2,114)
Net assets attributable to unitholders		149,023	192,224

HL Multi-Manager UK Growth

Notes to the Financial Statements

For the year ended 30th September 2020

1 Statement of Compliance

The statement of compliance for note 1 is provided on page 14 of the Summary of Significant Accounting Policies Applicable to All Funds.

2 Summary of Significant Accounting Policies

The accounting policies for note 2 are provided on pages 14 to 16 of the Summary of Significant Accounting Policies Applicable to All Funds.

3 Distribution Policies

The distribution policies for note 3 are provided on pages 16 and 17 of the Summary of Significant Accounting Policies Applicable to All Funds.

4 Risk Management Policies

The risk management policies for note 4 are provided on pages 17 to 19 of the Summary of Significant Accounting Policies Applicable to All Funds.

5 Net Capital Losses

	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
The net capital losses during the year comprise:		
Non-derivative securities	(27,969)	(13,527)
Currency gains	84	12
Forward currency contracts	(136)	(14)
Transaction charges	(8)	(1)
Equalisation received on distributions from underlying funds	121	16
Annual management charge rebates	279	280
Total Net Capital Losses	(27,629)	(13,234)

The net capital losses figure above includes realised losses and unrealised losses of £11,418,307 and £16,550,795 respectively. (30th September 2019 includes realised losses and unrealised gains of £31,225,706 and £17,698,466 respectively). The realised losses on investments in the accounting period include amounts previously recognised as unrealised gains in the prior accounting period.

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

6 Purchases, Sales and Transaction Costs

The following table shows portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 28.

Analysis of direct transaction costs for the year ended 30th September 2020:

	Principal 2020 £'000	Commissions 2020 £'000	Taxes 2020 £'000	Total Cost 2020 £'000	Commissions % of principal	Taxes % of principal
Purchases						
Collective Investment Schemes	21,665	–	–	21,665	–	–
Equities	25,894	9	99	26,002	0.03	0.38
Transaction cost % of purchases		0.02	0.21			
Sales						
Collective Investment Schemes	44,350	–	–	44,350	–	–
Equities	12,965	(5)	–	12,960	0.04	–
Transaction cost % of sales		0.01	–			
Total cost of the Fund's average NAV (%)		0.01	0.06			

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

6 Purchases, Sales and Transaction Costs (continued)

Analysis of direct transaction costs for the year ended 30th September 2019:

	Principal 2019 £'000	Commissions 2019 £'000	Taxes 2019 £'000	Total Cost 2019 £'000	Commissions % of principal	Taxes % of principal
Purchases						
Collective Investment Schemes	599	–	–	599	–	–
Equities	31,439	11	123	31,573	0.03	0.39
Transaction cost % of purchases		0.03	0.38			
Sales						
Collective Investment Schemes	56,835	–	–	56,835	–	–
Equities	3,854	(2)	–	3,852	0.05	–
Transaction cost % of sales		–	–			
Total cost of the Fund's average NAV (%)		0.01	0.06			

Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.05% (30th September 2019: 0.03%). This spread represents the difference between the values determined by reference to the bid and offer prices of investments at 11:00 am on the last business day of the accounting period, expressed as a percentage of the value determined by reference to the offer price. Please note that in practice where the Fund owns dual-priced investments, it deals at cancellation and creation prices rather than bid and offer prices, and so the figure above is not fully representative of the Fund's actual dealing spread.

7 Revenue

	30/09/20 £'000	30/09/19 £'000
Annual management charge rebates	114	294
Bank interest	1	1
Distributions from underlying funds	3,263	4,761
Franked PID revenue	14	9
Franked UK dividends	783	427
Offshore dividend CIS revenue	494	824
Overseas dividends	104	52
Unfranked PID revenue	51	22
Total Revenue	4,824	6,390

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

8 Expenses

	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
Payable to the Manager, associates of the Manager and agents of either of them:		
Manager's periodic charge	<u>1,276</u>	<u>1,560</u>
Payable to the Trustee, associates of the Trustee and agents of either of them:		
Trustee and Depositary's fee	18	21
Safe custody fee	<u>2</u>	<u>1</u>
	20	22
Other expenses:		
Audit fee	8	8
VAT on audit fee	1	1
Accounting and administration fee	31	37
Automated transaction provider fee	6	7
Publication costs	2	2
Registrar fees	11	25
Sub-adviser fee	<u>148</u>	<u>48</u>
	207	128
Total Expenses	<u>1,503</u>	<u>1,710</u>

9 Taxation

	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
(a) Analysis of charge for the year		
Overseas withholding tax	<u>5</u>	<u>1</u>
Total current tax charge (note 9b)	5	1
Deferred tax (note 9c)	<u>-</u>	<u>-</u>
Total Taxation	<u>5</u>	<u>1</u>

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

9 Taxation (continued)

(b) Factors affecting tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised fund (20%) (2019: 20%). The differences are explained below:

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Net revenue before taxation	3,311	4,666
Corporation Tax at 20%	662	933
Effects of:		
Excess management expenses not utilised	215	226
Non-taxable UK dividends	(911)	(1,204)
Non-taxable overseas dividends	(21)	(10)
Overseas withholding tax	5	1
Tax effect on capital management charge rebates	56	56
Tax payable in different periods	(1)	(1)
Total tax charge for the year (note 9a)	5	1
(c) Deferred tax charge for the year		
Provision at the start of the year	–	–
Deferred tax charge in the year	–	–
Provision at the end of the year	–	–

The Fund has not recognised a deferred tax asset of £1,247,980 (30th September 2019: £1,033,334) as a result of excess management expenses of £6,239,899 (30th September 2019: £5,166,669). These expenses are not expected to be utilised in the foreseeable future unless the nature of the Fund or its investment objective changes.

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

10 Distributions

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

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Interim accumulation	1,796	1,881
Final accumulation	1,527	2,623
	3,323	4,504
Add: Revenue deducted on cancellation of units	303	347
Deduct: Revenue received on issue of units	(143)	(170)
Net distribution for the year	3,483	4,681
Interest	10	14
Total Distribution	3,493	4,695

The difference between net revenue after taxation and the amounts distributed comprise:

Net revenue after taxation	3,306	4,665
Equalisation received on distributions from underlying funds	121	16
Tax effect on expenses offset against capital	56	–
	3,483	4,681

Details of the distribution per unit are set out in the distribution tables on page 44.

11 Debtors

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Amounts receivable for issue of units	50	187
Annual management charge rebates	183	188
Distributions from underlying funds	–	63
Franked UK dividends receivable	69	–
Overseas dividends receivable	8	1
Overseas tax recoverable	2	–
Sales awaiting settlement	607	770
Unfranked PID receivable	10	–
Total Debtors	929	1,209

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

12 Cash and Cash Equivalents

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Bank balances	1,474	1,362
Bank overdraft	(637)	(1,218)
Net Cash and Cash Equivalents	837	144

13 Other Creditors

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Accrued expenses	159	163
Amounts payable for cancellation of units	456	733
Purchases awaiting settlement	19	–
Total Other Creditors	634	896

Transaction charges, trustee fees and safe custody fees paid to Northern Trust Global Services SE, UK Branch are shown in notes 5 and 8. The balance due to the Trustee at the year end in respect of these fees was £8,352 (30th September 2019: £14,950).

14 Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (30th September 2019: £Nil).

15 Related Parties

Hargreaves Lansdown Fund Managers Limited (the "Manager") is a related party because it is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. It also acts as a principal in respect of all transactions of units in the Fund.

Management fees paid to the Manager are shown in note 8 and details of the units issued and cancelled by the Manager are shown in the Statement of Change in Net Asset Attributable to Unitholders. The balance due to the Manager at the year end in respect of management fees was £92,692 (30th September 2019: £118,175).

Hargreaves Lansdown Nominees Limited, a fellow subsidiary of the Manager held units in the Fund as follows:

	<i>30/09/20</i>	<i>30/09/19</i>
Class A Accumulation units	99.94%	99.91%

Hargreaves Lansdown Nominees Limited is a non-trading company which holds investments on behalf of clients of the Hargreaves Lansdown Group of Companies.

At the year end, HL Multi-Manager UK Growth held no shares in any Fund or collective investment scheme managed by associated companies of the Manager (30th September 2019: £Nil).

As at year end, the Manager has three third party sub-advisors appointed to provide investment management and advisory services to the Manager in respect of the Fund. The sub-adviser fees paid to these sub-advisors are disclosed in note 8.

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

16 Unit Class

The Fund currently has one class of units: Class A. The distribution per unit is given in the distribution tables on page 44. All units have the same rights on winding up.

The Manager's service charge for the class of each unit is as follows:

Class A 0.75%

The following table shows the units in issue during the year:

<i>Class</i>	<i>Opening Units</i>	<i>Units Created</i>	<i>Units Liquidated</i>	<i>Units Converted</i>	<i>Closing Units</i>
Class A Accumulation	146,356,978	17,456,739	(33,574,003)	–	130,239,714

17 Risk Disclosures

Market Price Risk

Market price risk – risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

A 5% increase in the prices of the Fund's portfolio would have the effect of increasing the return and net assets by £7,394,562 (30th September 2019: £9,588,350). A 5% decrease would have an equal and opposite effect.

Currency Risk

Currency risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

Currency exposure as at 30th September 2020

	<i>Monetary Exposure £'000</i>	<i>Non- Monetary Exposure £'000</i>	<i>Total £'000</i>
Euro	2	223	225
Sterling	1,130	145,361	146,491
Swiss Franc	–	582	582
US dollar	–	1,725	1,725
	1,132	147,891	149,023

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Currency Risk (continued)

Currency exposure as at 30th September 2019

	<i>Monetary Exposure £'000</i>	<i>Non- Monetary Exposure £'000</i>	<i>Total £'000</i>
Euro	1	2,470	2,471
Sterling	456	189,297	189,753
	457	191,767	192,224

A 5% increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets by £126,528 (30th September 2019: 123,522). A 5% decrease would have an equal and opposite effect.

Interest Rate Risk

Interest rate risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund has minimal direct interest rate risk which only applies to bank balances and overdrafts. Interest on the Fund's bank balances/overdraft is calculated at a variable rate by reference to GBP bank deposit/overdraft rates or the international equivalent.

Liquidity Risk

Liquidity risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Manager monitors the Fund's liquidity position on a regular basis with regard to maintaining a reasonable level of liquidity. Investments in managed funds may not be readily realisable due to lock-up periods, extended settlement periods, withdrawal notice periods, or in extraordinary cases periods in which redemptions are suspended due to adverse market conditions.

In order to manage its liquidity under such circumstances, the Fund utilises its borrowing facility which allows to borrow up to 10% of its NAV and the Manager retains an overdraft facility which can be used to borrow money to help with short term liquidity.

As discussed in Note 4, the Manager assesses how much of the investments can be realised in one day, under normal and stressed market conditions. Based on this analysis, as of 30th September 2020, 98.71% (30th September 2019: 94.00%) of the investments could be disposed under normal conditions and 98.02% (30th September 2019: 95.68%) under stressed market conditions.

During the 2020 financial year, the HL MM funds changed their daily liquidity monitoring approach to use a 20% participation rate in normal market conditions from the previously used 5% participation rate. This was done to bring monitoring in line with the approach taken by most fund groups. The 10% participation rate used to simulate stressed conditions remains unchanged.

Counterparty Risk

Counterparty risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Counterparty Risk (continued)

The Fund does not have any significant counterparty risk exposures.

Credit Risk

Credit risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

At 30th September 2020, the Fund held collective investment schemes and listed equities. Therefore, the Fund does not have any credit risk exposures.

Fair Value

Fair value - in the opinion of the Manager, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet and their fair value. Investments are carried at their fair value while other financial assets and liabilities are valued at amortised cost which materially equates to their fair value.

Valuation technique as at 30th September 2020

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Assets				
Collective Investment Schemes	–	109,689	1,105	110,794
Equities	37,107	–	–	37,107
Total	37,107	109,689	1,105	147,901
Liabilities				
Forward Currency Contracts	–	(10)	–	(10)
Total	–	(10)	–	(10)

Valuation technique as at 30th September 2019

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Assets				
Collective Investment Schemes	–	150,467	11,612	162,079
Equities	29,688	–	–	29,688
Total	29,688	150,467	11,612	191,767

The Fund invests into collective investment schemes which are not exchange traded. Investments in collective investment schemes are valued based on the NAV per unit/share published by their administrators and are classified as Level 2.

The Fund invested in a collective investment scheme, LF Equity Income Fund (formerly LF Woodford Equity Income Fund), which has been suspended during the year and is categorised within Level 3 of the fair value hierarchy. The Fund's valuation is based on the NAV per unit/share published by the Authorised Corporate Director of the collective investment scheme available at the 11am valuation point on 30th September 2020 which has been adjusted to reflect the relevant developments since the suspension of the collective investment scheme and other factors pertinent to the valuation.

HL Multi-Manager UK Growth

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Fair Value (continued)

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within Level 1 that are observable (i.e., developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e., for which market data is unavailable) for the asset or liability.

18 Post Balance Sheet Events

On 30th November 2020, Link Fund Solutions announced that a fourth capital distribution would be paid to investors in the LF Equity Income Fund in December 2020. Therefore, subsequent to year end, the Fund received £381,043 at a rate of 2.7351 pence per unit.

The impact of latest published NAV per unit classes as at the close of business on 16th December 2020 compared to the published NAV per unit classes at the year-end is shown below.

Class	Unit Price		Increase %
	30th September 2020	16th December 2020	
Class A Accumulation	114.42	128.08	11.94

HL Multi-Manager UK Growth

Distribution Tables

For the year ended 30th September 2020

In pence per unit

Interim accumulation for the period ended 31st March 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st May 2020</i>	<i>31st May 2019</i>
Group 1	1.3047	–	1.3047	1.1674
Group 2	0.3010	1.0037	1.3047	1.1674

Group 1 - Units created prior to 1st October 2019

Group 2 - Units created on or after 1st October 2019

Final accumulation for the year ended 30th September 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Payable</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Nov 2020</i>	<i>30th Nov 2019</i>
Group 1	1.1726	–	1.1726	1.7925
Group 2	0.6340	0.5386	1.1726	1.7925

Group 1 - Units created prior to 1st April 2020

Group 2 - Units created on or after 1st April 2020

HL Multi-Manager European

Manager's Investment Report

For the year ended 30th September 2020

Investment objective

The investment objective of the HL Multi-Manager European Fund (the "Fund") is to provide long term capital growth.

Investment policy

The Fund will seek to invest, either directly or indirectly via other collective investment schemes and exchange traded funds, at least 80% of its assets in European equities (excluding the UK). Up to 20% of the Fund's assets may be invested (directly or indirectly) in other non-European (including the UK) equity markets and/or fixed income securities, and other permitted investments.

The Fund may from time to time be invested principally in other (regulated and unregulated) collective investment schemes, subject to the Rules for Non-UCITS Retail Schemes. The underlying funds in which the Fund will invest will generally be established in Europe (including the UK, Jersey and Guernsey).

Subject to the Fund's investment objective, the other permitted investments in which the Fund may, directly or indirectly, invest include other transferable securities (including closed ended funds), money market instruments, deposits and warrants. The Fund may also use derivative instruments and forward transactions for the limited purposes of efficient portfolio management, including hedging.

In order to achieve the investment objective of the Fund, the Manager may allocate all or a portion of the Fund's assets to one or more Sub-Advisers. Each Sub-Adviser will use its own methodology for managing its allocated portion of the Fund's portfolio, subject at all times to the Manager's oversight and the Fund's investment objective and policy as outlined above. The Manager may, at its discretion, choose to retain the investment management of some or all of the Fund's portfolio.

Performance review

Over the twelve month period to 30th September 2020, the price of the accumulation units increased from 154.37 pence to 166.25 pence, a gain of 7.70%. Over the same period, the IA Europe (Excluding UK) peer group returned an average gain of 3.48%.

From the close of the initial offer period (26th February 2015) to 30th September 2020, the price of the accumulation units has increased from 100 pence to 166.25 pence, a gain of 66.25%. Over the same period, the IA Europe (Excluding UK) peer group returned an average 48.86%.

	30/09/15 to 30/09/16	30/09/16 to 30/09/17	30/09/17 to 30/09/18	30/09/18 to 30/09/19	30/09/19 to 30/09/20
HL Multi-Manager European	24.77%	17.75%	6.42%	2.51%	7.70%
IA Europe (Excluding UK)	18.58%	22.09%	1.81%	1.96%	3.48%

Past performance is not a guide to future returns.

Source: Lipper for Investment Management to 30/09/2020, Total Return Net Distribution Re-invested, Bid to Bid from 30/09/2015 to 30/09/2018. Bid to NAV from 30/09/2018 to 30/09/2020.

HL Multi-Manager European

Manager's Investment Report (continued)

For the year ended 30th September 2020

Performance review (continued)

The top ten purchases and sales during the year were as follows:

Purchases	£'000	Sales	£'000
Legal & General Europe Index Trust	26,564	TM CRUX European Special Situations	29,962
Jupiter European Smaller Companies	8,641	TM CRUX European Opportunities	27,467
Schroder European Fund	2,770	Jupiter European	12,925
Prosus	1,001	BlackRock European Dynamic	3,847
Alphabet	942	Threadneedle Europe Select	3,080
Novartis	937	Jupiter European Smaller Companies	1,406
SGS	895	Legal & General Europe Index Trust	1,180
Bureau Veritas	895	Barings Europe Select	1,033
Givaudan	857	Bureau Veritas	328
BAWAG Group	853	Equiniti Group	215
Total purchases during the year were	64,644	Total sales during the year were	82,275

Hargreaves Lansdown Fund Managers
1st October 2020

HL Multi-Manager European

Portfolio Statement

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
	Europe Funds – 84.56% (99.66%)		
622,124	Barings Europe Select†	27,585	15.96
13,881,604	BlackRock European Dynamic	27,319	15.80
583,522	Jupiter European	17,104	9.90
7,865,661	Jupiter European Smaller Companies	9,791	5.67
5,476,743	Legal & General European Index Trust	25,089	14.51
9,519,350	Schroder European Fund	11,709	6.77
10,943,558	Threadneedle European Select	27,577	15.95
		146,174	84.56
	UK Equities – 0.61% (0.00%)		
24,480	Gamesys Group	288	0.17
4,485	Kerry	448	0.26
18,117	RELX	312	0.18
		1,048	0.61
	Austria Equities – 0.53% (0.00%)		
29,505	BAWAG Group	810	0.47
6,344	S&T	98	0.06
		908	0.53
	China Equities – 0.31% (0.00%)		
2,431	Alibaba Group	525	0.31
	Denmark Equities – 0.55% (0.00%)		
2,400	Carlsberg	251	0.15
12,922	Novo Nordisk	699	0.40
		950	0.55
	Finland Equities – 0.39% (0.00%)		
21,788	Sampo	673	0.39
	France Equities – 2.42% (0.00%)		
6,539	Airbus	366	0.21
34,823	Bureau Veritas	615	0.36
5,365	EssilorLuxottica	560	0.32
973	LVMH Moet Hennessy Louis Vuitton	358	0.21
6,154	Rubis	193	0.11
7,501	Schneider Electric	735	0.42

HL Multi-Manager European

Portfolio Statement (continued)

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
France Equities – 2.42% (0.00%) (continued)			
54,304	SPIE	748	0.43
29,007	Vivendi	632	0.36
		4,207	2.42
Germany Equities – 2.44% (0.00%)			
137,196	Aroundtown	523	0.30
8,161	Bayer	399	0.23
14,801	Brenntag	735	0.43
6,928	CANCOM	278	0.16
5,371	Deutsche Boerse	736	0.43
6,291	SAP	759	0.44
6,107	Stabilus	271	0.16
8,328	Stroeer	495	0.29
		4,196	2.44
Ireland Equities – 0.29% (0.00%)			
16,220	Smurfit Kappa Group	493	0.29
Italy Equities – 0.51% (0.00%)			
24,535	Cerved	135	0.08
70,566	FinecoBank Banca Fineco	751	0.43
		886	0.51
Netherlands Equities – 1.46% (0.00%)			
18,166	Aalberts	506	0.29
13,691	Prosus	974	0.56
5,256	TKH	147	0.08
23,244	Van Lanschot Kempen	331	0.19
8,701	Wolters Kluwer	582	0.34
		2,540	1.46
Norway Equities – 0.19% (0.00%)			
34,682	Atea	326	0.19
Spain Equities – 0.11% (0.00%)			
14,502	Grifols	190	0.11

HL Multi-Manager European

Portfolio Statement (continued)

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
	Sweden Equities – 1.00% (0.00%)		
59,607	Bravida	555	0.32
70,937	Coor Service Management	383	0.22
60,972	Dustin	292	0.17
36,472	Trelleborg	505	0.29
		1,735	1.00
	Switzerland Equities – 2.72% (0.00%)		
220	Givaudan	740	0.43
5,139	Kuehne & Nagel International	778	0.45
14,275	Novartis	965	0.56
1,658	Roche	445	0.26
390	SGS	818	0.47
13,866	Softwareone	297	0.17
6,365	Sulzer	386	0.22
1,028	Zurich Insurance Group	279	0.16
		4,708	2.72
	US Equities – 1.18% (0.00%)		
762	Alphabet	873	0.50
2,281	Autodesk	414	0.24
21,595	Cargurus	366	0.21
1,927	Facebook	393	0.23
		2,046	1.18
	Forward FX Currency Contracts – 0.00% (0.00%)		
EUR (42,015)	Sold EUR, Bought GBP 38,408 for settlement on 01/10/2020	–	–
EUR (7,846)	Sold EUR, Bought GBP 7,173 for settlement on 01/10/2020	–	–
		–	–

HL Multi-Manager European

Portfolio Statement (continued)

As at 30th September 2020

Portfolio of investments – 99.27% (99.66%)	171,605	99.27
Net other assets – 0.73% (0.34%)	1,255	0.73
Net assets	172,860	100.00

The percentages in brackets show the equivalent sector comparatives as at 30th September 2019.

All Collective Investment Schemes are in accumulation shares/units unless otherwise stated.

† Income shares/units.

HL Multi-Manager European

Fund Information

The Comparative Table on page 52 gives the performance of the only active unit class in the Fund.

The 'Return after charges' disclosed in the Comparative Table is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Fund's performance disclosed in the Manager's report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a fund in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Fund.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by the Fund on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and money market sentiment.

HL Multi-Manager European Fund Information (continued)

Comparative Table

Class A Accumulation Units

Change in Net Asset Value per Unit

	<i>30/09/20</i> <i>(pence per unit)</i>	<i>30/09/19</i> <i>(pence per unit)</i>	<i>30/09/18</i> <i>(pence per unit)</i>
<i>For the year ended</i>			
Opening net asset value per unit	154.35	149.87	142.85
Return before operating charges*	13.83	6.60	9.17
Operating charges (calculated on average price)	(2.06)	(2.12)	(2.15)
Return after operating charges*	11.77	4.48	7.02
Distributions	(0.70)	(1.09)	(0.86)
Distributions on accumulation units	0.70	1.09	0.86
Closing net asset value per unit	166.12	154.35	149.87

* after direct transaction costs of**:

0.01 – –

Performance

Return after charges 7.63% 2.99% 4.91%

Other information

Closing net asset value (£'000)	172,860	177,454	194,013
Closing number of units	104,055,934	114,967,609	129,454,873
Operating charges†	1.34%	1.47%	1.47%
Direct transaction costs	0.01%	–%	–%

Prices[^]

Highest offer price	–	155.18	126.68
Lowest bid price	–	136.05	115.22
Highest mid price	170.14	158.06	–
Lowest mid price	116.24	128.83	–

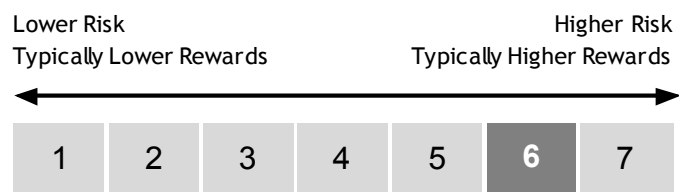
** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases. There are no direct transaction costs applied to the trades executed on this Fund.

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. It includes the annual management fee as well as the administrative costs incurred by the Fund. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

[^] On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

HL Multi-Manager European Fund Information (continued)

Synthetic Risk and Reward Indicator ("SRRI")



The Fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past.

The Fund's risk category has been calculated using historical data, which may not be a reliable indication of the future risk profile of the Fund. During the year, the indicator changed from 5 to 6.

The Fund's category is not guaranteed to remain the same and may change over time.

Even a fund in the lowest category is not a risk-free investment.

The value of your investment and any income you take from it may fall as well as rise and is not guaranteed.

HL Multi-Manager European

Statement of Total Return

For the year ended 30th September 2020

	Notes	30/09/20		30/09/19	
		£'000	£'000	£'000	£'000
Income					
Net capital gains	5		10,678		3,063
Revenue	7	1,947		2,724	
Expenses	8	(1,344)		(1,419)	
Net revenue before taxation		603		1,305	
Taxation	9	–		–	
Net revenue after taxation			603		1,305
Total return before distributions			11,281		4,368
Distributions	10		(781)		(1,326)
Change in net assets attributable to unitholders from investment activities			10,500		3,042

Statement of Change in Net Assets Attributable to Unitholders

For the year ended 30th September 2020

	30/09/20		30/09/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		177,454		194,013
Amounts receivable on issue of units	19,948		22,442	
Amounts payable on cancellation of units	(35,786)		(43,336)	
		(15,838)		(20,894)
Dilution levy		2		2
Change in net assets attributable to unitholders from investment activities		10,500		3,042
Retained distribution on accumulation units		742		1,291
Closing net assets attributable to unitholders		172,860		177,454

HL Multi-Manager European

Balance Sheet

As at 30th September 2020

	<i>Notes</i>	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
ASSETS			
Fixed assets:			
Investments		171,605	176,852
Current assets:			
Debtors	11	1,213	5,986
Cash and cash equivalents	12	1,537	291
Total assets		174,355	183,129
LIABILITIES			
Creditors:			
Bank overdraft	12	(537)	(412)
Other creditors	13	(958)	(5,263)
Total liabilities		(1,495)	(5,675)
Net assets attributable to unitholders		172,860	177,454

HL Multi-Manager European

Notes to the Financial Statements

For the year ended 30th September 2020

1 Statement of Compliance

The statement of compliance for note 1 is provided on page 14 of the Summary of Significant Accounting Policies Applicable to All Funds.

2 Summary of Significant Accounting Policies

The accounting policies for note 2 are provided on pages 14 to 16 of the Summary of Significant Accounting Policies Applicable to All Funds.

3 Distribution Policies

The distribution policies for note 3 are provided on pages 16 and 17 of the Summary of Significant Accounting Policies Applicable to All Funds.

4 Risk Management Policies

The risk management policies for note 4 are provided on pages 17 to 19 of the Summary of Significant Accounting Policies Applicable to All Funds.

5 Net Capital Gains

	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
The net capital gains during the year comprise:		
Non-derivative securities	10,502	3,043
Currency gains	1	–
Transaction charges	(3)	(1)
Equalisation received on distributions from underlying funds	178	21
Total Net Capital Gains	10,678	3,063

The net capital gains figure above includes realised losses and unrealised gains of £28,631,075 and £39,133,156 respectively. (30th September 2019 includes realised losses and unrealised gains of £41,688,343 and £44,731,215 respectively). The realised losses on investments in the accounting period include amounts previously recognised as unrealised gains in the prior accounting period.

HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

6 Purchases, Sales and Transaction Costs

The following table shows portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 51.

Analysis of direct transaction costs for the year ended 30th September 2020:

	Principal 2020 £'000	Commissions 2020 £'000	Taxes 2020 £'000	Total Cost 2020 £'000	Commissions % of principal	Taxes % of principal
Purchases						
Collective Investment Schemes	37,975	–	–	37,975	–	–
Equities	26,667	1	1	26,669	–	–
Transaction cost % of purchases		–	–			
Sales						
Collective Investment Schemes	80,910	–	(10)	80,900	–	0.01
Equities	1,376	(1)	–	1,375	0.07	–
Transaction cost % of sales		–	–			
Total cost of the Fund's average NAV (%)		–	0.01			

There were no comparative figures shown as investments have been bought and sold at the dealt price with no further transaction costs added to purchases or deducted from sales in prior year.

Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.08% (30th September 2019: 0.03%). This spread represents the difference between the values determined by reference to the bid and offer prices of investments at 11:00 am on the last business day of the accounting period, expressed as a percentage of the value determined by reference to the offer price. Please note that in practice where the Fund owns dual-priced investments, it deals at cancellation and creation prices rather than bid and offer prices, and so the figure above is not fully representative of the Fund's actual dealing spread.

HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

7 Revenue

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Annual management charge rebates	148	138
Bank interest	–	1
Distributions from underlying funds	1,797	2,585
Overseas dividends	2	–
Total Revenue	1,947	2,724

8 Expenses

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Payable to the Manager, associates of the Manager and agents of either of them:		
Manager's periodic charge	1,257	1,315
Payable to the Trustee, associates of the Trustee and agents of either of them:		
Trustee and Depositary's fee	18	19
Safe custody fee	1	1
	19	20
Other expenses:		
Audit fee	7	8
VAT on audit fee	1	1
Accounting and administration fee	30	36
Automated transaction provider fee	7	8
Publication costs	3	2
Registrar fees	12	29
Sub-adviser fee	8	–
	68	84
Total Expenses	1,344	1,419

HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

9 Taxation

	30/09/20 £'000	30/09/19 £'000
(a) Analysis of charge for the year		
Total current tax charge (note 9b)	–	–
Deferred tax (note 9c)	–	–

(b) Factors affecting tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised fund (20%) (2019: 20%). The differences are explained below:

	30/09/20 £'000	30/09/19 £'000
Net revenue before taxation	603	1,305
Corporation Tax at 20%	121	261
Effects of:		
Excess management expenses not utilised	239	256
Non-taxable UK dividends	(359)	(517)
Non-taxable overseas dividends	(1)	–
Total tax charge for the year (note 9a)	–	–

(c) Deferred tax charge for the year

Provision at the start of the year	–	–
Deferred tax charge in the year	–	–
Provision at the end of the year	–	–

The Fund has not recognised a deferred tax asset of £1,219,290 (30th September 2019: £980,077) as a result of excess management expenses of £6,096,448 (30th September 2019: £4,900,385). These expenses are not expected to be utilised in the foreseeable future unless the nature of the Fund or its investment objective changes.

HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

10 Distributions

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

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Interim accumulation	677	686
Final accumulation	65	605
	742	1,291
Add: Revenue deducted on cancellation of units	62	75
Deduct: Revenue received on issue of units	(23)	(40)
Net distribution for the year	781	1,326

The difference between net revenue after taxation and the amounts distributed comprise:

Net revenue after taxation	603	1,305
Equalisation received on distributions from underlying funds	178	21
	781	1,326

Details of the distribution per unit are set out in the distribution tables on page 65.

11 Debtors

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Amounts receivable for issue of units	439	83
Annual management charge rebates	124	59
Distributions from underlying funds	623	397
Overseas dividends receivable	2	–
Sales awaiting settlement	25	5,447
Total Debtors	1,213	5,986

12 Cash and Cash Equivalents

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Bank balances	1,537	291
Bank overdraft	(537)	(412)
Net Cash and Cash Equivalents	1,000	(121)

HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

13 Other Creditors

	30/09/20	30/09/19
	£'000	£'000
Accrued expenses	148	141
Amounts payable for cancellation of units	210	625
Purchases awaiting settlement	600	4,497
Total Other Creditors	958	5,263

Transaction charges, trustee fees and safe custody fees paid to Northern Trust Global Services SE, UK Branch are shown in notes 5 and 8. The balance due to the Trustee at the year end in respect of these fees was £8,840 (30th September 2019: £12,977).

14 Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (30th September 2019: £Nil).

15 Related Parties

Hargreaves Lansdown Fund Managers Limited (the "Manager") is a related party because it is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. It also acts as a principal in respect of all transactions of units in the Fund.

Management fees paid to the Manager are shown in note 8 and details of the units issued and cancelled by the Manager are shown in the Statement of Change in Net Asset Attributable to Unitholders. The balance due to the Manager at the year end in respect of management fees was £105,518 (30th September 2019: £109,680).

Hargreaves Lansdown Nominees Limited, a fellow subsidiary of the Manager held units in the Fund as follows:

	30/09/20	30/09/19
Class A Accumulation units	99.69%	99.95%

Hargreaves Lansdown Nominees Limited is a non-trading company which holds investments on behalf of clients of the Hargreaves Lansdown Group of Companies.

At the year end, HL Multi-Manager European held no shares in any Fund or collective investment scheme managed by associated companies of the Manager (30th September 2019: £Nil).

As at year end, the Manager has one third party sub-advisor appointed to provide investment management and advisory services to the Manager in respect of the Fund. The sub-adviser fees paid to this sub-adviser are disclosed in note 8.

16 Unit Class

The Fund currently has one class of units: Class A. The distribution per unit is given in the distribution tables on page 65. All units have the same rights on winding up.

The Manager's service charge for the class of each unit is as follows:

Class A	0.75%
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HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

16 Unit Class (continued)

The following table shows the units in issue during the year:

<i>Class</i>	<i>Opening Units</i>	<i>Units Created</i>	<i>Units Liquidated</i>	<i>Closing Units</i>
Class A Accumulation	114,967,609	13,201,078	(24,112,753)	104,055,934

17 Risk Disclosures

Market Price Risk

Market price risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

A 5% increase in the prices of the Fund's portfolio would have the effect of increasing the return and net assets by £8,580,268 (30th September 2019: £8,842,615). A 5% decrease would have an equal and opposite effect.

Currency Risk

Currency risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

Currency exposure as at 30th September 2020

	<i>Monetary Exposure £'000</i>	<i>Non- Monetary Exposure £'000</i>	<i>Total £'000</i>
Danish Kroner	–	950	950
Euro	–	14,543	14,543
Norwegian Krone	–	326	326
Sterling	1,255	146,773	148,028
Swedish Krona	–	1,734	1,734
Swiss Franc	–	4,708	4,708
US dollar	–	2,571	2,571
	1,255	171,605	172,860

A 5% increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets by £1,241,569 (30th September 2019: £Nil). A 5% decrease would have an equal and opposite effect.

There was no currency exposure at the year end 30th September 2019 as the Fund's assets and liabilities were all in GBP.

Interest Rate Risk

Interest rate risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund has minimal direct interest rate risk which only applies to bank balances and overdrafts. Interest on the Fund's bank balances/overdraft is calculated at a variable rate by reference to GBP bank deposit/overdraft rates or the international equivalent.

HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Liquidity Risk

Liquidity risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Manager monitors the Fund's liquidity position on a regular basis with regard to maintaining a reasonable level of liquidity. Investments in managed funds may not be readily realisable due to lock-up periods, extended settlement periods, withdrawal notice periods, or in extraordinary cases periods in which redemptions are suspended due to adverse market conditions.

In order to manage its liquidity under such circumstances, the Fund utilises its borrowing facility which allows to borrow up to 10% of its NAV and the Manager retains an overdraft facility which can be used to borrow money to help with short term liquidity.

As discussed in Note 4, the Manager assesses how much of the investments can be realised in one day, under normal and stressed market conditions. Based on this analysis, as of 30th September 2020, 81.57% (30th September 2019: 100.00%) of the investments could be disposed under normal conditions and 81.57% (30th September 2019: 100.00%) under stressed market conditions.

During the 2020 financial year, the HL MM funds changed their daily liquidity monitoring approach to use a 20% participation rate in normal market conditions from the previously used 5% participation rate. This was done to bring monitoring in line with the approach taken by most fund groups. The 10% participation rate used to simulate stressed conditions remains unchanged.

Counterparty Risk

Counterparty risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund does not have any significant counterparty risk exposures.

Credit Risk

Credit risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

At 30th September 2020, the Fund only held collective investment schemes and equities. Therefore, the Fund does not have any credit risk exposures.

Fair Value

Fair value - in the opinion of the Manager, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet and their fair value. Investments are carried at their fair value while other financial assets and liabilities are valued at amortised cost which materially equates to their fair value.

Valuation technique as at 30th September 2020

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	146,174	–	146,174
Equities	25,431	–	–	25,431
Total	25,431	146,174	–	171,605

HL Multi-Manager European

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Fair Value (continued)

Valuation technique as at 30th September 2019

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	176,852	–	176,852
Total	–	176,852	–	176,852

The Fund invests into collective investment schemes which are not exchange traded. Investments in collective investment schemes are valued based on the NAV per unit/share published by their administrators and are classified as Level 2.

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within Level 1 that are observable (i.e., developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e., for which market data is unavailable) for the asset or liability.

18 Post Balance Sheet Events

The impact of latest published NAV per unit classes as at the close of business on 16th December 2020 compared to the published NAV per unit classes at the year-end is shown below.

<i>Class</i>	<i>Unit Price</i>		<i>Increase %</i>
	<i>30th September 2020</i>	<i>16th December 2020</i>	
Class A Accumulation	166.25	177.62	6.84

HL Multi-Manager European

Distribution Tables

For the year ended 30th September 2020

In pence per unit

Interim accumulation for the period ended 31st March 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st May 2020</i>	<i>31st May 2019</i>
Group 1	0.6348	–	0.6348	0.5611
Group 2	0.2889	0.3459	0.6348	0.5611

Group 1 - Units created prior to 1st October 2019

Group 2 - Units created on or after 1st October 2019

Final accumulation for the year ended 30th September 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Payable</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Nov 2020</i>	<i>30th Nov 2019</i>
Group 1	0.1211	–	0.1211	0.5264
Group 2	0.0674	0.0537	0.1211	0.5264

Group 1 - Units created prior to 1st April 2020

Group 2 - Units created on or after 1st April 2020

HL Multi-Manager Asia & Emerging Markets

Manager's Investment Report

For the year ended 30th September 2020

Investment objective

The investment objective of the HL Multi-Manager Asia & Emerging Markets Fund (the "Fund") is to provide long term capital growth.

Investment policy

The Fund will seek to invest, either directly or indirectly via other collective investment schemes and exchange traded funds, at least 80% of its assets in equities from Asia and emerging markets. Up to 20% of the Fund's assets may be invested (directly or indirectly) in other regional equity markets and/or fixed income securities, and other permitted investments.

The Fund may from time to time be invested principally in other (regulated and unregulated) collective investment schemes, subject to the Rules for Non-UCITS Retail Schemes. The underlying funds in which the Fund will invest will generally be established in Europe (including the UK, Jersey and Guernsey).

Subject to the Fund's investment objective, the other permitted investments in which the Fund may, directly or indirectly, invest include other transferable securities (including closed ended funds), money market instruments, deposits and warrants. The Fund may also use derivative instruments and forward transactions for the limited purposes of efficient portfolio management, including hedging.

In order to achieve the investment objective of the Fund, the Manager may allocate all or a portion of the Fund's assets to one or more Sub-Advisers. Each Sub-Adviser will use its own methodology for managing its allocated portion of the Fund's portfolio, subject at all times to the Manager's oversight and the Fund's investment objective and policy as outlined above. The Manager may, at its discretion, choose to retain the investment management of some or all of the Fund's portfolio.

Performance review

Over the twelve month period to 30th September 2020, the price of the accumulation units increased from 132.05 pence to 133.14 pence, which represents a gain of 0.83%. Over the same period, the IA Asia Pacific (Excluding Japan) peer group returned an average 7.73% and the IA Global Emerging Markets sector increased by 2.02%.

From the close of the initial offer period (29th April 2015) to 30th September 2020, the price of the accumulation units has increased from 100 pence to 133.14 pence, a gain of 33.14%. Over the same period, the IA Asia Pacific (Excluding Japan) sector made an average 52.51% and the IA Global Emerging Markets sector gained an average 40.14%.

	30/09/15 to 30/09/16	30/09/16 to 30/09/17	30/09/17 to 30/09/18	30/09/18 to 30/09/19	30/09/19 to 30/09/20
HL Multi-Manager Asia & Emerging Markets	38.71%	9.86%	-1.19%	7.88%	0.83%
IA Asia Pacific (Excluding Japan)	37.71%	15.44%	4.04%	6.09%	7.73%
IA Global Emerging Markets	38.54%	17.84%	-0.76%	7.30%	2.02%

Past performance is not a guide to future returns.

Source: Lipper for Investment Management to 30/09/2019, Total Return Net Distribution Re-invested, Bid to Bid from 30/09/2015 to 30/09/2018. Bid to NAV from 30/09/2018 to 30/09/2020.

HL Multi-Manager Asia & Emerging Markets

Manager's Investment Report (continued)

For the year ended 30th September 2020

Performance review (continued)

The total purchases and top ten sales during the year were as follows:

Purchases	£'000	Sales	£'000
Veritas Asian Fund	11,580	Lazard Emerging Markets	14,784
JP Morgan Emerging Markets	6,371	Schroder Small Cap Discovery	7,768
Schroder Asian Alpha Plus	5,035	Comgest Growth Emerging Markets	6,331
ASI Latin American Equity	463	Stewart Investors Asia Pacific Leaders	
		Sustainability	3,826
		ASI Emerging Markets Equity	3,679
		First State Asia All-Cap	3,190
		JP Morgan Emerging Markets	2,942
		Schroder Asian Alpha Plus	2,342
		Jupiter Asian Income	1,810
		Aberdeen Standard SICAV I Emerging	
		Markets Smaller Companies	565
Total purchases during the year were	23,449	Total sales during the year were	47,871

Hargreaves Lansdown Fund Managers Limited
1st October 2020

HL Multi-Manager Asia & Emerging Markets

Portfolio Statement

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
	Asia/Emerging Funds – 99.89% (99.98%)		
153,301	Aberdeen Standard SICAV I Asian Smaller Companies	5,451	2.78
383,151	Aberdeen Standard SICAV I Emerging Markets Smaller Companies	5,481	2.80
2,099,067	ASI Emerging Markets Equity	17,672	9.01
8,994,016	ASI Latin American Equity	7,548	3.85
879,011	Comgest Growth Emerging Markets	27,211	13.87
14,731,938	First State Asia All-Cap	23,800	12.13
1,543,472	JP Morgan Emerging Markets	17,719	9.03
13,982,797	Jupiter Asian Income	21,522	10.97
14,286,635	Schroder Asian Alpha Plus	17,844	9.10
17,965,536	Schroder Small Cap Discovery	15,826	8.07
2,832,044	Stewart Investors Asia Pacific Leaders Sustainability	24,079	12.28
12,891	Veritas Asian Fund	11,771	6.00
		195,924	99.89
	Portfolio of investments – 99.89% (99.98%)	195,924	99.89
	Net other assets – 0.11% (0.02%)	225	0.11
	Net assets	196,149	100.00

The percentages in brackets show the equivalent sector comparatives as at 30th September 2019.

All investments are in accumulation shares/units unless otherwise stated.

HL Multi-Manager Asia & Emerging Markets

Fund Information

The Comparative Table on page 70 gives the performance of the only active unit class in the Fund.

The 'Return after charges' disclosed in the Comparative Table is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Fund's performance disclosed in the Manager's Investment report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a fund in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Fund.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by the Fund on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment.

HL Multi-Manager Asia & Emerging Markets

Fund Information (continued)

Comparative Table

Class A Accumulation Units

Change in Net Asset Value per Unit

	<i>30/09/20</i> <i>(pence per</i> <i>unit)</i>	<i>30/09/19</i> <i>(pence per</i> <i>unit)</i>	<i>30/09/18</i> <i>(pence per</i> <i>unit)</i>
<i>For the year ended</i>			
Opening net asset value per unit	132.05	123.36	124.78
Return before operating charges*	3.08	10.68	0.61
Operating charges (calculated on average price)	(1.99)	(1.99)	(2.03)
Return after operating charges*	1.09	8.69	(1.42)
Distributions	(1.30)	(1.18)	(1.06)
Distributions on accumulation units	1.30	1.18	1.06
Closing net asset value per unit	133.14	132.05	123.36

* after direct transaction costs of**:

– – –

Performance

Return after charges 0.83% 7.04% (1.14)%

Other information

Closing net asset value (£'000)	196,149	219,081	219,639
Closing number of units	147,329,464	165,907,869	178,042,483
Operating charges†	1.56%	1.59%	1.59%
Direct transaction costs	–%	–%	–%

Prices[^]

Highest offer price	–	127.33	138.19
Lowest bid price	–	113.48	119.55
Highest mid price	139.60	138.07	–
Lowest mid price	102.80	114.41	–

** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases. There are no direct transaction costs applied to the trades executed on this Fund.

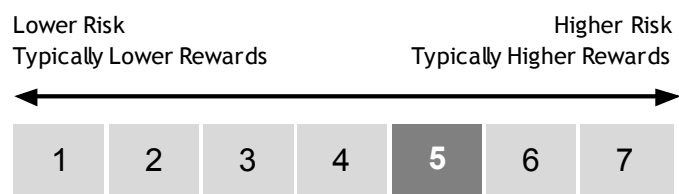
† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. It includes the annual management fee as well as the administrative costs incurred by the Fund. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

[^] On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

HL Multi-Manager Asia & Emerging Markets

Fund Information (continued)

Synthetic Risk and Reward Indicator ("SRRI")



The Fund is ranked at 5 because funds of this type have medium to high rises and falls in value in the past.

The Fund's risk category has been calculated using historical data, which may not be a reliable indication of the future risk profile of the Fund. The risk and reward rating remain the same from the last reporting period.

The Fund's category is not guaranteed to remain the same and may change over time.

Even a fund in the lowest category is not a risk-free investment.

The value of your investment and any income you take from it may fall as well as rise and is not guaranteed.

HL Multi-Manager Asia & Emerging Markets

Statement of Total Return

For the year ended 30th September 2020

	Notes	30/09/20		30/09/19	
		£'000	£'000	£'000	£'000
Income					
Net capital (losses)/gains	5		(1,361)		13,089
Revenue	7	3,570		3,708	
Expenses	8	(1,584)		(1,744)	
Net revenue before taxation		1,986		1,964	
Taxation	9	–		–	
Net revenue after taxation			1,986		1,964
Total return before distributions			625		15,053
Distributions	10		(2,022)		(2,020)
Change in net assets attributable to unitholders from investment activities			(1,397)		13,033

Statement of Change in Net Assets Attributable to Unitholders

For the year ended 30th September 2020

	30/09/20		30/09/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		219,081		219,639
Amounts receivable on issue of units	20,070		35,886	
Amounts payable on cancellation of units	(43,540)		(51,458)	
		(23,470)		(15,572)
Change in net assets attributable to unitholders from investment activities		(1,397)		13,033
Retained distribution on accumulation units		1,935		1,981
Closing net assets attributable to unitholders		196,149		219,081

HL Multi-Manager Asia & Emerging Markets

Balance Sheet

As at 30th September 2020

	<i>Notes</i>	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
ASSETS			
Fixed assets:			
Investments		195,924	219,029
Current assets:			
Debtors	11	1,167	1,091
Cash and cash equivalents	12	747	268
Total assets		197,838	220,388
LIABILITIES			
Creditors:			
Bank overdraft	12	(891)	(274)
Other creditors	13	(798)	(1,033)
Total liabilities		(1,689)	(1,307)
Net assets attributable to unitholders		196,149	219,081

HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements

For the year ended 30th September 2020

1 Statement of Compliance

The statement of compliance for note 1 is provided on pages 14 of the Summary of Significant Accounting Policies Applicable to All Funds.

2 Summary of Significant Accounting Policies

The accounting policies for note 2 are provided on pages 14 to 16 of the Summary of Significant Accounting Policies Applicable to All Funds.

3 Distribution Policies

The distribution policies for note 3 are provided on pages 16 and 17 of the Summary of Significant Accounting Policies Applicable to All Funds.

4 Risk Management Policies

The risk management policies for note 4 are provided on pages 17 to 19 of the Summary of Significant Accounting Policies Applicable to All Funds.

5 Net Capital (Losses)/Gains

	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
The net capital (losses)/gains during the year comprise:		
Non-derivative securities	(1,492)	12,944
Currency gains	42	–
Transaction charges	(3)	(1)
Equalisation received on distributions from underlying funds	22	34
Annual management charge rebates	70	112
Total Net Capital (Losses)/Gains	(1,361)	13,089

The net capital (losses)/gains figure above includes realised losses and unrealised gains of £27,728,212 and £26,235,547 respectively. (30th September 2019 includes realised losses and unrealised gains of £17,832,889 and £30,776,784 respectively). The realised losses on investments in the accounting period include amounts previously recognised as unrealised gains in the prior accounting period.

6 Purchases, Sales and Transaction Costs

Investments have been bought and sold at the dealt price with no further transaction costs added to purchases or deducted from sales.

Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was Nil% (30th September 2019: Nil%). This spread represents the difference between the values determined by reference to the bid and offer prices of investments at 11:00 am on the last business day of the accounting period, expressed as a percentage of the value determined by reference to the offer price. Please note that in practice where the Fund owns dual-priced investments, it deals at cancellation and creation prices rather than bid and offer prices, and so the figure above is not fully representative of the Fund's actual dealing spread.

HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

7 Revenue

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Annual management charge rebates	784	685
Bank interest	–	1
Distributions from underlying funds	2,472	2,637
Offshore dividend CIS revenue	314	385
Total Revenue	3,570	3,708

8 Expenses

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Payable to the Manager, associates of the Manager and agents of either of them:		
Manager's periodic charge	1,494	1,621
Payable to the Trustee, associates of the Trustee and agents of either of them:		
Trustee and Depositary's fee	21	22
Safe custody fee	1	1
	22	23
Other expenses:		
Audit fee	7	8
VAT on audit fee	1	1
Accounting and administration fee	31	38
Automated transaction provider fee	10	11
Publication costs	3	3
Registrar fees	16	39
	68	100
Total Expenses	1,584	1,744

HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

9 Taxation

	30/09/20 £'000	30/09/19 £'000
(a) Analysis of charge for the year		
Corporation tax	—	—
Total current tax charge (note 9b)	—	—
Deferred tax (note 9c)	—	—

(b) Factors affecting current tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised fund (20%) (2019: 20%). The differences are explained below:

	30/09/20 £'000	30/09/19 £'000
Net revenue before taxation	1,986	1,964
Corporation Tax at 20%	397	393
Effects of:		
Excess management expenses not utilised	146	185
Non-taxable UK dividends	(557)	(600)
Tax effect on capital management charge rebates	14	22
Total tax charge for the year (note 9a)	—	—

(c) Deferred tax charge for the year

Provision at the start of the year	—	—
Deferred tax charge in the year	—	—
Provision at the end of the year	—	—

The Fund has not recognised a deferred tax asset of £768,541 (30th September 2019: £622,439) as a result of excess management expenses of £3,842,707 (30th September 2019: £3,112,193). These expenses are not expected to be utilised in the foreseeable future unless the nature of the Fund or its investment objective changes.

HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

10 Distributions

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

	30/09/20 £'000	30/09/19 £'000
Interim accumulation	553	626
Final accumulation	1,382	1,355
	1,935	1,981
Add: Revenue deducted on cancellation of units	148	120
Deduct: Revenue received on issue of units	(61)	(81)
Net distribution for the year	2,022	2,020

The difference between net revenue after taxation and the amounts distributed comprise:

Net revenue after taxation	1,986	1,964
Equalisation received on distributions from underlying funds	22	34
Tax effect on expenses offset against capital	14	22
	2,022	2,020

Details of the distribution per unit are set out in the distribution tables on page 82.

11 Debtors

	30/09/20 £'000	30/09/19 £'000
Amounts receivable for issue of units	140	87
Annual management charge rebates	447	312
Distributions from underlying funds	380	332
Sales awaiting settlement	200	360
Total Debtors	1,167	1,091

12 Cash and Cash Equivalents

	30/09/20 £'000	30/09/19 £'000
Bank balances	747	268
Bank overdraft	(891)	(274)
Net Cash and Cash Equivalents	(144)	(6)

HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

13 Other Creditors

	30/09/20	30/09/19
	£'000	£'000
Accrued expenses	156	170
Amounts payable for cancellation of units	261	531
Purchases awaiting settlement	381	332
Total Other Creditors	798	1,033

Transaction charges, trustee fees and safe custody fees paid to Northern Trust Global Services SE, UK Branch are shown in notes 5 and 8. The balance due to the Trustee at the year end in respect of these fees was £10,562 (30th September 2019: £15,956).

14 Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (30th September 2019: £Nil).

15 Related Parties

Hargreaves Lansdown Fund Manager Limited (the "Manager") is a related party because it is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. It also acts as a principal in respect of all transactions of units in the Fund.

Management fees paid to the Manager are shown in note 8 and details of the units issued and cancelled by the Manager are shown in the Statement of Change in Net Asset Attributable to Unitholders. The balance due to the Manager at the year end in respect of management fees was £120,381 (30th September 2019: £135,104).

Hargreaves Lansdown Nominees Limited, a fellow subsidiary of the Manager held units in the Fund as follows:

	30/09/20	30/09/19
Class A Accumulation units	99.81%	99.91%

Hargreaves Lansdown Nominees Limited is a non-trading company which holds investments on behalf of clients of the Hargreaves Lansdown Group of Companies.

At the year end, HL Multi-Manager Asia & Emerging Markets held no shares in any Fund or collective investment scheme managed by associated companies of the Manager (30th September 2019: £Nil).

16 Unit Class

The Fund currently has one class of units: Class A. The distribution per unit is given in the distribution tables on page 82. All units have the same rights on winding up.

The Manager's service charge for the class of each unit is as follows:

Class A	0.75%
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HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

16 Unit Class (continued)

The following table shows the units in issue during the year:

<i>Class</i>	<i>Opening Units</i>	<i>Units Created</i>	<i>Units Liquidated</i>	<i>Closing Units</i>
Class A Accumulation	165,907,869	16,243,075	(34,821,480)	147,329,464

17 Risk Disclosures

Market Price Risk

Market price risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

A 5% increase in the prices of the Fund's portfolio would have the effect of increasing the return and net assets by £9,796,185 (30th September 2019: £10,951,474). A 5% decrease would have an equal and opposite effect.

Currency Risk

Currency risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

Currency exposure as at 30th September 2020

	<i>Monetary Exposure £'000</i>	<i>Non- Monetary Exposure £'000</i>	<i>Total £'000</i>
Sterling	225	168,713	168,938
US dollar	–	27,211	27,211
	<u>225</u>	<u>195,924</u>	<u>196,149</u>

Currency exposure as at 30th September 2019

	<i>Monetary Exposure £'000</i>	<i>Non- Monetary Exposure £'000</i>	<i>Total £'000</i>
Sterling	52	184,913	184,965
US dollar	–	34,116	34,116
	<u>52</u>	<u>219,029</u>	<u>219,081</u>

A 5% increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets by £1,360,545 (30th September 2019: £1,705,805). A 5% decrease would have an equal and opposite effect.

Interest Rate Risk

Interest rate risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund has minimal direct interest rate risk which only applies to bank balances and overdrafts. Interest on the Fund's bank balances/overdraft is calculated at a variable rate by reference to GBP bank deposit/overdraft rates or the international equivalent.

HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Liquidity Risk

Liquidity risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Manager monitors the Fund's liquidity position on a regular basis with regard to maintaining a reasonable level of liquidity. Investments in managed funds may not be readily realisable due to lock-up periods, extended settlement periods, withdrawal notice periods, or in extraordinary cases periods in which redemptions are suspended due to adverse market conditions.

In order to manage its liquidity under such circumstances, the Fund utilises its borrowing facility which allows to borrow up to 10% of its NAV and the Manager retains an overdraft facility which can be used to borrow money to help with short term liquidity.

As discussed in Note 4, the Manager assesses how much of the investments can be realised in one day, under normal and stressed market conditions. Based on this analysis, as of 30th September 2020, 97.40% (30th September 2019: 100.00%) of the investments could be disposed under normal conditions and 97.40% (30th September 2019: 100.00%) under stressed market conditions.

During the 2020 financial year, the HL MM funds changed their daily liquidity monitoring approach to use a 20% participation rate in normal market conditions from the previously used 5% participation rate. This was done to bring monitoring in line with the approach taken by most fund groups. The 10% participation rate used to simulate stressed conditions remains unchanged.

Counterparty Risk

Counterparty risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund does not have any significant counterparty risk exposures.

Credit Risk

Credit risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

At 30th September 2020, the Fund only held collective investment schemes. Therefore, the Fund does not have any credit risk exposures.

Fair Value

Fair value - in the opinion of the Manager, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet and their fair value. Investments are carried at their fair value while other financial assets and liabilities are valued at amortised cost which materially equates to their fair value.

Valuation technique as at 30th September 2020

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	195,924	–	195,924
Total	–	195,924	–	195,924

HL Multi-Manager Asia & Emerging Markets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Fair Value (continued)

Valuation technique as at 30th September 2019

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	219,029	–	219,029
Total	–	219,029	–	219,029

The Fund invests into collective investment schemes which are not exchange traded. Investments in collective investment schemes are valued based on the NAV per unit/share published by their administrators and are classified as Level 2.

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within Level 1 that are observable (i.e., developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e., for which market data is unavailable) for the asset or liability.

18 Post Balance Sheet Events

The impact of latest published NAV per unit classes as at the close of business on 16th December 2020 compared to the published NAV per unit classes at the year-end is shown below.

<i>Class</i>	<i>Unit Price</i>		<i>Increase %</i>
	<i>30th September 2020</i>	<i>16th December 2020</i>	
Class A Accumulation	133.14	150.16	12.78

HL Multi-Manager Asia & Emerging Markets

Distribution Tables

For the year ended 30th September 2020

In pence per unit

Interim accumulation for the period ended 31st March 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st May 2020</i>	<i>31st May 2019</i>
Group 1	0.3622	–	0.3622	0.3630
Group 2	0.0159	0.3463	0.3622	0.3630

Group 1 - Units created prior to 1st October 2019

Group 2 - Units created on or after 1st October 2019

Final accumulation for the year ended 30th September 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Payable</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Nov 2020</i>	<i>30th Nov 2019</i>
Group 1	0.9383	–	0.9383	0.8166
Group 2	0.5225	0.4158	0.9383	0.8166

Group 1 - Units created prior to 1st April 2020

Group 2 - Units created on or after 1st April 2020

HL Multi-Manager Strategic Assets

Manager's Investment Report For the year ended 30th September 2020

Investment objective

The investment objective of the HL Multi-Manager Strategic Assets Fund (the "Fund") is to provide long term capital growth.

Investment policy

The Fund will seek to invest, either directly or indirectly via other collective investment schemes and exchange traded funds, in a broad range of assets including equities and floating and fixed interest securities. The Fund may also invest (indirectly) in property, currencies and/or commodities. The Fund will take a long term approach to asset allocation and will have flexibility to alter this allocation to meet its capital growth objective.

The Fund may from time to time be invested principally in other (regulated and unregulated) collective investment schemes, subject to the Rules for Non-UCITS Retail Schemes. The underlying funds in which the Fund will invest will generally be established in Europe (including the UK, Jersey and Guernsey).

Subject to the Fund's investment objective, the other permitted investments in which the Fund may, directly or indirectly, invest include other transferable securities (including closed ended funds), money market instruments, deposits and warrants. The Fund may also use derivative instruments and forward transactions for the limited purposes of efficient portfolio management, including hedging.

In order to achieve the investment objective of the Fund, the Manager may allocate all or a portion of the Fund's assets to one or more Sub-Advisers. Each Sub-Adviser will use its own methodology for managing its allocated portion of the Fund's portfolio, subject at all times to the Manager's oversight and the Fund's investment objective and policy as outlined above. The Manager may, at its discretion, choose to retain the investment management of some or all of the Fund's portfolio.

Performance review

Over the twelve month period to 30th September 2020, the price of the accumulation units has decreased from 114.52 pence to 113.08 pence, a fall of 1.26%. Over the same period, the IA Flexible Investment peer group returned an average gain of 0.61%.

Since close of the initial offer period (9th February 2016) to 30th September 2020, the price of the accumulation units has increased from 100 pence to 113.08 pence, a rise of 13.08%. Over the same period, the IA Flexible Investment peer group returned an average 44.95%.

	09/02/16 to 30/09/16	30/09/16 to 30/09/17	30/09/17 to 30/09/18	30/09/18 to 30/09/19	30/09/19 to 30/09/20
HL Multi-Manager Strategic Assets	10.00%	2.98%	1.92%	-0.81%	-1.26%
IA Flexible Investment	18.80%	11.25%	5.99%	2.84%	0.61%

Past performance is not a guide to future returns.

Source: Lipper for Investment Management to 30/09/2020, Total Return Net Distribution Re-invested, Bid to Bid from 30/09/2016 to 30/09/2018. Bid to NAV from 30/09/2018 to 30/09/2020.

*The Fund was launched in 2016. Full five year past performance tables are unavailable.

HL Multi-Manager Strategic Assets

Manager's Investment Report (continued)

For the year ended 30th September 2020

Performance review (continued)

The total purchases and top ten sales during the year were as follows:

Purchases	£'000	Sales	£'000
Jupiter Strategic Bond	9,770	Odey Allegra International	13,874
M&G Global Macro Bond	7,926	M&G UK Inflation Linked Corporate	
J O Hambro UK Equity Income	4,976	Bond	9,552
Trojan Income Fund	4,477	Artemis Strategic Assets	5,691
BNY Mellon Real Return	2,000	Troy Trojan Fund	3,479
Troy Trojan Fund	500	BNY Mellon Real Return	2,537
Stewart Investors Asia Pacific Leaders		J O Hambro UK Equity Income	1,923
Sustainability	200	Invesco Tactical Bond	1,843
		Pyrford Global Total Return	1,649
		Jupiter Strategic Bond	1,082
		Stewart Investors Asia Pacific Leaders	
		Sustainability	654
Total purchases during the year were	29,848	Total sales during the year were	42,284

As at 30th September 2020, the LF Equity Income Fund position was valued based on the latest available 'indicative price' produced by Link Fund Solutions available at the 11am valuation point. This price reflected relevant developments from the suspension of the Fund up to the date of the valuation and other factors pertinent to the valuation.

On 15th October 2019, Link Fund Solutions announced that, as Authorised Corporate Director, it had terminated Woodford Investment Management's contract to manage the LF Woodford Equity Income Fund with immediate effect. The Fund is now set to wind up and return resulting cash to investors at the earliest opportunity. This process began in January 2020 and partial distributions were made to unitholders, as detailed below during the current year;

30/01/2020 – 48.4932 pence per unit - £3,039,114.91

25/03/2020 – 3.2687 pence per unit - £204,852.53

26/08/2020 – 4.1815 pence per unit - £262,058.58

The capital distributions received have been accounted within the capital gains/losses reported within the statement of total return.

In an investor letter dated 3rd December, the ACD of LF Equity Income Fund announced that a fourth capital distribution will be paid on 11th December 2020. Therefore, subsequent to year end, the Fund received £140,903 at a rate of 2.2483 pence per unit.

Specialist broker PJT Partners (UK) Limited (Park Hill) was appointed as transition manager to assist in selling the portfolio of unlisted/highly illiquid listed assets. BlackRock Advisors (UK) Limited was appointed as transition manager to prepare the listed portfolio for the winding up of the Fund, which we understand has now been realised.

HL Multi-Manager Strategic Assets

Manager's Investment Report (continued)

For the year ended 30th September 2020

Performance review (continued)

The name of the LF Woodford Equity Income Fund has been amended to reflect the fact that Woodford Investment Management is no longer the investment manager to the Fund. The name of the Company, the umbrella fund of which the Fund is a sub-fund, has also been amended. Consequently, the name of the Fund changed from "LF Woodford Equity Income Fund" to "LF Equity Income Fund", and the name of the Company changed from "LF Woodford Investment Fund" to "LF Investment Fund".

Hargreaves Lansdown Fund Managers Limited

1st October 2020

HL Multi-Manager Strategic Assets

Portfolio Statement

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
	UK Funds – 4.20% (6.05%)		
5,686,910	J O Hambro UK Equity Income	6,745	3.96
6,267,095	LF Equity Income [≠]	409	0.24
		7,154	4.20
	Fixed Interest Funds – 19.36% (14.22%)		
9,134,484	Invesco Tactical Bond	11,467	6.73
13,134,665	Jupiter Strategic Bond	8,815	5.18
5,579,157	M&G Global Macro Bond	7,916	4.65
3,951,133	M&G UK Inflation Linked Corporate Bond	4,769	2.80
		32,967	19.36
	Total Return Funds – 74.21% (77.69%)		
31,900,733	Artemis Strategic Assets [†]	23,386	13.73
26,563,606	BNY Mellon Real Return	28,816	16.92
27,606	Odey Allegra International	5,757	3.38
3,280,360	Pyrford Global Total Return	31,755	18.64
4,821,646	Trojan Income Fund	4,540	2.66
28,084,140	Troy Trojan Fund	32,157	18.88
		126,411	74.21
	Asia/Emerging Funds – 2.12% (2.01%)		
1,374,273	Stewart Investors Asia Pacific Leaders Sustainability	3,610	2.12
	Portfolio of investments – 99.89% (99.97%)	170,142	99.89
	Net other assets – 0.11% (0.03%)	192	0.11
	Net assets	170,334	100.00

The percentages in brackets show the equivalent sector comparatives as at 30th September 2019.

All investments are in income shares/units unless otherwise stated.

[†] Accumulation shares/units.

[≠] Suspended security since 3rd June 2019.

HL Multi-Manager Strategic Assets

Portfolio Statement (continued)

As at 30th September 2020

≈ The name of the LF Woodford Equity Income Fund has been amended to reflect the fact that Woodford Investment Management is no longer the investment manager to the Fund. The name of the Company, the umbrella fund of which the Fund is a sub-fund, has also been amended. Consequently, the name of the Fund changed from "LF Woodford Equity Income Fund" to "LF Equity Income Fund", and the name of the Company changed from "LF Woodford Investment Fund" to "LF Investment Fund".

On 15th October 2019, Link Fund Solutions announced that, as Authorised Corporate Director, it had terminated Woodford Investment Management's contract to manage the LF Woodford Equity Income Fund with immediate effect. The Fund is now set to wind up and return resulting cash to investors at the earliest opportunity. This process began in January 2020 and partial distributions were made to unitholders on 30th January and 25th March and 26th August 2020.

Specialist broker PJT Partners (UK) Limited (Park Hill) was appointed as transition manager to assist in selling the portfolio of unlisted/highly illiquid listed assets. BlackRock Advisors (UK) Limited was appointed as transition manager to prepare the listed portfolio for the winding up of the Fund, which we understand has now been realised.

As at 30th September 2020, the LF Equity Income Fund position was valued based on the latest available price at the 11am valuation point produced by Link Fund Solutions. This price reflected relevant developments from the suspension of the Fund up to the date of the valuation and other factors pertinent to the valuation.

HL Multi-Manager Strategic Assets

Fund Information

The Comparative Tables on pages 89 and 90 give the performance of each active unit class in the Fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Fund's performance disclosed in the Manager's Investment report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a fund in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Fund.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by the Fund on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and money market sentiment.

HL Multi-Manager Strategic Assets

Fund Information (continued)

Comparative Tables

Class A Accumulation Units

Change in Net Asset Value per Unit

	<i>30/09/20</i> <i>(pence per unit)</i>	<i>30/09/19</i> <i>(pence per unit)</i>	<i>30/09/18</i> <i>(pence per unit)</i>
<i>For the year ended</i>			
Opening net asset value per unit	114.52	115.73	113.66
Return before operating charges*	0.16	0.33	3.70
Operating charges (calculated on average price)	(1.56)	(1.54)	(1.63)
Return after operating charges*	(1.40)	(1.21)	2.07
Distributions	(1.28)	(1.04)	(1.00)
Distributions on accumulation units	1.28	1.04	1.00
Closing net asset value per unit	113.12	114.52	115.73
* after direct transaction costs of**:	0.01	–	–

Performance

Return after charges	(1.22)%	(1.05)%	1.82%
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Other information

Closing net asset value (£'000)	91,255	101,070	109,990
Closing number of units	80,672,497	88,258,620	95,040,988
Operating charges†	1.37%	1.43%	1.43%
Direct transaction costs	0.01%	–%	–%

Prices[^]

Highest offer price	–	119.33	120.28
Lowest bid price	–	112.56	110.21
Highest mid price	118.89	116.07	–
Lowest mid price	100.56	109.01	–

** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases. There are no direct transaction costs applied to the trades executed on this Fund.

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. It includes the annual management fee as well as the administrative costs incurred by the Fund. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

[^] On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

HL Multi-Manager Strategic Assets

Fund Information (continued)

Comparative Tables (continued)

Class A Income Units

Change in Net Asset Value per Unit

	<i>30/09/20</i> <i>(pence per unit)</i>	<i>30/09/19</i> <i>(pence per unit)</i>	<i>30/09/18</i> <i>(pence per unit)</i>
<i>For the year ended</i>			
Opening net asset value per unit	110.81	113.02	111.97
Return before operating charges*	0.11	0.29	3.64
Operating charges (calculated on average price)	(1.50)	(1.49)	(1.61)
Return after operating charges*	(1.39)	(1.20)	2.03
Distributions on income units	(1.24)	(1.01)	(0.98)
Closing net asset value per unit	108.18	110.81	113.02

* after direct transaction costs of**:

	0.01	–	–
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Performance

Return after charges	(1.25)%	(1.06)%	1.81%
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Other information

Closing net asset value (£'000)	79,079	89,182	92,199
Closing number of units	73,096,645	80,479,194	81,579,793
Operating charges†	1.37%	1.43%	1.43%
Direct transaction costs	0.01%	–%	–%

Prices[^]

Highest offer price	–	116.52	118.09
Lowest bid price	–	109.91	108.57
Highest mid price	115.05	112.97	–
Lowest mid price	97.31	106.46	–

** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

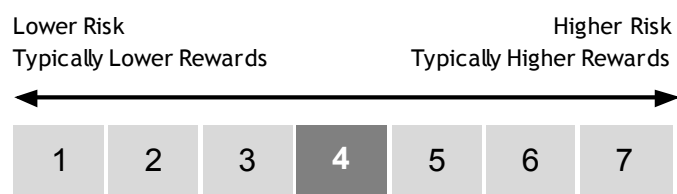
† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. It includes the annual management fee as well as the administrative costs incurred by the Fund. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

[^] On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

HL Multi-Manager Strategic Assets

Fund Information (continued)

Synthetic Risk and Reward Indicator ("SRRI")



The Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.

The Fund's risk category has been calculated using historical data, which may not be a reliable indication of the future risk profile of the Fund. During the year, the indicator changed from 3 to 4.

The Fund's category is not guaranteed to remain the same and may change over time.

Even a fund in the lowest category is not a risk-free investment.

The value of your investment and any income you take from it may fall as well as rise and is not guaranteed.

HL Multi-Manager Strategic Assets

Statement of Total Return

For the year ended 30th September 2020

	Notes	30/09/20		30/09/19	
		£'000	£'000	£'000	£'000
Income					
Net capital losses	5		(4,366)		(3,865)
Revenue	7	3,463		3,377	
Expenses	8	(1,440)		(1,594)	
Interest payable and similar charges	10	(1)		–	
Net revenue before taxation		2,022		1,783	
Taxation	9	(117)		(52)	
Net revenue after taxation			1,905		1,731
Total return before distributions			(2,461)		(2,134)
Distributions	10		(2,020)		(1,781)
Change in net assets attributable to unitholders from investment activities			(4,481)		(3,915)

Statement of Change in Net Assets Attributable to Unitholders

For the year ended 30th September 2020

	30/09/20		30/09/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		190,252		202,189
Amounts receivable on issue of units	11,036		19,832	
Amounts payable on cancellation of units	(27,519)		(28,793)	
		(16,483)		(8,961)
Change in net assets attributable to unitholders from investment activities		(4,481)		(3,915)
Retained distribution on accumulation units		1,046		939
Closing net assets attributable to unitholders		170,334		190,252

HL Multi-Manager Strategic Assets

Balance Sheet

As at 30th September 2020

	<i>Notes</i>	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
ASSETS			
Fixed assets:			
Investments		170,142	190,190
Current assets:			
Debtors	11	1,192	1,261
Cash and cash equivalents	12	126	163
Total assets		171,460	191,614
LIABILITIES			
Creditors:			
Distribution payable on income units	10	(610)	(515)
Bank overdraft	12	–	(184)
Other creditors	13	(516)	(663)
Total liabilities		(1,126)	(1,362)
Net assets attributable to unitholders		170,334	190,252

HL Multi-Manager Strategic Assets

Notes to the Financial Statements

For the year ended 30th September 2020

1 Statement of Compliance

The statement of compliance for note 1 is provided on page 14 of the Summary of Significant Accounting Policies Applicable to All Funds.

2 Summary of Significant Accounting Policies

The accounting policies for note 2 are provided on pages 14 to 16 of the Summary of Significant Accounting Policies Applicable to All Funds.

3 Distribution Policies

The distribution policies for note 3 are provided on pages 16 and 17 of the Summary of Significant Accounting Policies Applicable to All Funds.

4 Risk Management Policies

The risk management policies for note 4 are provided on pages 17 to 19 of the Summary of Significant Accounting Policies Applicable to All Funds.

5 Net Capital Losses

	30/09/20 £'000	30/09/19 £'000
The net capital losses during the year comprise:		
Non-derivative securities	(4,620)	(3,996)
Currency losses	–	(1)
Transaction charges	(2)	–
Equalisation received on distributions from underlying funds	79	30
Annual management charge rebates	177	102
Total Net Capital Losses	(4,366)	(3,865)

The net capital losses figure above includes realised losses and unrealised losses of £2,971,456 and £1,648,737 respectively. (30th September 2019 includes realised losses and unrealised losses of £9,239,310 and £5,242,981 respectively). The realised losses on investments in the accounting period include amounts previously recognised as unrealised gains in the prior accounting period.

6 Purchases, Sales and Transaction Costs

The following table shows portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 88.

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

6 Purchases, Sales and Transaction Costs (continued)

Analysis of direct transaction costs for the year ended 30th September 2020:

	Principal 2020 £'000	Commissions 2020 £'000	Taxes 2020 £'000	Total Cost 2020 £'000	Commissions % of principal	Taxes % of principal
Purchases						
Collective Investment Schemes	29,848	–	–	29,848	–	–
Transaction cost % of purchases		–	–			
Sales						
Collective Investment Schemes	42,295	–	(11)	42,284	–	0.03
Transaction cost % of sales		–	0.03			
Total cost of the Fund's average NAV (%)		–	0.01			

There were no comparative figures as the investments have been bought and sold at the dealt price with no further transaction costs added to purchases or deducted from sales in prior year.

Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was Nil% (30th September 2019: Nil%). This spread represents the difference between the values determined by reference to the bid and offer prices of investments at 11:00 am on the last business day of the accounting period, expressed as a percentage of the value determined by reference to the offer price. Please note that in practice where the Fund owns dual-priced investments, it deals at cancellation and creation prices rather than bid and offer prices, and so the figure above is not fully representative of the Fund's actual dealing spread.

7 Revenue

	30/09/20 £'000	30/09/19 £'000
Annual management charge rebates	256	308
Bank interest	1	2
Distributions from underlying funds	2,014	2,082
Offshore dividend CIS revenue	492	361
Offshore interest CIS revenue	700	624
Total Revenue	3,463	3,377

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

8 Expenses

	30/09/20 £'000	30/09/19 £'000
Payable to the Manager, associates of the Manager and agents of either of them:		
Manager's periodic charge	<u>1,347</u>	<u>1,464</u>
Payable to the Trustee, associates of the Trustee and agents of either of them:		
Trustee and Depositary's fee	18	21
Safe custody fee	<u>1</u>	<u>1</u>
	19	22
Other expenses:		
Audit fee	7	7
VAT on audit fee	1	1
Accounting and administration fee	30	36
Automated transaction provider fee	10	13
Publication costs	4	3
Registrar fees	<u>22</u>	<u>48</u>
	<u>74</u>	<u>108</u>
Total Expenses	<u>1,440</u>	<u>1,594</u>

9 Taxation

	30/09/20 £'000	30/09/19 £'000
(a) Analysis of charge for the year		
Corporation tax	<u>117</u>	<u>52</u>
Total current tax charge (note 9b)	117	52
Deferred tax (note 9c)	<u>–</u>	<u>–</u>
Total Taxation	<u>117</u>	<u>52</u>

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

9 Taxation (continued)

(b) Factors affecting current tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised fund (20%) (2019: 20%). The differences are explained below:

	30/09/20 £'000	30/09/19 £'000
Net revenue before taxation	2,022	1,783
Corporation Tax at 20%	404	357
Effects of:		
Non-taxable UK dividends	(323)	(325)
Tax effect on capital management charge rebates	36	20
Total tax charge for the year (note 9a)	117	52

(c) Deferred tax charge for the year

Provision at the start of the year	–	–
Deferred tax charge in the year	–	–
Provision at the end of the year	–	–

The Fund has not recognised a deferred tax asset of £Nil (30th September 2019: £Nil) as a result of excess management expenses of £Nil (30th September 2019: £Nil). These expenses are not expected to be utilised in the foreseeable future unless the nature of the Fund or its investment objective changes.

10 Distributions

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

	30/09/20 £'000	30/09/19 £'000
Interim accumulation	348	358
Interim distribution	309	305
Final accumulation	698	581
Final distribution	610	515
	1,965	1,759
Add: Revenue deducted on cancellation of units	81	62
Deduct: Revenue received on issue of units	(26)	(40)
Net distribution for the year	2,020	1,781
Interest	1	–
Total Distribution	2,021	1,781

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

10 Distributions (continued)

The difference between net revenue after taxation and the amounts distributed comprise:

Net revenue after taxation	1,905	1,731
Equalisation received on distributions from underlying funds	79	30
Tax effect on expenses offset against capital	36	20
	2,020	1,781

Details of the distribution per unit are set out in the distribution tables on page 103.

11 Debtors

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Amounts receivable for issue of units	197	51
Annual management charge rebates	259	139
Distributions from underlying funds	637	791
Income tax recoverable	99	43
Sales awaiting settlement	–	237
Total Debtors	1,192	1,261

12 Cash and Cash Equivalents

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Bank balances	126	163
Bank overdraft	–	(184)
Net Cash and Cash Equivalents	126	(21)

13 Other Creditors

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Accrued expenses	141	151
Amounts payable for cancellation of units	339	512
Corporation tax payable	15	–
Purchases awaiting settlement	21	–
Total Other Creditors	516	663

Transaction charges, trustee fees and safe custody fees paid to Northern Trust Global Services SE, UK Branch are shown in notes 5 and 8. The balance due to the Trustee at the year end in respect of these fees was £8,296 (30th September 2019: £14,379).

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

14 Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (30th September 2019: £Nil).

15 Related Parties

Hargreaves Lansdown Fund Managers Limited (the "Manager") is a related party because it is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. It also acts as a principal in respect of all transactions of units in the Fund.

Management fees paid to the Manager are shown in note 8 and details of the units issued and cancelled by the Manager are shown in the Statement of Change in Net Asset Attributable to Unitholders. The balance due to the Manager at the year end in respect of management fees was £105,409 (30th September 2019: £117,848).

Hargreaves Lansdown Nominees Limited, a fellow subsidiary of the Manager held units in the Fund as follows:

	<i>30/09/20</i>	<i>30/09/19</i>
Class A Accumulation units	99.54%	99.93%
Class A Income units	99.86%	99.92%

Hargreaves Lansdown Nominees Limited is a non-trading company which holds investments on behalf of clients of the Hargreaves Lansdown Group of Companies.

At the year end, HL Multi-Manager Strategic Assets held no shares in any Fund or collective investment scheme managed by associated companies of the Manager (30th September 2019: £Nil).

16 Unit Class

The Fund currently has one class of units: Class A. The distribution per unit is given in the distribution tables on page 103. All units have the same rights on winding up.

The Manager's service charge for the class of each unit is as follows:

Class A	0.75%
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The following table shows the units in issue during the year:

<i>Class</i>	<i>Opening Units</i>	<i>Units Created</i>	<i>Units Liquidated</i>	<i>Closing Units</i>
Class A Accumulation	88,258,620	6,098,029	(13,684,152)	80,672,497
Class A Income	80,479,194	3,965,107	(11,347,656)	73,096,645

17 Risk Disclosures

Market Price Risk

Market price risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

A 5% increase in the prices of the Fund's portfolio would have the effect of increasing the return and net assets by £8,507,077 (30th September 2019: £9,509,509). A 5% decrease would have an equal and opposite effect.

Currency Risk

Currency risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

There was no currency exposure at the year end (30th September 2019: same) as the Fund's assets and liabilities were all in GBP.

Interest Rate Risk

Interest rate risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund has minimal direct interest rate risk which only applies to bank balances and overdrafts. Interest on the Fund's bank balances/overdraft is calculated at a variable rate by reference to GBP bank deposit/overdraft rates or the international equivalent.

Liquidity Risk

Liquidity risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Manager monitors the Fund's liquidity position on a regular basis with regard to maintaining a reasonable level of liquidity. Investments in managed funds may not be readily realisable due to lock-up periods, extended settlement periods, withdrawal notice periods, or in extraordinary cases periods in which redemptions are suspended due to adverse market conditions.

In order to manage its liquidity under such circumstances, the Fund utilises its borrowing facility which allows to borrow up to 10% of its NAV and the Manager retains an overdraft facility which can be used to borrow money to help with short term liquidity.

As discussed in Note 4, the Manager assesses how much of the investments can be realised in one day, under normal and stressed market conditions. Based on this analysis, as of 30th September 2020, 99.76% (30th September 2019: 100.00%) of the investments could be disposed under normal conditions and 99.76% (30th September 2019: 100.00%) under stressed market conditions.

During the 2020 financial year, the HL MM funds changed their daily liquidity monitoring approach to use a 20% participation rate in normal market conditions from the previously used 5% participation rate. This was done to bring monitoring in line with the approach taken by most fund groups. The 10% participation rate used to simulate stressed conditions remains unchanged.

Counterparty Risk

Counterparty risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund does not have any significant counterparty risk exposures.

Credit Risk

Credit risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

At 30th September 2020, the Fund only held collective investment schemes. Therefore, the Fund does not have any credit risk exposures.

Fair Value

Fair value - in the opinion of the Manager, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet and their fair value. Investments are carried at their fair value while other financial assets and liabilities are valued at amortised cost which materially equates to their fair value.

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Fair Value (continued)

Valuation technique as at 30th September 2020

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	169,733	409	170,142
Total	–	169,733	409	170,142

Valuation technique as at 30th September 2019

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	185,800	4,390	190,190
Total	–	185,800	4,390	190,190

The Fund invests into collective investment schemes which are not exchange traded. Investments in collective investment schemes are valued based on the NAV per unit/share published by their administrators and are classified as Level 2.

The Fund invested in a collective investment scheme, LF Equity Income Fund (formerly LF Woodford Equity Income Fund), which has been suspended during the year and is categorised within Level 3 of the fair value hierarchy. The Fund's valuation is based on the NAV per unit/share published by the Authorised Corporate Director of the collective investment scheme available at the 11am valuation point on 30th September 2020 which has been adjusted to reflect the relevant developments since the suspension of the collective investment scheme and other factors pertinent to the valuation.

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within Level 1 that are observable (i.e., developed using market data) for the asset or liability, either directly or indirectly.

Level 3

Inputs are unobservable (i.e., for which market data is unavailable) for the asset or liability.

18 Post Balance Sheet Events

On 30th November 2020, Link Fund Solutions announced that a fourth capital distribution would be paid to investors in the LF Equity Income Fund in December 2020. Therefore, subsequent to year end, the Fund received £140,903 at a rate of 2.2483 pence per unit.

HL Multi-Manager Strategic Assets

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

18 Post Balance Sheet Events (continued)

The impact of latest published NAV per unit classes as at the close of business on 16th December 2020 compared to the published NAV per unit classes at the year-end is shown below.

<i>Class</i>	<i>Unit Price</i>		<i>Increase %</i>
	<i>30th September 2020</i>	<i>16th December 2020</i>	
Class A Accumulation	113.08	118.08	4.42
Class A Income	108.98	112.93	3.62

HL Multi-Manager Strategic Assets

Distribution Tables

For the year ended 30th September 2020

In pence per unit

Interim distribution for the period ended 31st March 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st May 2020</i>	<i>31st May 2019</i>
Group 1	0.4178	–	0.4178	0.3786
Group 2	0.0692	0.3486	0.4178	0.3786

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st May 2020</i>	<i>31st May 2019</i>
Group 1	0.4044	–	0.4044	0.3683
Group 2	0.0926	0.3118	0.4044	0.3683

Group 1 - Units created prior to 1st October 2019

Group 2 - Units created on or after 1st October 2019

Final distribution for the year ended 30th September 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Payable</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Nov 2020</i>	<i>30th Nov 2019</i>
Group 1	0.8656	–	0.8656	0.6587
Group 2	0.6358	0.2298	0.8656	0.6587

<i>Class A Income Units</i>	<i>Net</i>		<i>Payable</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Nov 2020</i>	<i>30th Nov 2019</i>
Group 1	0.8351	–	0.8351	0.6396
Group 2	0.6539	0.1812	0.8351	0.6396

Group 1 - Units created prior to 1st April 2020

Group 2 - Units created on or after 1st April 2020

HL Multi-Manager High Income

Manager's Investment Report

For the year ended 30th September 2020

Investment objective

The investment objective of the HL Multi-Manager High Income Fund (the "Fund") is to provide returns principally in the form of income.

Investment policy

The Fund will seek to invest, either directly or indirectly via other collective investment schemes and exchange traded funds, in a broad range of assets including equities and floating and fixed interest securities. The Fund may also invest (indirectly) in property. The Fund will flexibly allocate across these asset classes targeting an above average level of income.

The Fund may from time to time be invested principally in other (regulated and unregulated) collective investment schemes, subject to the Rules for Non-UCITS Retail Schemes. The underlying funds in which the Fund will invest will generally be established in Europe (including the UK, Jersey and Guernsey).

Subject to the Fund's investment objective, the other permitted investments in which the Fund may, directly or indirectly, invest include other transferable securities (including closed ended funds), money market instruments, deposits and warrants. The Fund may also use derivative instruments and forward transactions for the limited purposes of efficient portfolio management, including hedging.

In order to achieve the investment objective of the Fund, the Manager may allocate all or a portion of the Fund's assets to one or more Sub-Advisers. Each Sub-Adviser will use its own methodology for managing its allocated portion of the Fund's portfolio, subject at all times to the Manager's oversight and the Fund's investment objective and policy as outlined above. The Manager may, at its discretion, choose to retain the investment management of some or all of the Fund's portfolio.

Performance review

Over the twelve month period to 30th September 2020, the price of the accumulation units has decreased from 121.33 pence to 110.62 pence, a fall of 8.83%. Over the same period, the IA Flexible Investment peer group returned an average 0.61% gain.

Since close of the initial offer period (13th April 2016) to 30th September 2020, the price of the accumulation units has increased from 100 pence to 110.62 pence, a rise of 10.62%. Over the same period, the IA Flexible Investment peer group returned an average 34.45%.

	13/04/16 to 30/09/16	30/09/16 to 30/09/17	30/09/17 to 30/09/18	30/09/18 to 30/09/19	30/09/19 to 30/09/20
HL Multi-Manager High Income	8.00%	8.35%	2.98%	0.66%	-8.83%
IA Flexible Investment	10.20%	11.25%	5.99%	2.84%	0.61%

Past performance is not a guide to future returns.

Source: Lipper for Investment Management to 30/09/2020, Total Return Net Distribution Re-invested, Bid to Bid from 30/09/2016 to 30/09/2018. Bid to NAV from 30/09/2018 to 30/09/2020.

*The Fund was launched in 2016. Full five year past performance tables are unavailable.

HL Multi-Manager High Income

Manager's Investment Report (continued)

For the year ended 30th September 2020

Performance review (continued)

The top ten purchases and sales during the year were as follows:

Purchases	£'000	Sales	£'000
BlackRock Continental European Income	21,227	J O Hambro UK Equity Income	76,743
M&G Emerging Markets Bond	17,434	Majedie UK Income	24,268
Liontrust GF High Yield Bond Fund	14,564	Artemis Global Equity Income	22,846
BP	6,556	Royal London Sterling Extra Yield Bond	14,895
Royal London Sterling Extra Yield Bond	5,983	Jupiter Strategic Bond	11,129
Royal Dutch Shell 'B'	5,036	Artemis High Income	11,088
Legal & General Group	4,686	Jupiter Asian Income	7,301
Barclays	4,027	Fidelity Extra Income	6,765
Threadneedle UK Equity Alpha Income	4,025	Royal London Corporate Bond	6,398
Lloyds Banking Group	3,988	Threadneedle UK Equity Alpha Income	3,011
Total purchases during the year were	204,568	Total sales during the year were	213,918

Hargreaves Lansdown Fund Managers Limited

1st October 2020

HL Multi-Manager High Income

Portfolio Statement

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
	UK Funds – 20.30% (38.88%)		
34,322,327	Marlborough Multi Cap Income	43,960	9.28
87,610,267	Threadneedle UK Equity Alpha Income	52,233	11.02
		96,193	20.30
	Fixed Interest Funds – 35.89% (30.76%)		
25,448,127	Fidelity Extra Income	32,192	6.79
62,514,667	Jupiter Strategic Bond	41,954	8.85
1,455,500	Liontrust GF High Yield Bond Fund	14,405	3.04
12,354,250	M&G Emerging Markets Bond	15,529	3.28
20,752,243	Royal London Corporate Bond	22,350	4.72
45,367,769	Royal London Sterling Extra Yield Bond	43,630	9.21
		170,060	35.89
	Europe Funds – 4.27% (0.00%)		
19,288,110	BlackRock Continental European Income	20,233	4.27
	Global Funds – 0.00% (4.18%)		
	Mixed Assets Funds – 15.08% (16.49%)		
31,251,275	Artemis High Income	23,536	4.96
41,150,386	EdenTree Higher Income	47,940	10.12
		71,476	15.08
	Asia/Emerging Funds – 7.64% (8.32%)		
27,785,273	Jupiter Asian Income	36,185	7.64
	UK Equities – 16.57% (0.00%)		
15,612	4imprint Group	284	0.06
131,401	Anglo American	2,469	0.52
589,860	Aviva	1,694	0.36
141,502	Babcock International Group	340	0.07
104,496	BAE Systems	504	0.11
2,080,624	Barclays	2,026	0.43
97,914	Beazley	301	0.06
36,226	BHP Group	603	0.13
1,180,142	BP	2,707	0.57
141,705	Brewin Dolphin	327	0.07
413,247	Central Asia Metals	654	0.14
36,410	Charles Stanley Group	81	0.02

HL Multi-Manager High Income

Portfolio Statement (continued)

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
	UK Equities – 16.57% (0.00%) (continued)		
310,577	Chemring Group	739	0.16
591,222	Cineworld Group	247	0.05
79,891	Close Brothers Group	818	0.17
64,295	Compass Group	746	0.16
834,954	Costain Group	331	0.07
648,595	Countryside Properties	2,200	0.46
304,389	Devro	545	0.12
861,726	DFS Furniture	1,413	0.30
726,941	Diversified Gas & Oil	760	0.16
2,190,165	Dolphin Capital Investors	66	0.01
84,786	Drax Group	224	0.05
942,578	DS Smith	2,797	0.59
67,740	easyJet	326	0.07
265,059	Eurocell	464	0.10
24,921	Fevertree Drinks	574	0.12
284,494	Galliford Try	221	0.05
239,436	GCP Student Living	291	0.06
54,693	GlaxoSmithKline	801	0.17
1,172,337	Glencore	1,889	0.40
96,194	Grafton Group	647	0.14
433,118	Greencoat UK Winds	579	0.12
136,713	Headlam Group	357	0.08
1,820,904	Hipgnosis Songs Fund	2,130	0.45
361,556	Ibstock	547	0.12
59,426	Imperial Brands	817	0.17
93,135	Intermediate Capital Group	1,107	0.23
2,395,339	ITV	1,584	0.34
119,876	Keller Group	728	0.15
79,464	Kenmare Resources	203	0.04
1,606,512	Legal & General Group	2,996	0.63
5,711,171	Lloyds Banking Group	1,496	0.32
798,213	Lookers*	168	0.04
176,166	M&G	276	0.06
301,476	McCarthy & Stone	213	0.05
823,294	Melrose Industries	937	0.20
26,625	Mondi	440	0.09
253,838	Morses Club	104	0.02
602,209	National Express Group	902	0.19
114,720	National Grid	1,022	0.21
223,708	Norcros	327	0.07
166,250	Pagegroup	619	0.13
102,936	Palace Capital	190	0.04
331,491	Paragon Banking Group	1,065	0.22
53,793	Pennon Group	560	0.12

HL Multi-Manager High Income

Portfolio Statement (continued)

As at 30th September 2020

<i> Holding</i>	<i> Investment</i>	<i> Bid market valuation £'000</i>	<i> Percentage of total net assets %</i>
UK Equities – 16.57% (0.00%) (continued)			
382,382	Petrofac	426	0.09
393,045	Phoenix Group Holdings	2,708	0.57
83,714	Polar Capital Holdings	397	0.08
86,882	Polypipe Group	366	0.08
94,014	Prudential	1,063	0.22
471,132	Randall & Quilter Investment	716	0.15
1,354,050	Raven Property Group	404	0.08
433,762	Real Estate Investors	113	0.02
344,919	Redde Northgate	646	0.14
46,713	Rio Tinto	2,198	0.46
119,974	Royal Dutch Shell 'B'	1,149	0.24
66,797	Sage	482	0.10
1,933,188	Savannah Energy	182	0.04
29,940	Schroders	814	0.17
573,472	Severfield	309	0.06
55,767	Shaftesbury	271	0.06
318,414	Signature Aviation	746	0.16
28,177	SSE	342	0.07
74,413	St James's Place	696	0.15
376,652	Standard Chartered	1,321	0.28
455,470	Standard Life Aberdeen	1,036	0.22
315,554	SThree	760	0.16
1,128,466	Tesco	2,433	0.51
219,476	TP ICAP	505	0.11
377,706	Tritax Big Box REIT	584	0.12
342,039	Tyman	752	0.16
335,834	U & I Group	183	0.04
34,974	Ultra Electronics	728	0.15
6,865	Unilever	330	0.07
226,856	Urban Exposure	145	0.03
276,645	Vistry Group	1,566	0.33
2,617,460	Vodafone Group	2,680	0.57
80,078	Weir Group	1,000	0.21
665,796	Wm Morrison Supermarkets	1,145	0.24
303,032	WPP	1,828	0.39
		78,480	16.57
Ireland Equities – 0.07% (0.00%)			
11,579	Smurfit Kappa Group	352	0.07

HL Multi-Manager High Income

Portfolio Statement (continued)

As at 30th September 2020

Portfolio of investments – 99.82% (98.63%)	472,979	99.82
Net other assets – 0.18% (1.37%)	858	0.18
Net assets	473,837	100.00

The percentages in brackets show the equivalent sector comparatives as at 30th September 2019.

All Collective Investment Schemes are in income shares/units unless otherwise stated.

* Trading in Lookers PLC remains suspended with the position valued at the suspension price.

HL Multi-Manager High Income

Fund Information

The Comparative Tables on pages 111 and 112 gives the performance of each active unit class in the Fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per unit divided by the opening net asset value per unit. It differs from the Fund's performance disclosed in the Manager's report, which is calculated based on the latest published price.

Portfolio transaction costs are incurred when investments are bought or sold by a fund in order to achieve the investment objective. These transaction costs affect an investor in different ways depending on whether they are joining, leaving or continuing with their investment in the Fund.

Direct transaction costs include broker commission and taxes. Broker commission includes the fee paid to a broker to execute the trades.

In addition, there are indirect portfolio transaction costs arising from the 'dealing spread' – the difference between the buying and selling prices of underlying investments in the portfolio. Unlike shares whereby broker commissions and stamp duty are paid by the Fund on each transaction, other types of investments (such as bonds, money instruments, derivatives, collective investment schemes) do not have separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and money market sentiment.

HL Multi-Manager High Income

Fund Information (continued)

Comparative Tables

Class A Accumulation Units

Change in Net Asset Value per Unit

	<i>30/09/20</i> <i>(pence per unit)</i>	<i>30/09/19</i> <i>(pence per unit)</i>	<i>30/09/18</i> <i>(pence per unit)</i>
<i>For the year ended</i>			
Opening net asset value per unit	121.33	120.43	117.70
Return before operating charges*	(9.31)	2.39	4.28
Operating charges (calculated on average price)	(1.45)	(1.49)	(1.55)
Return after operating charges*	(10.76)	0.90	2.73
Distributions	(4.78)	(5.25)	(4.94)
Distributions on accumulation units	4.78	5.25	4.94
Closing net asset value per unit	110.57	121.33	120.43
* after direct transaction costs of**:	0.06	–	–

Performance

Return after charges	(8.87)%	0.75%	2.32%
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Other information

Closing net asset value (£'000)	101,046	123,129	135,279
Closing number of units	91,383,001	101,484,541	112,327,465
Operating charges†	1.25%	1.27%	1.29%
Direct transaction costs	0.05%	–%	–%

Prices[^]

Highest offer price	–	124.26	126.68
Lowest bid price	–	115.68	115.22
Highest mid price	127.75	121.92	–
Lowest mid price	94.21	110.55	–

** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. It includes the annual management fee as well as the administrative costs incurred by the Fund. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

[^] On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

HL Multi-Manager High Income

Fund Information (continued)

Comparative Tables (continued)

Class A Income Units

Change in Net Asset Value per Unit

	<i>30/09/20</i> <i>(pence per unit)</i>	<i>30/09/19</i> <i>(pence per unit)</i>	<i>30/09/18</i> <i>(pence per unit)</i>
<i>For the year ended</i>			
Opening net asset value per unit	104.75	108.72	110.73
Return before operating charges*	(7.93)	1.99	3.98
Operating charges (calculated on average price)	(1.23)	(1.32)	(1.43)
Return after operating charges*	(9.16)	0.67	2.55
Distributions on income units	(4.06)	(4.64)	(4.56)
Closing net asset value per unit	91.53	104.75	108.72

* after direct transaction costs of**:

	0.05	–	–
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Performance

Return after charges	(8.74)%	0.62%	2.30%
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Other information

Closing net asset value (£'000)	372,791	434,427	433,625
Closing number of units	407,269,448	414,740,323	398,838,772
Operating charges†	1.25%	1.27%	1.29%
Direct transaction costs	0.05%	–%	–%

Prices[^]

Highest offer price	–	112.16	116.92
Lowest bid price	–	104.44	106.26
Highest mid price	109.27	106.97	–
Lowest mid price	79.91	99.08	–

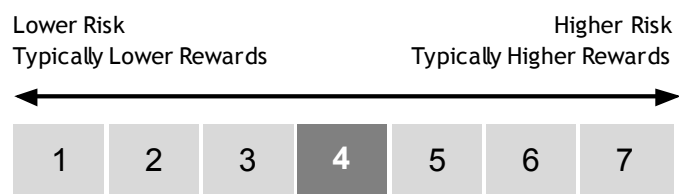
** Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments/dilution levies that relate to direct transaction costs. A negative transaction costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

† Operating charges, otherwise known as the OCF is the ratio of the Fund's total disclosable costs (excluding overdraft interest) to the average net assets of the Fund. It includes the annual management fee as well as the administrative costs incurred by the Fund. Included within the OCF are synthetic costs which include the OCF of the underlying funds weighted on the basis of their investment proportion.

[^] On 22nd October 2018, HL Multi-Manager Funds changed from a dual pricing basis (bid and offer) to be single priced.

HL Multi-Manager High Income Fund Information (continued)

Synthetic Risk and Reward Indicator ("SRRI")



The Fund is ranked at 4 because funds of this type have experienced average rises and falls in value in the past.

The Fund's risk category has been calculated using historical data, which may not be a reliable indication of the future risk profile of the Fund. The risk and reward rating remained the same from the last reporting period.

The Fund's category is not guaranteed to remain the same and may change over time.

Even a fund in the lowest category is not a risk-free investment.

The value of your investment and any income you take from it may fall as well as rise and is not guaranteed.

HL Multi-Manager High Income

Statement of Total Return

For the year ended 30th September 2020

	Notes	30/09/20		30/09/19	
		£'000	£'000	£'000	£'000
Income					
Net capital losses	5		(65,667)		(16,324)
Revenue	7	22,659		26,015	
Expenses	8	(4,255)		(4,380)	
Interest payable and similar charges	10	(32)		(2)	
Net revenue before taxation		18,372		21,633	
Taxation	9	(1,133)		(1,428)	
Net revenue after taxation			17,239		20,205
Total return before distributions			(48,428)		3,881
Distributions	10		(21,554)		(24,732)
Change in net assets attributable to unitholders from investment activities			(69,982)		(20,851)

Statement of Change in Net Assets Attributable to Unitholders

For the year ended 30th September 2020

	30/09/20		30/09/19	
	£'000	£'000	£'000	£'000
Opening net assets attributable to unitholders		557,556		568,904
Amounts receivable on issue of units	60,003		94,774	
Amounts payable on cancellation of units	(78,380)		(90,910)	
		(18,377)		3,864
Dilution levy		2		–
Change in net assets attributable to unitholders from investment activities		(69,982)		(20,851)
Retained distribution on accumulation units		4,638		5,639
Closing net assets attributable to unitholders		473,837		557,556

HL Multi-Manager High Income

Balance Sheet

As at 30th September 2020

	<i>Notes</i>	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
ASSETS			
Fixed assets:			
Investments		472,979	549,895
Current assets:			
Debtors	11	3,629	5,303
Cash and cash equivalents	12	1,647	6,872
Total assets		478,255	562,070
LIABILITIES			
Creditors:			
Distribution payable on income units	10	(1,874)	(2,143)
Other creditors	13	(2,544)	(2,371)
Total liabilities		(4,418)	(4,514)
Net assets attributable to unitholders		473,837	557,556

HL Multi-Manager High Income

Notes to the Financial Statements

For the year ended 30th September 2020

1 Statement of Compliance

The statement of compliance for note 1 is provided on page 14 of the Summary of Significant Accounting Policies Applicable to All Funds.

2 Summary of Significant Accounting Policies

The accounting policies for note 2 are provided on pages 14 to 16 of the Summary of Significant Accounting Policies Applicable to All Funds.

3 Distribution Policies

The distribution policies for note 3 are provided on pages 16 and 17 of the Summary of Significant Accounting Policies Applicable to All Funds.

4 Risk Management Policies

The risk management policies for note 4 are provided on pages 17 to 19 of the Summary of Significant Accounting Policies Applicable to All Funds.

5 Net Capital Losses

	<i>30/09/20</i> <i>£'000</i>	<i>30/09/19</i> <i>£'000</i>
The net capital losses during the year comprise:		
Non-derivative securities	(67,570)	(18,575)
Transaction charges	(6)	(1)
Equalisation received on distributions from underlying funds	662	716
Annual management charge rebates	1,247	1,536
Total Net Capital Losses	(65,667)	(16,324)

The net capital losses figure above includes realised losses and unrealised losses of £26,009,209 and £41,560,391 respectively. (30th September 2019 includes realised losses and unrealised gains of £40,808,221 and £22,232,885 respectively). The realised losses on investments in the accounting period include amounts previously recognised as unrealised gains in the prior accounting period.

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

6 Purchases, Sales and Transaction Costs

The following table shows portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 110.

Analysis of direct transaction costs for the year ended 30th September 2020:

	Principal 2020 £'000	Commissions 2020 £'000	Taxes 2020 £'000	Total Cost 2020 £'000	Commissions % of principal	Taxes % of principal
Purchases						
Collective Investment Schemes	74,926	–	–	74,926	–	–
Equities	129,371	25	246	129,642	0.02	0.19
Transaction cost % of purchases		0.01	0.12			
Sales						
Collective Investment Schemes	192,142	–	–	192,142	–	–
Equities	21,788	(11)	(1)	21,776	0.05	–
Transaction cost % of sales		0.01	–			
Total cost of the Fund's average NAV (%)		0.01	0.05			

There were no comparative figures as the investments have been bought and sold at the dealt price with no further transaction costs added to purchases or deducted from sales in prior year.

Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.08% (30th September 2019: Nil%). This spread represents the difference between the values determined by reference to the bid and offer prices of investments at 11:00 am on the last business day of the accounting period, expressed as a percentage of the value determined by reference to the offer price. Please note that in practice where the Fund owns dual-priced investments, it deals at cancellation and creation prices rather than bid and offer prices, and so the figure above is not fully representative of the Fund's actual dealing spread.

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

7 Revenue

	30/09/20	30/09/19
	£'000	£'000
Annual management charge rebates	196	217
Bank interest	1	5
Distributions from underlying funds	17,665	22,516
Franked UK dividends	1,706	–
Offshore interest CIS revenue	2,955	3,277
Overseas dividends	115	–
Unfranked PID revenue	21	–
Total Revenue	22,659	26,015

8 Expenses

	30/09/20	30/09/19
	£'000	£'000
Payable to the Manager, associates of the Manager and agents of either of them:		
Manager's periodic charge	3,861	4,162
Payable to the Trustee, associates of the Trustee and agents of either of them:		
Trustee and Depositary's fee	49	53
Safe custody fee	2	2
	51	55
Other expenses:		
Audit fee	7	8
VAT on audit fee	1	1
Accounting and administration fee	53	64
Automated transaction provider fee	14	16
Monthly distribution fee	19	16
Publication costs	5	4
Registrar fees	23	54
Sub-adviser fee	221	–
	343	163
Total Expenses	4,255	4,380

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

9 Taxation

	30/09/20 £'000	30/09/19 £'000
(a) Analysis of charge for the year		
Corporation tax	1,124	1,428
Overseas withholding tax	9	–
Total current tax charge (note 9b)	<u>1,133</u>	<u>1,428</u>
Deferred tax (note 9c)	–	–
Total Taxation	<u>1,133</u>	<u>1,428</u>

(b) Factors affecting tax charge for the year

The tax assessed for the year is lower than the standard rate of corporation tax in the UK for an authorised fund (20%) (2019: 20%). The differences are explained below:

	30/09/20 £'000	30/09/19 £'000
Net revenue before taxation	<u>18,372</u>	<u>21,633</u>
Corporation Tax at 20%	3,675	4,327
Effects of:		
Non-taxable UK dividends	(2,777)	(3,206)
Non-taxable overseas dividends	(23)	–
Overseas withholding tax	9	–
Tax effect on capital management charge rebates	250	307
Tax payable in different periods	(1)	–
Total tax charge for the year (note 9a)	<u>1,133</u>	<u>1,428</u>

(c) Deferred tax charge for the year

Provision at the start of the year	–	–
Deferred tax charge in the year	–	–
Provision at the end of the year	<u>–</u>	<u>–</u>

At the year end, the Fund has no potential deferred tax asset as there were no carried forward surplus management expenses (30th September 2019: £Nil).

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

10 Distributions

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

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Interim accumulations	4,137	5,037
Interim distributions	14,936	16,980
Final accumulation	501	602
Final distribution	1,874	2,143
	21,448	24,762
Add: Revenue deducted on cancellation of units	353	374
Deduct: Revenue received on issue of units	(247)	(404)
Net distribution for the year	21,554	24,732
Interest	32	2
Total Distribution	21,586	24,734

The difference between net revenue after taxation and the amounts distributed comprise:

Net revenue after taxation	17,239	20,204
Expenses offset against capital	4,255	4,381
Equalisation received on distributions from underlying funds	662	716
Tax effect on expenses offset against capital	(602)	(569)
	21,554	24,732

Details of the distribution per unit are set out in the distribution tables on pages 126 to 129.

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

11 Debtors

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Amounts receivable for issue of units	319	1,423
Annual management charge rebates	661	636
Corporation tax recoverable	233	–
Distributions from underlying funds	1,852	3,244
Franked UK dividends receivable	73	–
Overseas dividends receivable	1	–
PID tax recoverable	1	–
Sales awaiting settlement	487	–
Unfranked PID receivable	2	–
Total Debtors	3,629	5,303

12 Cash and Cash Equivalents

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Bank balances	1,639	6,872
Overseas balances	8	–
Net Cash and Cash Equivalents	1,647	6,872

13 Other Creditors

	<i>30/09/20</i>	<i>30/09/19</i>
	<i>£'000</i>	<i>£'000</i>
Accrued expenses	434	406
Amounts payable for cancellation of units	1,163	1,375
Corporation tax payable	–	590
Purchases awaiting settlement	947	–
Total Other Creditors	2,544	2,371

Transaction charges, trustee fees and safe custody fees paid to Northern Trust Global Services SE, UK Branch are shown in notes 5 and 8. The balance due to the Trustee at the year end in respect of these fees was £24,426 (30th September 2019: £36,348).

14 Contingent Liabilities and Outstanding Commitments

There were no contingent liabilities or outstanding commitments at the balance sheet date (30th September 2019: £Nil).

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

15 Related Parties

Hargreaves Lansdown Fund Managers Limited (the "Manager") is a related party because it is regarded as a controlling party by virtue of having the ability to act in respect of the operations of the Fund. It also acts as a principal in respect of all transactions of units in the Fund.

Management fees paid to the Manager are shown in note 8 and details of the units issued and cancelled by the Manager are shown in the Statement of Change in Net Asset Attributable to Unitholders. The balance due to the Manager at the year end in respect of management fees was £293,939 (30th September 2019: £341,455).

Hargreaves Lansdown Nominees Limited, a fellow subsidiary of the Manager held units in the Fund as follows:

	<i>30/09/20</i>	<i>30/09/19</i>
Class A Accumulation units	99.53%	99.76%
Class A Income units	99.40%	99.61%

Hargreaves Lansdown Nominees Limited is a non-trading company which holds investments on behalf of clients of the Hargreaves Lansdown Group of Companies.

At the year end, the Fund held no shares in any Fund or collective investment scheme managed by associated companies of the Manager (30th September 2019: £Nil).

As at year end, the Manager has two third party sub-advisors appointed to provide investment management and advisory services to the Manager in respect of the Fund. The sub-adviser fees paid to these sub-advisors are disclosed in note 8.

16 Unit Class

The Fund currently has one class of units: Class A. The distribution per unit is given in the distribution tables on pages 126 to 129. All units have the same rights on winding up.

The Manager's service charge for the class of each unit is as follows:

Class A	0.75%
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The following table shows the units in issue during the year:

<i>Class</i>	<i>Opening Units</i>	<i>Units Created</i>	<i>Units Liquidated</i>	<i>Closing Units</i>
Class A Accumulation	101,484,541	11,766,615	(21,868,155)	91,383,001
Class A Income	414,740,323	48,197,352	(55,668,227)	407,269,448

17 Risk Disclosures

Market Price Risk

Market price risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

A 5% increase in the prices of the Fund's portfolio would have the effect of increasing the return and net assets by £23,648,970 (30th September 2019: £27,494,755). A 5% decrease would have an equal and opposite effect.

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Currency Risk

Currency risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

Currency exposure as at 30th September 2020

	<i>Monetary Exposure £'000</i>	<i>Non- Monetary Exposure £'000</i>	<i>Total £'000</i>
Euro	8	–	8
Sterling	850	472,979	473,829
	858	472,979	473,837

A 5% increase in the value of the Fund's foreign currency exposure would have the effect of increasing the return and net assets by £425 (30th September 2019: £Nil). A 5% decrease would have an equal and opposite effect.

There was no currency exposure at prior year as the Fund's assets and liabilities were all in GBP and as such no comparative information is presented.

Interest Rate Risk

Interest rate risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund has minimal direct interest rate risk which only applies to bank balances and overdrafts. Interest on the Fund's bank balances/overdraft is calculated at a variable rate by reference to GBP bank deposit/overdraft rates or the international equivalent.

Liquidity Risk

Liquidity risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Manager monitors the Fund's liquidity position on a regular basis with regard to maintaining a reasonable level of liquidity. Investments in managed funds may not be readily realisable due to lock-up periods, extended settlement periods, withdrawal notice periods, or in extraordinary cases periods in which redemptions are suspended due to adverse market conditions.

In order to manage its liquidity under such circumstances, the Fund utilises its borrowing facility which allows to borrow up to 10% of its NAV and the Manager retains an overdraft facility which can be used to borrow money to help with short term liquidity.

As discussed in Note 4, the Manager assesses how much of the investments can be realised in one day, under normal and stressed market conditions. Based on this analysis, as of 30th September 2020, 89.66% (30th September 2019: 86.65%) of the investments could be disposed under normal conditions and 88.31% (30th September 2019: 86.65%) under stressed market conditions.

During the 2020 financial year, the HL MM funds changed their daily liquidity monitoring approach to use a 20% participation rate in normal market conditions from the previously used 5% participation rate. This was done to bring monitoring in line with the approach taken by most fund groups. The 10% participation rate used to simulate stressed conditions remains unchanged.

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Liquidity Risk (continued)

Counterparty Risk

Counterparty risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

The Fund does not have any significant counterparty risk exposures.

Credit Risk

Credit risk - risk management policies surrounding this risk are discussed in note 4 on pages 17 to 19.

At 30th September 2020, the Fund only held collective investment schemes. Therefore, the Fund does not have any credit risk exposures.

Fair Value

Fair value - in the opinion of the Manager, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet and their fair value. Investments are carried at their fair value while other financial assets and liabilities are valued at amortised cost which materially equates to their fair value.

Valuation technique as at 30th September 2020

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	394,148	–	394,148
Equities	78,663	–	168	78,831
Total	78,663	394,148	168	472,979

Valuation technique as at 30th September 2019

	<i>Level 1</i> £'000	<i>Level 2</i> £'000	<i>Level 3</i> £'000	<i>Total</i> £'000
Assets				
Collective Investment Schemes	–	549,895	–	549,895
Total	–	549,895	–	549,895

The Fund invests into collective investment schemes which are not exchange traded. Investments in collective investment schemes are valued based on the NAV per unit/share published by their administrators and are classified as Level 2.

Level 1

The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.

Level 2

Inputs other than quoted prices included within Level 1 that are observable (i.e., developed using market data) for the asset or liability, either directly or indirectly.

HL Multi-Manager High Income

Notes to the Financial Statements (continued)

For the year ended 30th September 2020

17 Risk Disclosures (continued)

Fair Value (continued)

Level 3

Inputs are unobservable (i.e., for which market data is unavailable) for the asset or liability.

18 Post Balance Sheet Events

The impact of latest published NAV per unit classes as at the close of business on 16th December 2020 compared to the published NAV per unit classes at the year-end is shown below.

<i>Class</i>	<i>Unit Price</i>		<i>Increase %</i>
	<i>30th September 2020</i>	<i>16th December 2020</i>	
Class A Accumulation	110.62	121.71	10.03
Class M Accumulation	92.04	100.16	8.82

HL Multi-Manager High Income

Distribution Tables

For the year ended 30th September 2020

In pence per unit

First interim distribution for the period ended 31st October 2019

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Nov 2019</i>	<i>30th Nov 2018</i>
Group 1	0.4343	–	0.4343	0.4154
Group 2	0.0298	0.4045	0.4343	0.4154

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Nov 2019</i>	<i>30th Nov 2018</i>
Group 1	0.3750	–	0.3750	0.3750
Group 2	0.0257	0.3493	0.3750	0.3750

Group 1 - Units created prior to 1st October 2019

Group 2 - Units created on or after 1st October 2019

Second interim distribution for the period ended 30th November 2019

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Dec 2019</i>	<i>31st Dec 2018</i>
Group 1	0.4359	–	0.4359	0.4169
Group 2	0.0208	0.4151	0.4359	0.4169

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Dec 2019</i>	<i>31st Dec 2018</i>
Group 1	0.3750	–	0.3750	0.3750
Group 2	0.0179	0.3571	0.3750	0.3750

Group 1 - Units created prior to 1st November 2019

Group 2 - Units created on or after 1st November 2019

Third interim distribution for the period ended 31st December 2019

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Jan 2020</i>	<i>31st Jan 2019</i>
Group 1	0.4374	–	0.4374	0.4184
Group 2	0.0234	0.4140	0.4374	0.4184

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Jan 2020</i>	<i>31st Jan 2019</i>
Group 1	0.3750	–	0.3750	0.3750
Group 2	0.0198	0.3552	0.3750	0.3750

Group 1 - Units created prior to 1st December 2019

Group 2 - Units created on or after 1st December 2019

HL Multi-Manager High Income

Distribution Tables (continued)

For the year ended 30th September 2020

In pence per unit

Fourth interim distribution for the period ended 31st January 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>29th Feb 2020</i>	<i>28th Feb 2019</i>
Group 1	0.4389	–	0.4389	0.4200
Group 2	0.0355	0.4034	0.4389	0.4200

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>29th Feb 2020</i>	<i>28th Feb 2019</i>
Group 1	0.3750	–	0.3750	0.3750
Group 2	0.0303	0.3447	0.3750	0.3750

Group 1 - Units created prior to 1st January 2020

Group 2 - Units created on or after 1st January 2020

Fifth interim distribution for the period ended 29th February 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Mar 2020</i>	<i>31st Mar 2019</i>
Group 1	0.4405	–	0.4405	0.4215
Group 2	0.0377	0.4028	0.4405	0.4215

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Mar 2020</i>	<i>31st Mar 2019</i>
Group 1	0.3750	–	0.3750	0.3750
Group 2	0.0321	0.3429	0.3750	0.3750

Group 1 - Units created prior to 1st February 2020

Group 2 - Units created on or after 1st February 2020

Sixth interim distribution for the period ended 31st March 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Apr 2020</i>	<i>30th Apr 2019</i>
Group 1	0.4421	–	0.4421	0.4230
Group 2	0.4421	–	0.4421	0.4230

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Apr 2020</i>	<i>30th Apr 2019</i>
Group 1	0.3750	–	0.3750	0.3750
Group 2	0.3750	–	0.3750	0.3750

Group 1 - Units created prior to 1st March 2020

Group 2 - Units created on or after 1st March 2020

HL Multi-Manager High Income

Distribution Tables (continued)

For the year ended 30th September 2020

In pence per unit

Seventh interim distribution for the period ended 30th April 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st May 2020</i>	<i>31st May 2019</i>
Group 1	0.3257	–	0.3257	0.4246
Group 2	0.0413	0.2844	0.3257	0.4246

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st May 2020</i>	<i>31st May 2019</i>
Group 1	0.2750	–	0.2750	0.3750
Group 2	0.0346	0.2404	0.2750	0.3750

Group 1 - Units created prior to 1st April 2020

Group 2 - Units created on or after 1st April 2020

Eighth interim distribution for the period ended 31st May 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Jun 2020</i>	<i>30th Jun 2019</i>
Group 1	0.3267	–	0.3267	0.4261
Group 2	0.0279	0.2988	0.3267	0.4261

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Jun 2020</i>	<i>30th Jun 2019</i>
Group 1	0.2750	–	0.2750	0.3750
Group 2	0.0234	0.2516	0.2750	0.3750

Group 1 - Units created prior to 1st May 2020

Group 2 - Units created on or after 1st May 2020

Ninth interim distribution for the period ended 30th June 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Jul 2020</i>	<i>31st Jul 2019</i>
Group 1	0.3276	–	0.3276	0.4276
Group 2	0.0297	0.2979	0.3276	0.4276

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Jul 2020</i>	<i>31st Jul 2019</i>
Group 1	0.2750	–	0.2750	0.3750
Group 2	0.0247	0.2503	0.2750	0.3750

Group 1 - Units created prior to 1st June 2020

Group 2 - Units created on or after 1st June 2020

HL Multi-Manager High Income

Distribution Tables (continued)

For the year ended 30th September 2020

In pence per unit

Tenth interim distribution for the period ended 31st July 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Aug 2020</i>	<i>31st Aug 2019</i>
Group 1	0.3286	–	0.3286	0.4291
Group 2	0.0279	0.3007	0.3286	0.4291

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Aug 2020</i>	<i>31st Aug 2019</i>
Group 1	0.2750	–	0.2750	0.3750
Group 2	0.0233	0.2517	0.2750	0.3750

Group 1 - Units created prior to 1st July 2020

Group 2 - Units created on or after 1st July 2020

Eleventh interim distribution for the period ended 31st August 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Sep 2020</i>	<i>30th Sep 2019</i>
Group 1	0.3296	–	0.3296	0.4307
Group 2	0.0320	0.2976	0.3296	0.4307

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>30th Sep 2020</i>	<i>30th Sep 2019</i>
Group 1	0.2750	–	0.2750	0.3750
Group 2	0.0266	0.2484	0.2750	0.3750

Group 1 - Units created prior to 1st August 2020

Group 2 - Units created on or after 1st August 2020

Final distribution for the year ended 30th September 2020

<i>Class A Accumulation Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Oct 2020</i>	<i>31st Oct 2019</i>
Group 1	0.5478	–	0.5478	0.5931
Group 2	0.0154	0.5324	0.5478	0.5931

<i>Class A Income Units</i>	<i>Net</i>		<i>Paid</i>	
	<i>Income</i>	<i>Equalisation</i>	<i>31st Oct 2020</i>	<i>31st Oct 2019</i>
Group 1	0.4602	–	0.4602	0.5166
Group 2	0.0128	0.4474	0.4602	0.5166

Group 1 - Units created prior to 1st September 2020

Group 2 - Units created on or after 1st September 2020



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