

WESLEYAN

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# WESLEYAN AUTHORISED UNIT TRUST

ANNUAL FUND MANAGER REPORT  
& AUDITED FINANCIAL STATEMENTS  
30 JUNE 2020

# DIRECTORS



**AHMED FAROOQ** BSc, ACMA, DIP IoD  
**CHAIRMAN**  
**WESLEYAN UNIT TRUST MANAGERS**

On 15 March 2018, Ahmed was appointed Chairman of WUTM and on 8 August 2018, became a Director of Wesleyan Assurance Society.

Ahmed became Chief Financial Officer in November 2015, after holding a number of senior roles at Wesleyan. He joined the Society in 2010 from the Phoenix Group and became Head of Finance in 2011, and Managing Director of Wesleyan's General Insurance division in 2014.



**JAMES NEEDHAM** MBA, FIA  
**CHIEF EXECUTIVE OFFICER**  
**WESLEYAN UNIT TRUST MANAGERS**

On 26 February 2020, James was appointed Chief Executive Officer to the board of Wesleyan Unit Trust Managers.

James has 20 years' actuarial experience; he joined Wesleyan in 2010 and became Chief Actuary in 2018. He is responsible for Wesleyan's actuarial and financial reporting activity and oversees the Society's product development and performance, identifying ways to improve customer outcomes. He is a financial reporting expert and has presented at a number of actuarial conferences.



**MARTIN LAWRENCE** BSc, ASIP  
**DIRECTOR**  
**WESLEYAN UNIT TRUST MANAGERS**

On 21 April 2016, Martin was appointed to the board of Wesleyan Unit Trust Managers as a Director.

Martin has more than 20 years' experience in investment management, having worked in the industry since graduating from the University of Exeter with a degree in Mathematics. He manages Wesleyan's With Profits Fund, which is currently valued at approximately £3bn.

Martin invests directly in UK and overseas equities, government and corporate bonds, cash, and UK property. He takes a long-term investment approach and keeps our customers and members front-of-mind at all times, having worked at Wesleyan since 1995.

# NON-EXECUTIVE DIRECTORS



**IAN MCCAIG**  
**NON-EXECUTIVE DIRECTOR**  
**WESLEYAN UNIT TRUST MANAGERS**

On 11 December 2019, Ian was appointed as a Non-Executive Director to the Board of Wesleyan Unit Trust Managers.

Ian has been a member of Wesleyan Group's Board of Directors since 30 September 2019 and was appointed to the Society's Risk Committee. Ian has worked across a number of sectors, most recently as CEO of First Utility Ltd. He led the company through several years of successful transformation and significant growth before its acquisition by Shell at the end of 2017. Prior to that Ian was CEO of lastminute.com. Ian also serves on the Boards of M-Kopa Ltd, Seedrs Ltd, English Heritage and Festicket, of which he is Chair.

# NON-EXECUTIVE DIRECTORS continued



**ANDREW NEDEN**  
NON-EXECUTIVE DIRECTOR  
WESLEYAN UNIT TRUST MANAGERS

On 11 December 2019, Andrew was appointed as a Non-Executive Director to the Board of Wesleyan Unit Trust Managers.

Andrew has been a member of Wesleyan Group's Board of Directors since November 2014. Andrew worked for 30 years at KPMG, the global accountancy firm, including 18 years as a partner. His roles included Head of Financial Sector Transaction Services in the UK and Global Chief Operating Officer for Financial Services. Andrew also chairs Aetna Insurance Company Limited, is Vice-Chair at the Nottingham Building Society, and is a Non-Executive Director at ABC International Bank PLC.

## FUND MANAGERS



**JAMES HUBBARD, BA, CFA**  
WESLEYAN INTERNATIONAL GROWTH FUND  
WESLEYAN MODERATE-HIGH RISK/REWARD INCOME FUND

James Hubbard joined Wesleyan as an Investment Analyst in January 2011. After graduating with an MA in Economics and Business from the University of Manchester he initially worked for a Corporate Bank in London. James is a CFA (Chartered Financial Analyst) charterholder and has been a Fund Manager since April 2016.



**PAUL BURTON, BSc, FIA**  
WESLEYAN LOW RISK/REWARD GROWTH FUND  
WESLEYAN RISK AVERSE FUND\*

Paul Burton has been the Fund Manager of the Low Risk Life and Pension funds since launch in January 2012. He has also managed the assets of the Wesleyan Staff Pension Scheme since 1998, and the Society's Non Profit Fund since 2012. He joined the Society in 1990, qualifying as an Actuary in 1998, working as an Investment Analyst in the preceding five years.

\*Paul Burton became the Fund Manager for the Wesleyan Risk Averse Fund from 1 January 2020.



**MARC O'SULLIVAN, BSc, CFA**  
WESLEYAN MODERATE RISK/REWARD GROWTH FUND\*  
WESLEYAN UK GROWTH FUND

Marc O'Sullivan has been a Fund Manager since 2012, managing investments across a number of asset classes. Marc joined the Society as an Investment Analyst in 2003, having graduated from the University of Birmingham with a degree in Economics. Marc has been a CFA (Chartered Financial Analyst) charterholder since 2008.

\*Marc O'Sullivan became the Fund Manager for the Wesleyan Moderate Risk/Reward Growth Fund from 1 January 2020.



“We continue to focus on serving your needs and are committed to maximising the long-term financial returns for all our customers.”

**Ahmed Farooq**  
Chairman

## CHAIRMAN'S STATEMENT

Since the last Wesleyan Unit Trust Managers (WUTM) Report and Accounts, the COVID-19 pandemic has acted as a raging storm across the international investment landscape. The scale of the virus – unprecedented in recent history – means that it continues to have a dramatic impact on people's lives, the global economy and investment markets too. This environment makes it incredibly difficult for investors to navigate the 'best' course for customers.

Hospital doctors, GPs, dentists, lawyers and teachers have been at the heart of the UK's COVID-19 response and these professions are at the heart of our business. Your dedication to helping others is an inspiration for all of us. During the pandemic, you have provided a lifeline for countless people, including some of our own family, friends and colleagues, so I would like to take a moment here to give you our sincere thanks.

We continue to focus on serving your needs and are committed to maximising the long-term financial returns for all our customers. However, the performance of our funds during this turbulent period has been disappointing, mainly because of our relatively high exposure to what is typically classed as 'growth' assets. This primarily covers UK equities (also known as 'stocks' or 'shares'), which have not performed in line with our expectations, and the UK stock market has also taken a greater hit than other developed stock markets. The assets we have invested in should ultimately perform well over the longer term, but patience is required for the time being, due to the market declines and the volatility we have seen this year.

WUTM's funds are managed by our in-house Fund Managers, who are an integral part of our award-winning Investments team. In 2020, to date, the team has received two major industry accolades – 'Investment Team of the Year' (Insurance Asset Risk Awards) and 'Active Manager of the Year' (Asset Management Awards) – in acknowledgement of their dedication to achieving the best possible outcomes for our customers. This is something we are proud of, particularly given the market turbulence caused by COVID-19 and international lockdowns.

Each of our Fund Managers has worked with us for at least 10 years, creating stability while adding their experience to the team. They are long-term investors in the truest sense, using periods of short-term volatility to find investment opportunities that may have been overlooked by others. The first half of 2020 has presented them with numerous opportunities to buy and sell assets and we have since seen encouraging signs of market recovery.

WUTM offers six unit trust funds, with different risk appetites and financial objectives for those who trust us to invest on their behalf. These funds are: Risk Averse Fund (page 80), Low Risk/Reward Growth Fund (page 22), Moderate Risk/Reward Growth Fund (page 59), Moderate-High Risk/Reward Income Fund (page 40), UK Growth Fund (page 90), and International Growth Fund (page 9). More information about each fund is available in this document, including fund commentaries and portfolio holdings.

You can invest with us via three products: a Unit Trust Investment Account, a Unit Trust Individual Savings Account (ISA), and a Unit Trust Junior ISA. Our unit trust funds continue to prove popular with individuals, businesses and charities alike. Furthermore, after listening to your feedback, earlier this year we launched our online WUTM Investor Portal – you can register and log in by visiting [www.wesleyan.co.uk/wutm-online](http://www.wesleyan.co.uk/wutm-online). The portal enables you to access up-to-date valuations for your products and it means you have more options for how you choose to invest with us in the future.

The remainder of the year is unlikely to be plain sailing for investments, due to factors such as COVID-19, the US presidential election in November, Brexit trade talks, and political tensions between China and several countries. However, it is important to remember that we have a long-term growth strategy and we maintain diverse portfolios across and within asset classes when possible, covering equities, government bonds, corporate bonds and cash, depending on the fund and its objective. This diversification, coupled with our 'buy and hold' fund management approach, means that fund performance should continue to recover in the coming months and years.

As part of ongoing work to improve efficiency and prepare for the future, we have reallocated some funds to different Fund Managers within our existing team. I would like to thank Martin Lawrence for managing the Moderate Risk/Reward Growth Fund since its launch in 2016 up until January 2020. Martin will continue to give his expert guidance as a Director of WUTM and as Director of Investments for Wesleyan.

Finally, I have been Chairman of WUTM since March 2018. In this role, one of my key objectives has been to ensure that our clients have a unit trust fund range and investment journey that meets their needs. WUTM has evolved over the last few years to become an investment home not only for individual clients but for their businesses too. The improvements we have made to our service, such as increasing the ways customers can invest and communicate with us, has also given me a great deal of personal satisfaction.

In December, I will be moving to pastures new. It has been an honour to work as part of the WUTM team and the wider Wesleyan Group, alongside investment professionals who keep our customers front-of-mind in all that they do. I have every confidence that this will continue to be the case moving forward and that the business will go from strength to strength under the guidance of my successor, subject to regulatory approval, Ian McCaig. Ian has been a member of Wesleyan Group's Board of Directors since 2019 and has many years' experience gained from similar roles on the Boards of M-Kopa, Seedrs, the British Tourist Authority, English Heritage, and Festicket (which he is also the Chairman of). I wish Ian and the team the very best for the future.

**A. Farooq**  
Chairman  
Wesleyan Unit Trust Managers Limited

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\*Collectively, comprises the Authorised Fund Manager Report. Additionally, in each fund it is comprised of the general information and portfolio statement and changes.

Please note: All "IA" sector mentions in this report refer to the Investment Association's fund sectors, which are used across the industry. Each sector has clear criteria that a fund must fulfil. Sectors are typically based on the main asset types the fund invests in. However, funds in any sector may offer a wide range of assets and risk profiles.



# AUTHORISED FUND MANAGER REPORT

## INTRODUCTION

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This is the annual report of the Wesleyan Authorised Unit Trust ('Trust') for the year ended 30 June 2020.

The Trust is managed by Wesleyan Unit Trust Managers Limited ('Manager').

The Trust is an authorised unit trust in an umbrella form and was authorised by the Financial Conduct Authority (FCA) effective 4 September 2015. The Trust is classified under the Collective Investment Scheme Sourcebook ('COLL') as a collective investment scheme authorised under the UCITS Directive.

The Trust was established pursuant to a Trust Deed dated 4 September 2015 (as amended from time to time) made between the Manager and HSBC Bank Plc ('Trustee'). The Trust has an unlimited duration.

Details of the managers and advisors of the Trust are disclosed on page 147.

## STRUCTURE OF THE TRUST

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The Trust is structured as an umbrella unit trust, in that different funds may be established from time to time by the Manager with the approval of the FCA, the agreement of the Trustee and in accordance with the Trust Deed.

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 investment policy applicable to that fund.

Each fund has a specific portfolio to which that fund's assets and liabilities are attributable. So far as the Unitholders are concerned, each fund is treated as a separate entity. Unitholders are not liable for the debts of the Trust or for any other fund.

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 between classes 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 unit holders generally. This will normally be pro rata to the Net Asset Value of the relevant funds.

The base currency of each fund is pounds Sterling.

**As at 30 June 2020, the Trust comprised of the following funds:**

Wesleyan International Growth Fund

Wesleyan Low Risk/Reward Growth Fund

Wesleyan Moderate-High Risk/Reward Income Fund

Wesleyan Moderate Risk/Reward Growth Fund

Wesleyan Risk Averse Fund

Wesleyan UK Growth Fund

All of the above funds are managed by the Manager. Details of other management and advisors of the funds are disclosed on page 147.

## UNITS

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The rights represented by units are those of a beneficial interest under the Trust. Several classes of units may be issued in respect of each fund.

Further classes of units may be established from time to time by the Manager with the approval of the FCA, the agreement of the Trustee and in accordance with the Trust Deed. On the introduction of any new class, a revised prospectus will be prepared, setting out the details of each class.

Units in the Trust are not currently listed on any investment exchange.

Holders of income units are entitled to be paid the distributable income attributed to such units on any relevant interim and/or annual income allocation dates. The Manager, at its discretion, may also permit unit holders to elect to reinvest any such distributable income instead of receiving payment. In this event, the income will be used to purchase additional units in the same fund.

Holders of Accumulation units are not entitled to be paid the income attributed to such units, but that income is automatically transferred to (and retained as part of) the capital assets of the relevant fund on the relevant interim and/or annual accounting dates. This is reflected in the price of an accumulation unit.

## UNITS IN ISSUE

As at 30 June 2020, Accumulation ("Acc") and Income ("Inc") units are available in the following funds and in the following denominations and classes:

Fund Class	Unit Type	Base Currency	Launch Date	ISIN <sup>1</sup>
<b>Wesleyan International Growth Fund</b>				
Class A	Acc	GBP	03/06/16	GB00BYNYHT49
Class B	Acc	GBP	03/06/16	GB00BYNYHV60
Class X	Acc	GBP	03/06/16	GB00BYNYHW77
<b>Wesleyan Low Risk/Reward Growth Fund</b>				
Class B	Acc	GBP	06/06/16	GB00BYVDH936
Class X	Acc	GBP	06/06/16	GB00BYSW0R28
Class B	Inc	GBP	06/06/16	GB00BZ161P36
Class X	Inc	GBP	06/06/16	GB00BZ161R59
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>				
Class B	Acc	GBP	06/06/16	GB00BYVDHG07
Class X	Acc	GBP	06/06/16	GB00BYSW0S35
Class B	Inc	GBP	06/06/16	GB00BZ161V95
Class X	Inc	GBP	06/06/16	GB00BZ161W03
<b>Wesleyan Moderate Risk/Reward Growth Fund</b>				
Class B	Acc	GBP	06/06/16	GB00BYVDHJ38
Class X	Acc	GBP	06/06/16	GB00BYSW0W70
Class B	Inc	GBP	06/06/16	GB00BZ161S66
Class X	Inc	GBP	06/06/16	GB00BZ161T73
<b>Wesleyan Risk Averse Fund</b>				
Class A	Acc	GBP	03/06/16	GB00BYNYHM79
Class B	Acc	GBP	03/06/16	GB00BYNYHN86
Class X	Acc	GBP	03/06/16	GB00BYNYHP01
<b>Wesleyan UK Growth Fund</b>				
Class A	Acc	GBP	03/06/16	GB00BYNYHQ18
Class B	Acc	GBP	03/06/16	GB00BYNYHR25
Class X	Acc	GBP	03/06/16	GB00BYNYHS32

<sup>1</sup> International Securities Identification Number (ISIN) codes securities including stocks and bonds with unique identifiable numbers. They are in a consistent format so they can be tracked across markets worldwide and are often used by companies when looking to raise capital whether that be debt or equity.

None of the above funds hold units in other funds of the Trust.

# AUTHORISED FUND MANAGER REPORT continued

## UNIT HOLDERS – TAXATION

The information below is a general guide based on current United Kingdom law and HM Revenue & Customs practice which are subject to change. It summarises the tax position of the funds and of direct personal investors who are United Kingdom residents and hold units as investments. This does not detail the tax treatment for corporate or trustee unit holders.

## INCOME

The funds may pay dividend distributions (which will be automatically retained in the relevant fund in the case of accumulation units). There is currently a tax free dividend allowance above this allowance from investments not held within an Individual Savings Account are taxed at a rate that depends on the investor's income tax band.

## INTEREST

Where a fund pays an interest distribution (which will be automatically retained in the fund in the case of accumulation units) this is gross of the basic rate of tax from 6 April 2016 for some people (depending on their tax bands).

There is currently a tax free Personal Savings Allowance (except for additional rate tax payers). Interest distributions received above this allowance from investments not held within an Individual Savings Account or Junior Individual Savings Account are taxed at a rate that depends on the investor's income tax band.

## INCOME EQUALISATION

The first income allocation received by an investor after buying units may include an amount of income equalisation, which will be shown on the issued tax voucher. This is effectively a repayment of the income equalisation paid by the investor as part of the purchase price. It is a return of capital, and is not taxable, rather it should be deducted from the acquisition cost of the units for capital gains tax purposes.

## CAPITAL GAINS

Unit holders may be liable to capital gains tax on gains arising from the redemption, transfer or other disposal of units. The rate of tax, and available reliefs, will be as applicable from time to time. An exchange of units between classes within a fund is generally not treated as a disposal for this purpose.

Units in each of the funds may be held within Individual Savings Accounts and would be exempt from personal liability to income or capital gains tax. Unit holders who have invested

in the funds through an Individual Savings Account or Junior Individual Savings Account should refer to the Key Features Document for further details of how it operates.

## ASSESSMENT OF THE RISK RELATING TO THE UK EXITING THE EUROPEAN UNION (BREXIT)

The Manager has been managing a Brexit plan for the past two years. Early in the process we decided to concentrate on ensuring that we should be prepared for the worst case scenario. Often referred to as a hard Brexit, this is where the UK leaves the EU with no deal and no transition period. This approach ensures that we are well placed for any political eventuality.

We identified all Supplier relationships where services are provided from the European Economic Area (EEA). We have received confirmation from all suppliers that services will be unaffected in a no deal, no transition scenario.

The Funds are not actively sold to any investors in the EEA outside of the UK.

## REPORTING DATES

The annual and interim accounting date of the Trust and the funds within are as below:

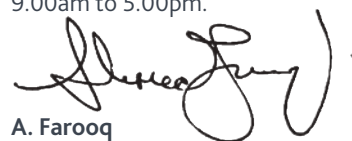
**Annual accounting date: 30 June**

**Interim accounting date: 31 December**

The following sections sets out for each of the funds within the Trust:

- ▶ Fund manager report
- ▶ Number of units in circulation and the net asset values per unit
- ▶ Annual financial statements

This annual report of the Trust and the funds within are available on our website ([www.wesleyan.co.uk/Report](http://www.wesleyan.co.uk/Report)). If you have any questions about the report, or if you would like to talk to us about your investments, you can call us on **0330 123 3813**. Lines are open Monday to Friday from 9.00am to 5.00pm.



**A. Farooq**  
**Chairman**

Wesleyan Unit Trust Managers Limited





# WESLEYAN INTERNATIONAL GROWTH FUND

## FUND REVIEW

This is the full-year report for the Wesleyan International Growth Fund covering the year to 30 June 2020. The underlying unit price performance generated a return of 1.1% compared to the IA Global sector that returned 5.4%\*.

Global equity markets were up by just over 5% at the half-year point (31 December 2019), before the spread of COVID-19 caused a large decline in equity markets in February and March, and a corresponding move into 'safe haven' assets like government bonds. US markets make up more than half of the global equity market, and it may not have been a coincidence that on 23 March – the same day the Federal Reserve stated it was "committed to use its full range of tools to support the US economy" – US equity markets started to recover from their lows. Central banks around the world also acted to support their economies, which contributed to global markets ending the six months to 30 June 2020 marginally up, and up 5.7% for the full year to the same end date.

US equity markets recovered more quickly than many others. This was partly driven by their high exposure to technology and pharmaceutical companies and because the US also imposed lockdown restrictions for a shorter duration than other nations. China has recovered well too, with its stock market reaching new highs, supported by increased stimulus, and Japan also ended the period in positive territory. In contrast, the slower reopening of European economies has impacted their performance, with markets in the UK, Italy, France and Spain down, and only Germany has delivered positive performance in the EU.

The fund underperformed the IA Global sector by 4.3% over the year, losing some of the gains and stronger performance from the previous year. When compared to global markets, the most notable reason behind the fund's underperformance was its underweight positioning in technology companies, combined with its failure not to own some of the best-performing names.

COVID-19 accelerated themes and trends that were already visible before the crisis, such as a greater level of digital and home working. Within the technology sector, it is a relatively narrow group of stocks that have

led the market, such as Apple (up over 92%), Microsoft (up 58%), Nvidia (up 139%) and others such as Adobe, Facebook, Alphabet, ASML, and Shopify. Despite Microsoft being the fund's largest position at 5.7% (at period end), not owning many of the other names listed has hurt performance. Facebook, another of the fund's technology holdings, performed well (up 21%), although it underperformed the wider technology sector.

There were several positive contributors to performance over the period. PayPal performed strongly, as online sales grew despite the pandemic. Pacific Horizon Investment Trust (focused on Asian markets) delivered good returns, and healthcare names Novo Nordisk (the world's largest insulin maker), new holding Ambu (a provider of medical equipment) and Roche (the Swiss pharmaceutical and diagnostics company) have continued to perform extremely well.

The most significant detractors came from the leisure, transport and financial sectors, with Boeing and Royal Caribbean among the worst performers. Despite reducing banking positions in February, the fund still owns positions in other financial businesses such as Lloyds Banking Group, Société Générale, Bank of America, and American Express, which have struggled during the period.

The fund made several other notable purchases, including acquiring new holdings in Diageo (beverages), InterContinental Hotels (international hotel operator), Agilent (life sciences), BigBen Interactive (video game developer), and Booking Holdings (travel technology company). The fund added to its position in Amadeus IT (airline and hotel technology).

The fund also made several sales and fully sold out of Apple in the period on valuation grounds, albeit too early with the benefit of hindsight. We also sold out of JP Morgan, IBM and reduced the position in Koninklijke Philips (healthcare).

The full list of portfolio holdings can be found later in this report.

## Fund outlook

Equity markets are looking beyond the market disruptions and company earnings challenges of 2020, buoyed by economic stimulus programmes. Government bond

market valuations suggest modest growth and inflation in the coming years, and the corporate bond market is anticipating a lower level of corporate distress than in previous recessions.

Generally, economists are forecasting a 'V- or U-shaped' recovery, with the average forecast expecting global GDP to reach 2019 levels in the next few years. July and early August saw economists dim their recovery expectations, as economic data disappointed and other data suggested the recovery may have begun to stagnate in places, particularly in the US.

Although India and Brazil are yet to peak from their first wave, 'second waves' of COVID-19 infections are appearing in Japan, Australia, the US and certain parts of Europe. Whilst these economies are likely to benefit from better management processes and their learnings from earlier experiences, there are also likely to be further economic repercussions.

The US presidential election is due in November, with candidate Joe Biden the current front-runner. There is a risk of President Trump making tactical but unpredictable moves in a bid to retain office, at a time when global relationships are already strained. China, meanwhile, has gradually been displaying more assertive behaviour on several issues, highlighted by the new National Security Law in Hong Kong. This has strained many of its global relationships, particularly with the US, Australia, Canada and the UK.

The UK has the additional hurdle of agreeing a trade agreement with Europe and having it in place by 31 December. There has not been any meaningful progress to date, although European trade negotiations are typically agreed at the 'last minute'.

The fund is driven by 'bottom-up' stock selection, seeking to invest in the best investment ideas from anywhere in the world. We are expecting bouts of market volatility over the coming year as companies and sectors experience challenges associated with the economic environment. As such, we remain watchful for opportunities to deploy cash into attractive long-term investments for the fund.

\* Source: FE fundinfo. Fund shown is the X-Class Accumulation series, bid prices at noon.

# WESLEYAN INTERNATIONAL GROWTH FUND continued

## GENERAL INFORMATION

### Investment objective and policy

The fund aims to provide capital growth over a period of at least five years. We measure the success of the fund as outperforming a benchmark over a rolling 5-year period. We do this by comparing the investment performance, before fees and charges, to a composite benchmark which reflects the current risk rating of the fund.

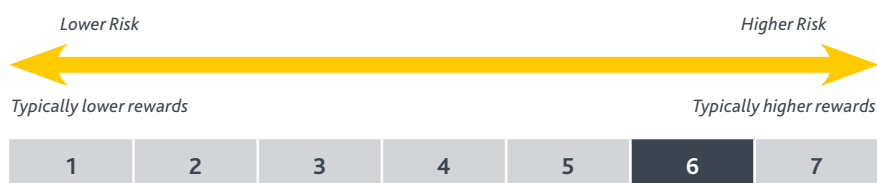
The composite benchmark is composed as follows: 95% FTSE All-World - Total Return Index, and 5% SONIA interest rate benchmark. Invested capital is however at risk and there is no guarantee that the objective will be attained over this or any period.

The Fund will invest predominantly in a diversified portfolio of equities. The equities in which the Fund invests may be issued by companies anywhere in the world.

The Fund may invest in various sectors. The Fund may also invest in fixed interest and other transferable securities, cash, near cash, deposits, money-market instruments and other collective investment schemes.

The Fund may use derivatives for the purpose of efficient portfolio management.

### Risk and reward profile



The risk category is based on the rate the fund's value has moved up and down in the past. The risk rating for Share Class A and B has increased from the prior year. Share Class X has a risk category of 5.

The fund's value can be influenced by changes in stock market prices, currencies and interest rates which can be affected by factors such as political and economic events.

This risk category is calculated in line with European Securities Markets Authority (ESMA) rules using historical data.

This is not a guarantee and may not be a reliable indication of the fund's future risk and reward category.

A fund in the lowest category does not mean a 'risk free' investment.

A fuller explanation of the risk and reward profile and how it can move up and down based on the market volatility, is contained in the fund's Key Investor Information Document (KIID). KIIDs are available at [www.wesleyan.co.uk/fund-prices](http://www.wesleyan.co.uk/fund-prices)

More information about fund performance, including benchmarks and comparisons, can be found later in this report.

Charges	Class A	Class B	Class X
Initial charge*	3%	3%	3%
Annual management charge**	1.5%	1.75%	1.25%

\*built into the price of the unit

\*\*% per annum of the Net Asset Value

## INCOME ALLOCATION DATES

Final	31 August
Interim	Last day of February

## PORTFOLIO STATEMENT as at 30 June 2020

Unless otherwise stated, all holdings are quoted in ordinary shares and listed on a recognised exchange. Percentages in brackets show the equivalent sector distribution as at 30 June 2019.

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>United Kingdom - 7.87% (6.81%)</b>			
70,000	BP	215,005	0.67
15,000	Diageo	402,225	1.26
12,026	GlaxoSmithKline	196,769	0.62
7,000	InterContinental Hotels	249,550	0.78
208,433	Lloyds Banking	64,979	0.20
3,500	Reckitt Benckiser	260,120	0.81
10,990	Rio Tinto	499,880	1.56
198	Royal Dutch Shell 'A'	2,548	0.01
21,000	Sage	140,994	0.44
9,250	Unilever	402,838	1.26
65,313	Vodafone	84,162	0.26
<b>Total United Kingdom</b>		<b>2,519,070</b>	<b>7.87</b>
<b>Continental Europe - 24.10% (24.02%)</b>			
<b>France - 8.15% (7.14%)</b>			
4,083	Air Liquide	475,803	1.49
15,000	Bigben Interactive	152,711	0.48
16,000	Elior Group	73,665	0.23
8,800	Engie	87,951	0.27
3,200	Legrand Promesses	196,691	0.61
3,000	LVMH Moët Hennessy	1,064,611	3.33
7,196	Orange	69,597	0.22
2,000	Sanofi	164,782	0.51
8,404	Société Générale	113,014	0.35
3,170	Ubisoft Entertainment	211,502	0.66
<b>Total France</b>		<b>2,610,327</b>	<b>8.15</b>
<b>Germany - 7.33% (7.44%)</b>			
480	Adidas	102,098	0.32
2,716	Bayer	163,584	0.51
3,000	Bayerische Motoren Werke	155,083	0.48
2,000	Daimler	66,074	0.21
5,000	Deutsche Post	148,166	0.46
17,000	E.ON	154,606	0.48
5,000	Henkel	338,372	1.06
2,000	K+S	10,177	0.03
7,800	SAP	881,446	2.75
3,000	Siemens	285,951	0.89
1,700	Uniper	44,319	0.14
<b>Total Germany</b>		<b>2,349,876</b>	<b>7.33</b>

# WESLEYAN INTERNATIONAL GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Italy - 1.20% (1.36%)</b>			
9,582	Italgas	44,987	0.14
47,913	Snam	188,670	0.59
20,056	UniCredit	149,273	0.47
	<b>Total Italy</b>	<b>382,930</b>	<b>1.20</b>
<b>Netherlands - 2.02% (2.72%)</b>			
4,891	Akzo Nobel	354,425	1.11
25,000	ING Groep NV	140,826	0.44
4,000	Koninklijke Philips	150,947	0.47
4,000	Koninklijke Philips 'Right'	-	-
	<b>Total Netherlands</b>	<b>646,198</b>	<b>2.02</b>
<b>Spain - 1.45% (1.93%)</b>			
5,000	Amadeus IT Group	210,795	0.66
10,000	Industria de Diseño Textil	214,249	0.67
9,603	Telefónica	37,064	0.12
9,603	Telefónica 'Rights'	1,529	-
	<b>Total Spain</b>	<b>463,637</b>	<b>1.45</b>
<b>Switzerland - 3.95% (3.43%)</b>			
16,800	ABB	305,926	0.96
6,000	Nestlé	536,764	1.68
1,500	Roche Holdings	420,548	1.31
	<b>Total Switzerland</b>	<b>1,263,238</b>	<b>3.95</b>
	<b>Total Continental Europe</b>	<b>7,716,206</b>	<b>24.10</b>
<b>Japan - 6.32% (5.56%)</b>			
216,000	Fidelity Japan Investment Trust*	382,320	1.19
165,000	JPMorgan Japanese Investment Trust*	892,650	2.79
72,000	JPMorgan Japanese Smaller Companies Investment Trust*	320,400	1.00
247,526	Schroder Japan Investment Trust*	428,220	1.34
	<b>Total Japan</b>	<b>2,023,590</b>	<b>6.32</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Pacific excluding Japan - 7.87% (6.77%)</b>			
120,000	Fidelity China Special Situations*	331,200	1.03
152,813	JPMorgan Asia Growth & Income*	609,724	1.90
156,894	Pacific Horizon Investment Trust*	751,522	2.35
177,482	Schroder Asia Pacific Investment Trust*	830,616	2.59
<b>Total Pacific excluding Japan</b>		<b>2,523,062</b>	<b>7.87</b>
<b>United States - 45.14% (48.06%)</b>			
1,000	3M	126,109	0.39
3,500	Agilent Technologies	250,263	0.78
10,000	Altaba	158,870	0.50
6,000	American Express	461,994	1.44
3,800	Automatic Data Processing	457,716	1.43
25,000	Bank of America	480,131	1.50
1,015	Becton Dickinson	196,519	0.61
1,250	Boeing	185,204	0.58
125	Booking Holdings	161,090	0.50
4,000	Carrier Global	71,900	0.22
2,000	Check Point Software Technologies	173,794	0.54
3,400	Chevron	245,507	0.77
6,000	Cisco Systems	226,384	0.71
7,700	Citigroup	318,382	0.99
7,000	Coca-Cola	252,841	0.79
7,000	Cognizant Technology Solutions	321,674	1.01
5,000	Colgate-Palmolive	296,374	0.93
2,582	Corteva	55,961	0.18
1,882	Dow	62,053	0.19
2,582	Dupont De Nemours	110,983	0.35
6,500	Estée Lauder 'A'	992,307	3.10
6,500	Exxon Mobil	235,044	0.73
4,000	Facebook	734,995	2.30
10,000	General Electric	55,196	0.17
2,000	Honeywell International	234,073	0.73
4,000	International Paper	113,985	0.36
4,000	Johnson & Johnson	454,354	1.42
15,000	Kinder Morgan	183,919	0.57
5,000	Merck & Co	312,804	0.98
11,000	Microsoft	1,811,314	5.66
3,200	Mondelez International 'A'	132,341	0.41
12,000	Oracle	536,581	1.68
2,000	Otis Worldwide	91,939	0.29
10,000	PayPal Holdings	1,409,760	4.40
4,000	Raytheon Technologies	199,320	0.62
333	Resideo Technologies	3,156	0.01



# WESLEYAN INTERNATIONAL GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
3,500	Royal Caribbean Cruises	142,453	0.45
62,000	Sabre	404,435	1.26
4,000	TJX Companies	163,645	0.51
53	Wabtec	2,469	0.01
3,500	Wal-Mart Stores	338,953	1.06
4,000	Walt Disney	360,667	1.13
1,500	Waters	218,918	0.68
5,000	Wells Fargo & Co	103,472	0.32
5,500	Yum China	213,839	0.67
5,500	Yum! Brands	386,816	1.21
<b>Total United States</b>		<b>14,450,504</b>	<b>45.14</b>
<b>Other - 6.19% (6.28%)</b>			
8,954	Ambu	227,798	0.71
450,000	Ashoka India Equity Investment Trust*	436,500	1.36
13,840	Novo Nordisk 'B'	726,486	2.27
400	Samsung Electronics GDR	357,074	1.12
30,000	Templeton Emerging Markets Investment Trust*	232,500	0.73
<b>Total Other</b>		<b>1,980,358</b>	<b>6.19</b>
<b>Portfolio of investments</b>		<b>31,212,790</b>	<b>97.49</b>
<b>Net other assets</b>		<b>803,024</b>	<b>2.51</b>
<b>Net Assets</b>		<b>32,015,814</b>	<b>100.00</b>

\*UK-listed investment trust.

## SUMMARY OF MATERIAL PORTFOLIO CHANGES

### for the year ended 30 June 2020

<b>Total Purchases</b>	<b>£1,891,549</b>
<b>Purchases*</b>	<b>Cost £</b>
Diageo	455,390
Sabre	393,267
InterContinental Hotels	329,728
Agilent Technologies	217,148
Bigben Interactive	198,810
Booking Holdings	172,980
Ubisoft Entertainment	124,226
<b>Total Sales</b>	<b>£1,428,284</b>
<b>Sales*</b>	<b>Proceeds £</b>
Apple	719,270
Samsung Electronics GDR	295,471
IBM	170,185
Koninklijke Philips	139,808
JP Morgan Chase & Co	103,536
Air Liquide	12
Wabtec	2

\*As the total number of purchases and sales for the year was below twenty, the complete list has been provided here.

# WESLEYAN INTERNATIONAL GROWTH FUND continued

## COMPARATIVE TABLES

Class A – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	250.58	225.49	206.13
Return before operating charges*	6.36	29.10	23.21
Operating charges	(4.29)	(4.01)	(3.85)
Return after operating charges*	2.07	25.09	19.36
Distributions on accumulation units	(0.39)	(0.98)	(0.74)
Retained distributions on accumulation units	0.39	0.98	0.74
Closing net asset value per unit	252.65	250.58	225.49
*after direct transactions costs <sup>1</sup> of:	0.04	0.02	0.02

<b>Performance</b>			
Return after charges	0.83%	11.13%	9.39%
Sector: IA Global	5.36%	7.50%	9.12%
Composite benchmark <sup>2</sup>	1.23%*		

<b>Other information</b>			
Closing net asset value (£)	21,572,722	22,568,093	21,570,816
Closing number of units	8,538,671	9,006,270	9,565,999
Operating charges	1.74%	1.75%	1.76%
Direct transaction costs	0.02%	0.01%	0.01%

<b>Prices</b>			
Highest unit price	268.23p	251.98p	233.49p
Lowest unit price	196.42p	206.20p	206.40p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs.

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 10.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class B – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	243.34	219.52	201.21
Return before operating charges*	6.15	28.28	22.61
Operating charges	(4.76)	(4.46)	(4.30)
Return after operating charges*	1.39	23.82	18.31
Distributions on accumulation units	-	(0.39)	(0.23)
Retained distributions on accumulation units	-	0.39	0.23
Closing net asset value per unit	244.73	243.34	219.52
*after direct transactions costs <sup>1</sup> of:	0.04	0.02	0.02

Performance			
Return after charges	0.57%	10.85%	9.10%
Sector: IA Global	5.36%	7.50%	9.12%
Composite benchmark <sup>2</sup>	1.23%*		

Other information			
Closing net asset value (£)	7,325,635	7,332,558	6,702,230
Closing number of units	2,993,411	3,013,314	3,053,131
Operating charges	1.99%	2.00%	2.01%
Direct transaction costs	0.02%	0.01%	0.01%

Prices			
Highest unit price	260.24p	244.82p	227.44p
Lowest unit price	190.49p	200.58p	201.52p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 10.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	247.00	221.67	202.15
Return before operating charges*	6.34	28.72	22.78
Operating charges	(3.62)	(3.39)	(3.26)
Return after operating charges*	2.72	25.33	19.52
Distributions on accumulation units	(1.01)	(1.54)	(1.28)
Retained distributions on accumulation units	1.01	1.54	1.28
Closing net asset value per unit	249.72	247.00	221.67
*after direct transactions costs <sup>1</sup> of:	0.04	0.02	0.02

Performance			
Return after charges	1.10%	11.43%	9.66%
Sector: IA Global	5.36%	7.50%	9.12%
Composite benchmark <sup>2</sup>	1.23%*		

Other information			
Closing net asset value (£)	3,117,457	1,776,118	1,294,015
Closing number of units	1,248,403	719,076	583,747
Operating charges	1.49%	1.50%	1.51%
Direct transaction costs	0.02%	0.01%	0.01%

Prices			
Highest unit price	265.00p	248.57p	229.74p
Lowest unit price	194.14p	203.17p	202.62p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 10.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available

Past performance is not a guide to future performance. The price of units and distributions credited may go down as well as up.  
Investments in unit trusts should normally be regarded as long-term investments.

# WESLEYAN INTERNATIONAL GROWTH FUND continued

## STATEMENT OF TOTAL RETURN for the year ended 30 June 2020

	Notes	30 June 2020		30 June 2019	
		£	£	£	£
Income					
Net capital gains	2		240,044		3,068,365
Revenue	3	657,736		710,665	
Expenses	4	(551,349)		(531,052)	
Interest payable and similar charges		(841)		(1,011)	
Net revenue before taxation		105,546		178,602	
Taxation	5	(67,049)		(68,768)	
Net revenue after taxation			38,497		109,834
<b>Total return before distributions</b>			<b>278,541</b>		<b>3,178,199</b>
Distributions	6		(44,600)		(112,098)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>233,941</b>		<b>3,066,101</b>

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS for the year ended 30 June 2020

		30 June 2020		30 June 2019	
		£	£	£	£
<b>Opening net assets attributable to unitholders</b>			<b>31,676,769</b>		<b>29,567,061</b>
Amounts receivable on issue of units		3,275,593		964,616	
Amounts payable on cancellation of units		(3,216,309)		(2,031,756)	
			59,284		(1,067,140)
Change in net assets attributable to unitholders from investment activities			233,941		3,066,101
Retained distribution on accumulation units			45,820		110,747
<b>Closing net assets attributable to unitholders</b>			<b>32,015,814</b>		<b>31,676,769</b>



## BALANCE SHEET as at 30 June 2020

	Notes	30 June 2020		30 June 2019	
		£	£	£	£
<b>Assets</b>					
Investments			31,212,790		30,885,436
<b>Current assets</b>					
Debtors	8	180,638		65,172	
Cash and bank balances		723,060		805,470	
			903,698		870,642
Total assets			32,116,488		31,756,078
<b>Liabilities</b>					
Creditors		-		-	
Other creditors	9	(100,674)		(79,309)	
Total liabilities			(100,674)		(79,309)
<b>Net assets attributable to unitholders</b>			<b>32,015,814</b>		<b>31,676,769</b>

This report was approved by the Directors of Wesleyan Unit Trust Managers Limited on 16 November 2020 and is signed on their behalf by:



**J. Needham**  
Chief Executive Officer

# WESLEYAN INTERNATIONAL GROWTH FUND continued

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Interim

Group 1: units purchased prior to 1 July 2019

Group 2: units purchased on or after 1 July 2019 and on or before 31 December 2019

Class A Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	-	-	-	-
Group 2	-	-	-	-

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	-	-	-	-
Group 2	-	-	-	-

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.0905	-	0.0905	0.2553
Group 2	-	0.0905	0.0905	0.2553

**Distribution tables (pence per unit)****Final**

Group 1 - units purchased prior to 1 January 2020

Group 2 - units purchased on or after 1 January 2020 and on or before 30 June 2020

Class A Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.3919	-	0.3919	0.9779
Group 2	0.1100	0.2819	0.3919	0.9779

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	-	-	-	0.3940
Group 2	-	-	-	0.3940

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.9237	-	0.9237	1.2847
Group 2	0.4913	0.4324	0.9237	1.2847

**Corporate unitholders' information**

For corporate unitholders, all of the income relating to the distribution is 100% franked.

**Equalisation**

Many funds receive dividends from the companies they invest in. These payments are added to the fund's cash reserve. As this reserve grows, so does the fund's net asset value, which in turn increases the offer price for the fund's units.

At the point of the fund's next dividend payment date, these dividends are paid out to the fund's unitholders and no longer form part of the fund's cash reserve. This usually causes the unit price of the fund to fall.

Group 1 and 2 (see top of the page for dates) unitholders receive the same dividend amount per unit. Group 1 payments entirely comprise of income and therefore Equalisation does not apply to this group.

Group 2 payments take into account two components as they are between two dividend dates. Part of the payment for Group 2 unitholders comes from the income that accumulated from the date of unit purchase. The second part comes from partial returns on units that were bought at a higher price when the cash reserve grew. This is known as capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.



# WESLEYAN LOW RISK / REWARD GROWTH FUND

## FUND REVIEW

This is the full-year report for the Wesleyan Low Risk/Reward Growth Fund covering the year to 30 June 2020. The underlying unit price performance generated a return of -2.41% over the period compared to the IA Mixed Investment 0%-35% Shares sector average of 1.27%\*.

The fund's overall performance is disappointing, after a very strong performance during the first six months of the reporting period. However, in the most recent six months, the portfolio's bias towards UK equities and corporate bonds – which underperformed UK government bonds (gilts) – adversely affected performance.

At the start of 2020, we believed that UK equities would be a strong performer relative to other developed equity markets, partly due to more clarity resulting from the decisive general election result in December 2019 and as progress was made on Brexit negotiations with the EU.

However, we were cautious on the valuation levels of the gilt market, in particular long-dated gilts which only yielded just above 1% at the start of 2020. Therefore, we positioned the portfolio mainly in short-to medium-dated bonds, which have not performed as strongly as longer-dated gilts in the first six months of 2020.

In addition, our high equity weighting at the start of the year contributed to the fund underperforming peers, as equities came under pressure from the economic effects of the measures taken to protect against

COVID-19. UK equities fell 35% from their peak during March and underperformed global peers, partly due to their bias towards the financial and energy sectors, both of which suffered disproportionately during the downturn. The fund's corporate bond portfolio was also badly affected by the fragility of the equity market, as investors became concerned about the ability of some companies to manage their debts.

Our contracyclical approach to investing means that we buy equities during periods of market weakness. This means that in times of falling markets we sometimes invest earlier than others, as we try to position the equity portfolio to benefit from the anticipated economic recovery.

The recent turbulence in equity markets led to a 'flight to quality', with investors seeking safety in gilts. This also meant that corporate bonds underperformed gilts, as the difference in the yield between a government bond and a corporate bond increased dramatically during the worst of the equity market fall. The 'bounce backs' that followed resulted in around half of this underperformance being recovered.

The full list of portfolio holdings can be found later in this report.

## Fund outlook

Financial markets still face several sources of uncertainty: beating COVID-19, the ongoing Brexit trade deal negotiations, increased geopolitical tensions, and the US presidential election later this year.

We expect interest rates to remain at very low levels for years to come and for equities to be the best-performing asset class over the long term. Although dividend payments have been suspended by a number of companies, from a bond holder's perspective this should serve to strengthen their balance sheets. The economic downturn that has followed from measures to protect the population against COVID-19 means that many companies will have to 'right size' themselves. This may mean that they are stronger once the world normalises, with a lower cost base, which will be better over the long term but potentially painful for equity holders in the short term.

Short-dated gilts are valued on negative yields at the time of writing. This reflects the market's view that there will be low interest rates for many years to come as well as the possibility of negative interest rates, and that some investors are prepared to pay in order to own 'safe' government bonds.

Based on current valuations, we expect to position the gilt portfolio towards shorter-duration bonds, which will provide more downside protection if interest rates rise. We will seek to add value by buying medium- or long-dated bonds in times of price weakness, constantly looking for suitable trading opportunities – a strategy that we have successfully followed for a number of years.

\* Source: FE fundinfo. Fund shown is the X-Class Accumulation series, bid prices at noon.

## GENERAL INFORMATION

### Investment objective and policy

The fund aims to provide capital growth over a period of at least five years. We measure the success of the fund as outperforming a benchmark over a rolling 5-year period. We do this by comparing the investment performance, before fees and charges, to a composite benchmark which reflects the current risk rating of the fund.

The composite benchmark is composed as follows: 22.5% FTSE All-Share - Total Return, 7.5% FTSE Developed ex UK - Total Return, 32.5% FTSE Actuaries UK Conventional Gilts All Stocks – Total Return, 32.5% iBoxx £ Corporates – Total Return Indices and 5% SONIA interest rate benchmark. Invested capital is however at risk and there is no guarantee that the objective will be attained over this or any period.

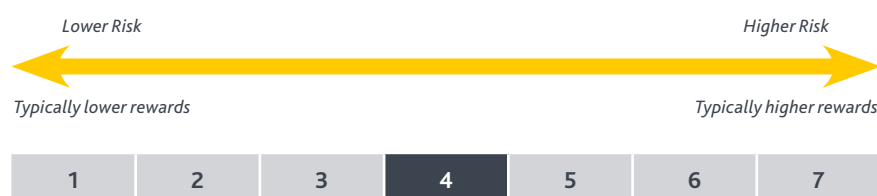
The Fund will invest predominantly in a diversified portfolio of government bonds, corporate bonds, UK and International equities and cash.

Investment will generally be made in sterling denominated assets but the Fund may at the Manager's discretion invest in non-Sterling denominated assets.

The Fund may also invest in other fixed interest and transferable securities, near cash, deposits, money-market instruments and other collective investment schemes. More than 35% of the Fund may be invested in government and public securities issued by or on behalf of or guaranteed by the Government of the United Kingdom.

The Fund may use derivatives for the purposes of efficient portfolio management.

### Risk and reward profile



The risk category is based on the rate the fund's value has moved up and down in the past and has increased from the prior year.

The fund's value can be influenced by changes in stock market prices, currencies and interest rates which can be affected by factors such as political and economic events.

This risk category is calculated in line with European Securities Markets Authority (ESMA) rules using historical data.

This is not a guarantee and may not be a reliable indication of the fund's future risk and reward category.

A fund in the lowest category does not mean a 'risk free' investment.

A fuller explanation of the risk and reward profile and how it can move up and down based on the market volatility, is contained in the fund's Key Investor Information Document (KIID). KIIDs are available at [www.wesleyan.co.uk/fund-prices](http://www.wesleyan.co.uk/fund-prices)

More information about fund performance, including benchmarks and comparisons, can be found later in this report.

Charges	Class B	Class X
Initial charge*	3%	3%
Annual management charge**	1.5%	1%

\*built into the price of the unit

\*\*% per annum of the Net Asset Value

## INCOME ALLOCATION DATES

Final	31 August
Interim	Last day of February



# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Unless otherwise stated, all holdings are quoted in ordinary shares and listed on a recognised exchange. Percentages in brackets shows the equivalent sector contribution as at 30 June 2019.

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>EQUITIES</b>			
<b>United Kingdom - 23.74% (28.20%)</b>			
<b>Oil &amp; Gas - 1.70% (3.19%)</b>			
70,000	BP	215,005	0.82
10,000	John Wood	19,365	0.07
111	Royal Dutch Shell 'A'	1,429	0.01
17,050	Royal Dutch Shell 'B'	208,692	0.80
<b>Total Oil &amp; Gas</b>		<b>444,491</b>	<b>1.70</b>
<b>Basic Materials - 1.36% (1.09%)</b>			
6,500	BHP Group	107,523	0.41
1,500	Johnson Matthey	31,455	0.12
4,800	Rio Tinto	218,328	0.83
<b>Total Basic Materials</b>		<b>357,306</b>	<b>1.36</b>
<b>Industrials - 2.48% (2.86%)</b>			
10,000	Babcock International	31,020	0.12
24,000	BAE Systems	116,016	0.44
22,500	Balfour Beatty	58,635	0.22
3,000	Bunzl	64,980	0.25
7,440	Capita	3,280	0.01
35,000	Equiniti	50,680	0.19
5,000	IMI	46,125	0.17
56,799	Melrose Industries	64,751	0.25
2,500	Morgan Sindall	30,750	0.12
12,500	Rolls-Royce	35,675	0.14
30,000	Senior	20,955	0.08
3,000	Smiths Group	42,195	0.16
2,500	Travis Perkins	28,137	0.11
15,000	Vesuvius	58,140	0.22
<b>Total Industrials</b>		<b>651,339</b>	<b>2.48</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Consumer Goods - 2.11% (2.69%)</b>			
2,700	Associated British Foods	51,705	0.20
4,000	Diageo	107,260	0.41
2,500	Persimmon	57,150	0.22
2,250	Reckitt Benckiser	167,220	0.64
30,000	Taylor Wimpey	42,705	0.16
2,900	Unilever	126,295	0.48
<b>Total Consumer Goods</b>		<b>552,335</b>	<b>2.11</b>
<b>Healthcare - 2.14% (1.97%)</b>			
3,000	AstraZeneca	252,630	0.97
18,794	GlaxoSmithKline	307,507	1.17
<b>Total Healthcare</b>		<b>560,137</b>	<b>2.14</b>
<b>Consumer Services - 2.26% (3.05%)</b>			
6,307	Compass Group	70,134	0.27
2,137	InterContinental Hotels	76,184	0.29
65,000	ITV	48,529	0.19
25,000	Marks & Spencer	24,740	0.09
70,000	Marston's	37,135	0.14
27,500	Sainsbury (J)	57,393	0.22
75,000	Tesco	171,075	0.65
4,875	Whitbread	108,079	0.41
<b>Total Consumer Services</b>		<b>593,269</b>	<b>2.26</b>
<b>Telecommunications - 0.95% (0.89%)</b>			
110,000	BT	125,455	0.48
96,000	Vodafone	123,706	0.47
<b>Total Telecommunications</b>		<b>249,161</b>	<b>0.95</b>
<b>Utilities - 1.66% (1.32%)</b>			
25,000	Centrica	9,635	0.04
17,083	National Grid	168,814	0.65
3,000	Severn Trent	74,370	0.28
10,000	SSE	136,450	0.52
5,000	United Utilities	45,510	0.17
<b>Total Utilities</b>		<b>434,779</b>	<b>1.66</b>
<b>Financials - 7.99% (9.90%)</b>			
13,898	Aviva	38,025	0.14
102,500	Barclays	117,260	0.45
47,500	CC Japan Income & Growth Trust*	56,050	0.21
75,000	Downing Strategic Micro Cap*	35,250	0.13
100,000	Empiric Student Property	57,900	0.22

# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
31,000	GCP Student Living REIT	38,378	0.15
50,000	Grainger Trust*	143,000	0.54
97,203	Greencoat UK Wind	139,389	0.53
10,000	Hammerson REIT	8,026	0.03
74,722	HICL Infrastructure*	128,821	0.49
22,500	HSBC Holdings (London listed)	85,140	0.32
7,750	Land Securities REIT	42,858	0.16
40,000	Legal & General	88,360	0.34
380,000	Lloyds Banking	118,465	0.45
66,440	LXi REIT	74,811	0.29
27,500	OneSavings Bank	72,985	0.28
15,520	Paragon Banking	54,320	0.21
58,410	PRS REIT	43,107	0.16
15,000	Prudential	182,775	0.70
100,000	Residential Secure REIT	88,800	0.34
40,000	Royal Bank of Scotland	48,620	0.19
8,728	RSA Insurance	35,767	0.14
50,000	Schroder European REIT	34,800	0.13
9,923	St. James's Place Capital	94,546	0.36
12,424	St. Modwen Properties	42,863	0.16
158,500	Supermarket Income REIT	175,935	0.67
1,000	Tritax Big Box REIT	1,450	0.01
48,500	Tritax Euro Box REIT	48,985	0.19
<b>Total Financials</b>		<b>2,096,686</b>	<b>7.99</b>
<b>Technology - 0.32% (0.46%)</b>			
12,500	Sage	83,925	0.32
<b>Total Technology</b>		<b>83,925</b>	<b>0.32</b>
<b>Other Equities - 0.77% (0.78%)</b>			
50,000	M&G Prudential	83,750	0.32
24,808	Tatton Asset Management	70,951	0.27
43,332	XPS Pensions	48,099	0.18
<b>Total Other Equities</b>		<b>202,800</b>	<b>0.77</b>
<b>Total United Kingdom</b>		<b>6,226,228</b>	<b>23.74</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Channel Islands - 3.30% (2.78%)</b>			
<b>Basic Materials - 0.59% (0.51%)</b>			
90,000	Glencore	154,098	0.59
	<b>Total Basic Materials</b>	<b>154,098</b>	<b>0.59</b>
<b>Financials - 2.71% (2.27%)</b>			
34,414	Foresight Solar	37,511	0.14
100,000	GCP Asset Backed Income Fund	87,000	0.33
60,000	International Public Partnerships*	100,800	0.38
50,000	JLEN Environmental Assets	59,000	0.23
50,000	Man Group	65,275	0.25
75,000	Merian Chrysalis Investment	85,125	0.32
105,137	Sequoia Economic Infrastructure Income Fund*	109,342	0.42
132,356	The Renewables Infrastructure Group*	167,298	0.64
	<b>Total Financials</b>	<b>711,351</b>	<b>2.71</b>
	<b>Total Channel Islands</b>	<b>865,449</b>	<b>3.30</b>
<b>Germany - 0.54% (0.84%)</b>			
<b>Basic Materials - 0.13% (0.15%)</b>			
586	Bayer	35,295	0.13
	<b>Total Basic Materials</b>	<b>35,295</b>	<b>0.13</b>
<b>Consumer Goods - 0.26% (0.33%)</b>			
1,000	Henkel	67,674	0.26
	<b>Total Consumer Goods</b>	<b>67,674</b>	<b>0.26</b>
<b>Consumer Services - 0.15% (0.36%)</b>			
10,000	TUI AG	38,090	0.15
	<b>Total Consumer Services</b>	<b>38,090</b>	<b>0.15</b>
	<b>Total Germany</b>	<b>141,059</b>	<b>0.54</b>
<b>Luxembourg - 0.51% (0.57%)</b>			
<b>Financials - 0.51% (0.57%)</b>			
81,769	Bilfinger Berger Global Infrastructure	133,283	0.51
	<b>Total Financials</b>	<b>133,283</b>	<b>0.51</b>
	<b>Total Luxembourg</b>	<b>133,283</b>	<b>0.51</b>
<b>Netherlands - 0.21% (0.42%)</b>			
<b>Financials - 0.21% (0.42%)</b>			
10,000	ING Groep NV	56,330	0.21
	<b>Total Financials</b>	<b>56,330</b>	<b>0.21</b>
	<b>Total Netherlands</b>	<b>56,330</b>	<b>0.21</b>
<b>Total Equities</b>		<b>7,422,349</b>	<b>28.30</b>

# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Nominal Value	Investment	Bid-market value £	Percentage of total net assets %
<b>BONDS</b>			
<b>Corporate Bonds - 36.39% (36.17%)</b>			
£100,000	3i Group 3.75% 05.06.2040	104,503	0.39
£200,000	3i Group 5.75% 03.12.2032	258,728	0.99
£100,000	Anglian Water Services Financing 2.625% 15.06.2027	99,379	0.38
£200,000	Anheuser Busch 2.25% 24.05.2029	206,551	0.79
£200,000	Apple 3.05% 31.07.2029	238,983	0.91
£100,000	Aviva 4% VRN 03.06.2055	100,665	0.38
£125,000	Barclays 3.125% 17.01.2024	129,937	0.50
£200,000	BG Energy Capital 5% 04.11.2036	294,332	1.12
£150,000	BP Capital Markets 2.03% 14.02.2025	156,062	0.59
£177,000	BP Capital Markets 2.274% 03.07.2026	188,365	0.72
£150,000	British Telecommunications 3.125% 21.11.2031	165,229	0.63
£100,000	BUPA Finance 5% 08.12.2026	109,796	0.42
£100,000	Centrica 4.375% 13.03.2029	117,297	0.45
£100,000	Close Brothers Group 4.25% VRN 24.01.2027	102,130	0.39
£100,000	Coöperatieve Rabobank 5.25% 14.09.2027	120,306	0.46
£100,000	DWR Cymru Financing 1.625% 31.03.2026	100,368	0.38
£150,000	Electricité de France 6.125% 02.06.2034	218,674	0.83
£300,000	Equinor 6.875% 11.03.2031	462,714	1.76
£137,000	Gatwick Funding 3.125% 28.09.2041	134,102	0.51
£100,000	Hammerson 3.5% 27.10.2025	88,633	0.34
£300,000	Henkel AG Co KGaA 1.25% 30.09.2026	306,190	1.17
£175,000	HSBC 6% 29.03.2040	223,231	0.85
£106,000	HSBC Bank 5.375% 04.11.2030	122,668	0.47
£100,000	ING Groep 3% 18.02.2026	108,023	0.41
£125,000	InterContinental Hotels Group 2.125% 24.08.2026	118,493	0.45
£100,000	Intu Debenture 5.562% 31.12.2027	42,306	0.16
£100,000	John Lewis 6.125% 21.01.2025	103,122	0.39
£250,000	Land Securities Capital Markets 1.974% 08.02.2026	255,853	0.98
£200,000	Leeds Building Society 3.75% VRN 25.04.2029	199,771	0.76
£200,000	Legal & General Finance 5.875% 11.12.2031	291,167	1.11
£107,000	Legal & General Group 3.75% VRN 26.11.2049	104,931	0.40
£117,000	Lloyds Banking Group 2.25% 16.10.2024	120,590	0.46
£200,000	Longstone Finance 4.774% 19.04.2036	243,309	0.93
£136,000	M&G 5.625% VRN 20.10.2051	146,652	0.56
£100,000	Manchester Airport Group Funding 2.875% 31.03.2039	98,457	0.38
£150,000	Marks & Spencer 4.75% 12.06.2025	160,388	0.61
£125,000	Marstons Issuer 5.1774% VRN 15.07.2032	124,945	0.48
£100,000	Mondelez International 4.5% 03.12.2035	115,036	0.44
£125,000	Next 4.375% 02.10.2026	132,302	0.50
£100,000	Next 5.375% 26.10.2021	103,379	0.39



Nominal Value	Investment	Bid-market value £	Percentage of total net assets %
£100,000	Northumbrian Water Finance 1.625% 11.10.2026	102,785	0.39
£100,000	Prudential 5.875% 11.05.2029	132,398	0.50
£100,000	Prudential 6.875% 20.01.2023	114,260	0.44
£100,000	Reckitt Benckiser Treasury Services 1.75% 19.05.2032	104,083	0.40
£100,000	Scottish & Southern Energy 6.25% 27.08.2038	163,770	0.62
£150,000	Segro 2.875% 11.10.2037	165,701	0.63
£160,000	Severn Trent Water Utilities 2.75% 05.12.2031	183,568	0.70
£100,000	Sky 6% 21.05.2027	132,757	0.51
£250,000	Society of Lloyds 4.875% VRN 07.02.2047	257,241	0.98
£216,000	Southern Water Services Finance 2.375% 28.05.2028	219,090	0.84
£107,000	Thames Water Utilities Cayman Finance 2.625% 24.01.2032	115,198	0.44
£105,000	Unilever 1.5% 22.07.2026	110,884	0.42
£101,000	Vodafone Group 5.9% 26.11.2032	145,797	0.56
£150,000	Wales & West Utilities Finance 5% 07.03.2028	191,492	0.73
£200,000	Wells Fargo 2% 28.07.2025	204,784	0.78
£122,000	Wells Fargo 2.125% 20.12.2023	125,179	0.48
£200,000	Western Power Distribution South West 2.375% 16.05.2029	213,271	0.81
£200,000	Whitbread Group 3.375% 16.10.2025	198,080	0.75
£100,000	Yorkshire Water 6.6011% 17.04.2031	148,631	0.57
<b>Total Corporate Bonds</b>		<b>9,546,536</b>	<b>36.39</b>
<b>Government Bonds - 29.94% (26.53%)</b>			
£500,000	UK Treasury 0% 14.09.2020	500,025	1.91
£500,000	UK Treasury 0% 05.10.2020	499,970	1.90
£500,000	UK Treasury 0% 12.10.2020	500,015	1.91
£500,000	UK Treasury 0% 09.11.2020	499,945	1.91
£500,000	UK Treasury 0.125% 31.01.2023	502,100	1.91
£200,000	UK Treasury 0.75% 22.07.2023	205,010	0.78
£250,000	UK Treasury 1.5% 22.01.2021	252,070	0.96
£500,000	UK Treasury 2% 22.07.2020	500,515	1.91
£600,000	UK Treasury 3.25% 22.01.2044	942,426	3.59
£300,000	UK Treasury 4.25% 07.12.2027	394,227	1.50
£200,000	UK Treasury 4.25% 07.06.2032	293,070	1.12
£250,000	UK Treasury 4.5% 07.09.2034	391,465	1.49
£400,000	UK Treasury 4.5% 07.12.2042	726,444	2.77
£400,000	UK Treasury 4.75% 07.12.2030	589,380	2.25
£250,000	UK Treasury 5% 07.03.2025	309,228	1.18
£500,000	UK Treasury 6% 07.12.2028	747,510	2.85
<b>Total Government Bonds</b>		<b>7,853,400</b>	<b>29.94</b>
<b>Government Index-Linked - 0.61% (0.00%)</b>			
£100,000	UK Treasury 0.125% IL 22.03.2029	159,644	0.61
<b>Total Government Index-Linked</b>		<b>159,644</b>	<b>0.61</b>
<b>Total Bonds</b>		<b>17,559,580</b>	<b>66.94</b>
<b>Portfolio of investments</b>		<b>24,981,929</b>	<b>95.24</b>
<b>Net other assets</b>		<b>1,248,140</b>	<b>4.76</b>
<b>Net assets</b>		<b>26,230,069</b>	<b>100.00</b>

\*UK-listed investment trust.

# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## SUMMARY OF MATERIAL PORTFOLIO CHANGES for the year ended 30 June 2020

Total Purchases		£18,079,012
Purchases		Cost £
UK Treasury 4.5% 07.12.2042		1,444,048
UK Treasury 4.25% 07.12.2046		1,077,250
UK Treasury 3.25% 22.01.2044		938,403
UK Treasury 4.75% 07.12.2030		707,330
UK Treasury 6% 07.12.2028		524,717
UK Treasury 4.25% 07.03.2036		511,861
UK Treasury 3.75% 07.09.2020		510,020
UK Treasury 0% 06.04.2020		499,793
UK Treasury 0% 22.06.2020		499,758
UK Treasury 0% 09.11.2020		499,591
UK Treasury 0% 05.10.2020		499,432
UK Treasury 0.125% 31.01.2023		499,390
UK Treasury 0% 14.09.2020		499,382
UK Treasury 0% 12.10.2020		499,373
UK Treasury 0% 01.06.2020		498,068
UK Treasury 0.125% IL 22.03.2029		467,524
UK Treasury 4.25% 07.06.2032		435,030
UK Treasury 1.25% IL 22.11.2032		406,402
UK Treasury 4.5% 07.09.2034		367,293
Equinor 6.875% 11.03.2031		317,070

Total Sales		£12,610,809
Sales		Proceeds £
UK Treasury 4.25% 07.12.2046		1,085,195
UK Treasury 4.5% 07.12.2042		732,296
UK Treasury 4.25% 07.03.2036		522,916
UK Treasury 1.75% 07.09.2022		520,233
UK Treasury 3.75% 07.09.2020		506,438
UK Treasury 0% 19.08.2019		500,000
UK Treasury 0% 02.12.2019		500,000
UK Treasury 0% 06.04.2020		500,000
UK Treasury 0% 01.06.2020		500,000
UK Treasury 0% 22.06.2020		500,000
UK Treasury 0% 30.09.2019		500,000
UK Treasury 4.25% 07.06.2032		435,804
UK Treasury 1.25% IL 22.11.2032		415,369
UK Treasury 4.5% 07.09.2034		369,813
UK Treasury 0.125% IL 22.03.2029		314,468
UK Treasury 0.75% 22.07.2023		307,284
Henkel AG Co KGaA 1% 30.09.2022		300,810
UK Treasury 2% IL 26.01.2035		295,513
UK Treasury 1.5% 22.07.2047		287,983
UK Treasury 4.75% 07.03.2020		255,425

# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## COMPARATIVE TABLES

Class B – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	113.89	110.14	107.40
Return before operating charges*	(5.36)	5.60	4.54
Operating charges	1.90	(1.85)	(1.80)
Return after operating charges*	(3.46)	3.75	2.74
Distributions on accumulation units	(0.85)	(1.24)	(1.02)
Retained distributions on accumulation units	0.85	1.24	1.02
Closing net asset value per unit	110.43	113.89	110.14
<i>*after direct transactions costs<sup>1</sup> of:</i>	0.04	0.07	0.08
<b>Performance</b>			
Return after charges	(3.04%)	3.40%	2.55%
Sector: IA Mixed Investments 0-35%	1.27%	3.20%	1.34%
Composite benchmark <sup>2</sup>	(1.24%)*		
<b>Other information</b>			
Closing net asset value (£)	18,264,446	17,205,161	15,501,633
Closing number of units	16,539,763	15,106,676	14,074,386
Operating charges	1.67%	1.67%	1.66%
Direct transaction costs	0.03%	0.06%	0.07%
<b>Prices</b>			
Highest unit price	123.27p	118.13p	111.11p
Lowest unit price	98.22p	106.79p	105.25p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 23.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	115.65	111.26	107.94
Return before operating charges*	(4.30)	5.71	4.59
Operating charges	1.35	(1.32)	(1.27)
Return after operating charges*	(2.95)	4.39	3.32
Distributions on accumulation units	(1.44)	(1.82)	(1.58)
Retained distributions on accumulation units	1.44	1.82	1.58
Closing net asset value per unit	112.70	115.65	111.26
<i>*after direct transactions costs<sup>1</sup> of:</i>	0.04	0.07	0.08
<b>Performance</b>			
Return after charges	(2.55)%	3.95%	3.08%
Sector: IA Mixed Investments 0-35%	1.27%	3.20%	1.34%
Composite benchmark <sup>2</sup>	(1.24%)*		
<b>Other information</b>			
Closing net asset value (£)	6,745,907	3,169,459	1,226,164
Closing number of units	5,985,661	2,740,655	1,102,026
Operating charges	1.17%	1.18%	1.16%
Direct transaction costs	0.03%	0.06%	0.07%
<b>Prices</b>			
Highest unit price	125.54p	119.94p	112.25p
Lowest unit price	100.12p	108.18p	106.15p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 23.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## COMPARATIVE TABLES

Class B – Income	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	110.76	108.32	106.59
Return before operating charges*	(5.19)	5.46	4.52
Operating charges	1.84	(1.81)	(1.78)
Return after operating charges*	(3.35)	3.65	2.74
Distributions on income units	(0.82)	(1.21)	(1.01)
Closing net asset value per unit	106.59	110.76	108.32
*after direct transactions costs <sup>1</sup> of:	0.04	0.07	0.07
<b>Performance</b>			
Return after charges	(3.02%)	3.37%	2.57%
Sector: IA Mixed Investments 0-35%	1.27%	3.20%	1.34%
Composite benchmark <sup>2</sup>	(1.24%)*		
<b>Other information</b>			
Closing net asset value (£)	1,140,757	1,143,693	1,123,414
Closing number of units	1,070,207	1,032,629	1,037,172
Operating charges	1.67%	1.67%	1.66%
Direct transaction costs	0.03%	0.06%	0.07%
<b>Prices</b>			
Highest unit price	119.29p	115.55p	109.82p
Lowest unit price	95.03p	104.95p	104.02p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 23.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Income	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	110.78	108.34	106.60
Return before operating charges*	(4.09)	5.47	4.54
Operating charges	1.29	(1.27)	(1.25)
Return after operating charges*	(2.80)	4.20	3.29
Distributions on income units	(1.38)	(1.76)	(1.55)
Closing net asset value per unit	106.60	110.78	108.34
<i>*after direct transactions costs<sup>1</sup> of:</i>	0.04	0.07	0.07
<b>Performance</b>			
Return after charges	(2.53%)	3.88%	3.09%
Sector: IA Mixed Investments 0-35%	1.27%	3.20%	1.34%
Composite benchmark <sup>2</sup>	(1.24%)*		
<b>Other information</b>			
Closing net asset value (£)	78,959	60,927	59,585
Closing number of units	74,073	55,000	55,000
Operating charges	1.17%	1.17%	1.16%
Direct transaction costs	0.03%	0.06%	0.07%
<b>Prices</b>			
Highest unit price	119.36p	115.84p	110.09p
Lowest unit price	95.15p	105.06p	104.10p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 23.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Past performance is not a guide to future performance. The price of units and distributions credited may go down as well as up. Investments in unit trusts should normally be regarded as long-term investments.



# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## STATEMENT OF TOTAL RETURN for the year ended 30 June 2020

		30 June 2020		30 June 2019	
	Notes	£	£	£	£
Income					
Net capital (losses) / gains	2		(963,700)		450,595
Revenue	3	578,698		549,562	
Expenses	4	(373,250)		(315,766)	
Net revenue before taxation		205,448		233,796	
Taxation	5	(4,872)		(4,006)	
Net revenue after taxation			200,576		229,790
<b>Total return before distributions</b>			<b>(763,124)</b>		<b>680,385</b>
Distributions	6		(200,579)		(229,785)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>(963,703)</b>		<b>450,600</b>

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS for the year ended 30 June 2020

		30 June 2020		30 June 2019	
		£	£	£	£
<b>Opening net assets attributable to unitholders</b>			<b>21,579,240</b>		<b>17,910,796</b>
Amounts receivable on issue of units		7,760,735		4,600,842	
Amounts payable on cancellation of units		(2,354,027)		(1,610,843)	
			5,406,708		2,989,999
Change in net assets attributable to unitholders from investment activities			(963,703)		450,600
Retained distribution on accumulation units			207,824		227,845
<b>Closing net assets attributable to unitholders</b>			<b>26,230,069</b>		<b>21,579,240</b>

## BALANCE SHEET as at 30 June 2020

		30 June 2020		30 June 2019	
	Notes	£	£	£	£
<b>Assets</b>					
Investments			24,981,929		20,609,676
<b>Current assets</b>					
Debtors	8	255,499		244,534	
Cash and bank balances		1,055,189		1,023,595	
			1,310,688		1,268,129
Total assets			26,292,617		21,877,805
<b>Liabilities</b>					
Creditors					
Other creditors	9	(58,714)		(290,690)	
Distribution payable on income units		(3,834)		(7,875)	
Total liabilities			(62,548)		(298,565)
<b>Net assets attributable to unitholders</b>			<b>26,230,069</b>		<b>21,579,240</b>

This report was approved by the Directors of Wesleyan Unit Trust Managers Limited on 16 November 2020 and is signed on their behalf by:



**J. Needham**  
Chief Executive Officer

# WESLEYAN LOW RISK / REWARD GROWTH FUND continued

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Interim

Group 1: units purchased prior to 1 July 2019

Group 2: units purchased on or after 1 July 2019 and on or before 31 December 2019

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.5223	-	0.5223	0.5129
Group 2	0.1642	0.3581	0.5223	0.5129

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.8299	-	0.8299	0.8000
Group 2	0.4482	0.3817	0.8299	0.8000

Class B Income Units	Net Income	Equalisation	Paid 28 February 2020	Paid 28 February 2019
Group 1	0.5065	-	0.5065	0.5028
Group 2	0.1813	0.3252	0.5065	0.5028

Class X Income Units	Net Income	Equalisation	Paid 28 February 2020	Paid 28 February 2019
Group 1	0.7907	-	0.7907	0.7744
Group 2	0.3722	0.4185	0.7907	0.7744

## Distribution tables (pence per unit)

### Final

Group 1: units purchased prior to 1 January 2020

Group 2: units purchased on or after 1 January 2020 and on or before 30 June 2020

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.3284	-	0.3284	0.7263
Group 2	0.1420	0.1864	0.3284	0.7263

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.6078	-	0.6078	1.0189
Group 2	0.2911	0.3167	0.6078	1.0189

Class B Income Units	Net Income	Equalisation	Paid 28 August 2020	Paid 31 August 2019
Group 1	0.3176	-	0.3176	0.7103
Group 2	0.0833	0.2343	0.3176	0.7103

Class X Income Units	Net Income	Equalisation	Paid 28 August 2020	Paid 31 August 2019
Group 1	0.5875	-	0.5875	0.9823
Group 2	0.1782	0.4093	0.5875	0.9823

## Corporate unitholders information

For corporate unitholders, all of the income relating to the distribution is 100% unfranked.

### Equalisation

Many funds receive dividends from the companies they invest in. These payments are added to the fund's cash reserve. As this reserve grows, so does the fund's net asset value, which in turn increases the offer price for the fund's units.

At the point of the fund's next dividend payment date, these dividends are paid out to the fund's unitholders and no longer form part of the fund's cash reserve. This usually causes the unit price of the fund to fall.

Group 1 and 2 (see top of the page for dates) unitholders receive the same dividend amount per unit. Group 1 payments entirely comprise of income and therefore Equalisation does not apply to this group.

Group 2 payments take into account two components as they are between two dividend dates. Part of the payment for Group 2 unitholders comes from the income that accumulated from the date of unit purchase. The second part comes from partial returns on units that were bought at a higher price when the cash reserve grew. This is known as capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.



# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

## FUND REVIEW

This is the full-year report for the Wesleyan Moderate-High Risk/Reward Income Fund covering the year to 30 June 2020. The underlying unit price performance generated a return of -7.91% compared to the IA Mixed Investment 40-85% sector that returned -0.11%\*

Events that would typically span years have been compressed into months, as the world has been forced to adapt to the COVID-19 pandemic. Confronted with a highly transmissible virus, many countries restricted mobility to reduce the spread, and large parts of the global economy were closed. Governments have responded with varying policies but are focusing on protecting jobs and the vulnerable, as the virus has a disproportionate impact on low-income earners.

Global equity markets finished the year to 30 June 2020 up just over 5%, although this masks the 25% decline we saw after the market peaked on 20 February. However, markets have largely recovered, as central banks and governments responded to the pandemic with an unprecedented level of economic stimulus. The UK government bond market (gilts) performed strongly (up 11% over the 12 months) as investors sought 'safe haven' assets. The UK corporate bond market, meanwhile, was also up over 6%, as the support packages on offer are expected to assist companies and households through the pandemic.

The fund has underperformed the sector by 7.8%, driven by several major factors. Firstly, the fund has been weighted towards equities with a strong relative bias towards the UK equity market, which has underperformed its global peers – the UK declined by 13% over the period, while the rest of the global equity market rose by 7.7%, dominated by the US and technology giants. The second

area to highlight is the lower percentage of the fund allocated to gilts, particularly those with longer maturity dates, which performed strongly in the period as investors sought 'safe' assets.

The largest positive contributors to the fund's performance include Microsoft, Novo Nordisk (leading insulin maker), Reckitt Benckiser (household products), and AstraZeneca. The biggest detractors from performance have come from the fund's underweight, yet still significant, positions in energy giants Shell and BP, as the oil price declined significantly during the escalating pandemic. The fund added to both holdings over the period as, in our view, market expectations around future oil prices had become too pessimistic. Other detractors from performance included InterContinental Hotels (international hotel operator) and Diageo (beverages).

Trading activity in the second half of the reporting period – as well as the names already mentioned – included additions to several existing holdings, such as Diageo and Fever-Tree (beverages), Hargreaves Lansdown (wealth management platform) and Bunzl (distribution). The fund created a new position in Carnival (cruise operator) over the period.

The fund sold its positions in HICL Infrastructure and LXI REIT, as their strong performance was a useful source of cash to invest in other opportunities that arose from the recent market volatility. In the corporate bond portfolio, the fund acquired a new bond holding issued by Nationwide Building Society.

The full list of portfolio holdings can be found later in this report.

## Fund outlook

The short-term economic outlook remains uncertain. Inflation expectations are modest, while GDP in most countries is expected to

recover to 2019 levels in the next few years. The recovery is broadly expected to be 'V- or U-shaped', although we are watching closely to see if the recovery can be sustained.

There are a number of obstacles facing the global economy, which we are closely monitoring, and these must be overcome in order to continue the recovery from the impact of the pandemic. Firstly, the international community needs to effectively manage any re-emergences of the virus. Secondly, it must carefully handle the gradual withdrawal of stimulus measures, such as various international furlough schemes that have been supporting employment. Many economies are being left with elevated debt piles as a result of tackling the crisis, which will also need to be managed well to minimise any negative impact on future economic growth.

Political risks around the world have risen too. China, for example, has taken a more assertive stance on several issues, including the new Hong Kong security law. As a result, tensions have grown between China and several major developed economies, most notably the US, UK and Australia. A misstep or misunderstanding on either side, with any of these parties, could potentially escalate quickly.

Investment markets are likely to remain volatile for some time, as some sectors and asset classes disappoint or experience setbacks. We continue to view valuations in government bond markets as relatively unattractive over the prescribed investment horizon and intend to remain more heavily allocated towards equities. Our investment process leads us to review and add to positions in companies that have been overlooked by the market, focusing on businesses we believe are high quality and offer long-term potential. We are already seeing some good opportunities and have been adding new holdings to the portfolio since the period end.

## GENERAL INFORMATION

### Investment objective and policy

The fund aims to provide capital/income growth over a period of at least five years. We measure the success of the fund as outperforming a benchmark over a rolling 5- year period. We do this by comparing the investment performance, before fees and charges, to a composite benchmark which reflects the current risk rating of the fund.

The composite benchmark is composed as follows: 55% FTSE All-Share - Total Return, 15% FTSE Developed ex UK - Total Return, 5% FTSE Emerging Markets – Total Return, 10% FTSE Actuaries UK Conventional Bonds Gilts All Stocks – Total Return, 10% iBoxx £ Corporates – Total Return Indices and 5% SONIA interest rate benchmark. Invested capital is however at risk and there is no guarantee that the objective will be attained over this or any period.

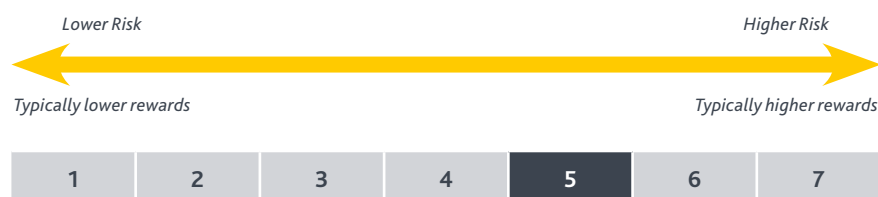
The Fund will invest in UK and international equities (largely dividend paying) with the remainder largely being invested in fixed interest securities.

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

More than 35% of the Fund may be invested in government and public securities issued by or on behalf of or guaranteed by the Government of the United Kingdom.

The Fund may use derivatives for the purpose of efficient portfolio management.

### Risk and reward profile



The risk category is based on the rate the fund's value has moved up and down in the past and has increased from the prior year.

The fund's value can be influenced by changes in stock market prices, currencies and interest rates which can be affected by factors such as political and economic events.

This risk category is calculated in line with European Securities Markets Authority (ESMA) rules using historical data.

This is not a guarantee and may not be a reliable indication of the fund's future risk and reward category.

A fund in the lowest category does not mean a 'risk free' investment.

A fuller explanation of the risk and reward profile and how it can move up and down based on the market volatility, is contained in the fund's Key Investor Information Document (KIID). KIIDs are available at [www.wesleyan.co.uk/fund-prices](http://www.wesleyan.co.uk/fund-prices)

More information about fund performance, including benchmarks and comparisons, can be found later in this report.

Charges	Class B	Class X
Initial charge*	3%	3%
Annual management charge**	1.7%	1.2%

\*built into the price of the unit

\*\*% per annum of the Net Asset Value

## INCOME ALLOCATION DATES

Final	31 August
Interim	30 November, Last day of February, 31 May

# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## PORTFOLIO STATEMENT as at 30 June 2020

Unless otherwise stated, all holdings are quoted in ordinary shares and listed on a recognised exchange. Percentages in brackets show the equivalent sector distribution as at 30 June 2019.

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>EQUITIES</b>			
<b>United Kingdom - 58.20% (61.43%)</b>			
<b>Oil &amp; Gas - 3.14% (2.49%)</b>			
75,000	BP	230,362	1.41
23,000	Royal Dutch Shell 'B'	281,520	1.73
<b>Total Oil &amp; Gas</b>		<b>511,882</b>	<b>3.14</b>
<b>Basic Materials - 1.25% (1.48%)</b>			
2,635	Croda International	138,443	0.85
1,000	Rio Tinto	45,485	0.28
21,000	Scapa	20,643	0.12
<b>Total Basic Materials</b>		<b>204,571</b>	<b>1.25</b>
<b>Industrials - 10.25% (10.84%)</b>			
28,599	Babcock International	88,714	0.54
9,000	Bunzl	194,940	1.20
48,750	Capita	21,494	0.13
1,501	Diploma	26,943	0.17
51,829	DS Smith	170,103	1.04
60,000	Equiniti	86,880	0.53
10,400	Galliford Try	12,299	0.08
1,000	Halma	23,030	0.14
1,500	HomeServe	19,500	0.12
10,000	IMI	92,250	0.57
5,400	Intertek	293,652	1.80
8,000	Morgan Sindall	98,400	0.60
2,200	Renishaw	88,528	0.54
10,000	Rotork	28,000	0.17
53,000	Senior	37,020	0.23
16,500	Smiths Group	232,073	1.42
39,932	Tyman	75,711	0.46
16,000	Vesuvius	62,016	0.38
2,000	Weir Group	21,270	0.13
<b>Total Industrials</b>		<b>1,672,823</b>	<b>10.25</b>



Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Consumer Goods - 14.55% (13.51%)</b>			
23,000	A G Barr	103,270	0.63
2,700	Associated British Foods	51,705	0.32
5,816	Bellway	148,075	0.91
10,000	Britvic	77,000	0.47
10,500	Burberry	167,948	1.03
19,000	Diageo	509,485	3.12
12,000	Fever-Tree	245,520	1.51
6,400	Persimmon	146,304	0.90
5,659	Reckitt Benckiser	420,577	2.58
4,746	Ted Baker	3,984	0.02
10,500	Unilever	457,275	2.80
5,969	Vistry Group	42,410	0.26
<b>Total Consumer Goods</b>		<b>2,373,553</b>	<b>14.55</b>
<b>Healthcare - 5.63% (5.89%)</b>			
3,000	AstraZeneca	252,630	1.55
19,305	Circassia	4,730	0.03
12,000	Clinigen	96,240	0.59
684	Dechra Pharmaceuticals	19,453	0.12
21,000	GlaxoSmithKline	343,602	2.10
13,400	Smith & Nephew	201,737	1.24
<b>Total Healthcare</b>		<b>918,392</b>	<b>5.63</b>
<b>Consumer Services - 9.32% (11.89%)</b>			
4,000	Carnival	39,432	0.24
15,000	Compass Group	166,800	1.02
5,628	Daily Mail & General Trust	38,777	0.24
16,000	Dignity	39,120	0.24
50,000	Domino's	155,100	0.95
4,079	Euromoney Institutional Investor	32,020	0.20
8,250	InterContinental Hotels	294,113	1.80
44,000	ITV	32,850	0.20
63,800	Marston's	33,846	0.21
25,000	Morrison (Wm) Supermarkets	47,612	0.29
2,100	Next	102,774	0.63
15,500	RELX	289,850	1.78
41,311	Restaurant Group	23,279	0.14
11,890	STV	27,109	0.17
65,000	Tesco	148,265	0.91
2,250	Whitbread	49,883	0.30
<b>Total Consumer Services</b>		<b>1,520,830</b>	<b>9.32</b>

# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Telecommunications - 1.38% (1.59%)</b>			
55,000	BT	62,727	0.39
5,065	Telecom Plus	72,024	0.44
70,000	Vodafone	90,202	0.55
<b>Total Telecommunications</b>		<b>224,953</b>	<b>1.38</b>
<b>Utilities - 1.45% (1.32%)</b>			
16,000	National Grid	158,112	0.97
5,800	SSE	79,141	0.48
<b>Total Utilities</b>		<b>237,253</b>	<b>1.45</b>
<b>Financials - 8.48% (9.04%)</b>			
100,000	Barclays	114,400	0.70
12,300	British Land REIT	47,515	0.29
87,313	Greencoat UK Wind	125,207	0.77
10,896	Hargreaves Lansdown	177,441	1.09
49,000	Legal & General	108,241	0.66
675,000	Lloyds Banking	210,431	1.29
9,000	M&G Prudential	15,075	0.09
75,000	Odyssean Investment Trust*	70,500	0.43
18,000	OneSavings Bank	47,772	0.29
70,092	PRS REIT	51,728	0.32
9,000	Prudential	109,665	0.67
7,550	Schroders (Non voting)	156,285	0.96
10,800	St. James's Place Capital	102,902	0.63
60,364	U & I Group	46,601	0.29
<b>Total Financials</b>		<b>1,383,763</b>	<b>8.48</b>
<b>Technology - 2.75% (3.38%)</b>			
8,000	EMIS	84,960	0.52
1,536	Micro Focus International	6,634	0.04
22,500	Rightmove	122,760	0.75
35,000	Sage	234,990	1.44
<b>Total Technology</b>		<b>449,344</b>	<b>2.75</b>
<b>Total United Kingdom</b>		<b>9,497,364</b>	<b>58.20</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>United States - 9.62% (8.23%)</b>			
<b>Basic Materials - 0.18% (0.26%)</b>			
666	DuPont de Nemours	28,627	0.18
	<b>Total Basic Materials</b>	<b>28,627</b>	<b>0.18</b>
<b>Industrials - 1.03% (1.21%)</b>			
1,400	Automatic Data Processing	168,632	1.03
	<b>Total Industrials</b>	<b>168,632</b>	<b>1.03</b>
<b>Consumer Goods - 2.07% (2.13%)</b>			
2,000	Colgate-Palmolive	118,550	0.73
1,000	Estée Lauder	152,663	0.93
1,500	Keurig Dr Pepper	34,465	0.21
300	PepsiCo	32,090	0.20
	<b>Total Consumer Goods</b>	<b>337,768</b>	<b>2.07</b>
<b>Healthcare - 1.39% (1.53%)</b>			
350	Becton Dickinson	67,765	0.41
666	Corteva	14,435	0.09
400	Johnson & Johnson	45,435	0.28
680	Waters	99,243	0.61
	<b>Total Healthcare</b>	<b>226,878</b>	<b>1.39</b>
<b>Consumer Services - 0.44% (0.22%)</b>			
4,000	Sabre	26,093	0.16
500	Walt Disney	45,083	0.28
	<b>Total Consumer Services</b>	<b>71,176</b>	<b>0.44</b>
<b>Financials - 0.23% (0.28%)</b>			
600	Citigroup	24,809	0.15
60	Moody's	13,338	0.08
	<b>Total Financials</b>	<b>38,147</b>	<b>0.23</b>
<b>Technology - 4.28% (2.60%)</b>			
600	Facebook	110,249	0.68
3,300	Microsoft	543,394	3.33
1,000	Oracle	44,715	0.27
	<b>Total Technology</b>	<b>698,358</b>	<b>4.28</b>
	<b>Total United States</b>	<b>1,569,586</b>	<b>9.62</b>
<b>Channel Islands - 1.20% (0.89%)</b>			
<b>Consumer Services - 0.35% (0.59%)</b>			
9,000	WPP	56,736	0.35
	<b>Total Consumer Services</b>	<b>56,736</b>	<b>0.35</b>

# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Financials - 0.85% (0.30%)</b>			
77,740	Sequoia Economic Infrastructure Income Fund*	80,850	0.49
46,624	The Renewables Infrastructure Group*	58,933	0.36
<b>Total Financials</b>		<b>139,783</b>	<b>0.85</b>
<b>Total Channel Islands</b>		<b>196,519</b>	<b>1.20</b>
<b>Denmark - 2.07% (1.72%)</b>			
<b>Healthcare - 2.07% (1.72%)</b>			
6,450	Novo Nordisk B	338,572	2.07
<b>Total Healthcare</b>		<b>338,572</b>	<b>2.07</b>
<b>Total Denmark</b>		<b>338,572</b>	<b>2.07</b>
<b>France - 0.58% (0.75%)</b>			
<b>Consumer Goods - 0.58% (0.75%)</b>			
1,700	Danone	95,128	0.58
<b>Total Consumer Goods</b>		<b>95,128</b>	<b>0.58</b>
<b>Total France</b>		<b>95,128</b>	<b>0.58</b>
<b>Germany - 2.77% (3.29%)</b>			
<b>Basic Materials - 0.48% (0.48%)</b>			
1,304	Bayer	78,540	0.48
<b>Total Basic Materials</b>		<b>78,540</b>	<b>0.48</b>
<b>Consumer Goods - 1.07% (1.26%)</b>			
200	Adidas	42,541	0.26
1,950	Henkel	131,965	0.81
<b>Total Consumer Goods</b>		<b>174,506</b>	<b>1.07</b>
<b>Consumer Services - 0.22% (0.49%)</b>			
9,600	TUI AG	36,566	0.22
<b>Total Consumer Services</b>		<b>36,566</b>	<b>0.22</b>
<b>Telecommunications - 0.67% (0.72%)</b>			
8,000	Deutsche Telekom	108,570	0.67
<b>Total Telecommunications</b>		<b>108,570</b>	<b>0.67</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Technology - 0.33% (0.34%)</b>			
480	SAP	54,243	0.33
	<b>Total Technology</b>	<b>54,243</b>	<b>0.33</b>
	<b>Total Germany</b>	<b>452,425</b>	<b>2.77</b>
<b>India - 0.59% (0.72%)</b>			
<b>Financials - 0.59% (0.72%)</b>			
100,000	Ashoka India Equity Investment Trust*	97,000	0.59
	<b>Total Financials</b>	<b>97,000</b>	<b>0.59</b>
	<b>Total India</b>	<b>97,000</b>	<b>0.59</b>
<b>Israel - 0.27% (0.18%)</b>			
<b>Technology - 0.27% (0.18%)</b>			
500	Check Point Software Technologies	43,449	0.27
	<b>Total Technology</b>	<b>43,449</b>	<b>0.27</b>
	<b>Total Israel</b>	<b>43,449</b>	<b>0.27</b>
<b>Japan - 0.77% (0.67%)</b>			
<b>Financials - 0.77% (0.67%)</b>			
40,000	Fidelity Japan Investment Trust*	70,800	0.44
10,000	JPMorgan Japanese Investment Trust*	54,100	0.33
	<b>Total Financials</b>	<b>124,900</b>	<b>0.77</b>
	<b>Total Japan</b>	<b>124,900</b>	<b>0.77</b>
<b>Netherlands - 0.08% (0.13%)</b>			
<b>Financials - 0.08% (0.13%)</b>			
2,200	ING Groep NV	12,393	0.08
	<b>Total Financials</b>	<b>12,393</b>	<b>0.08</b>
	<b>Total Netherlands</b>	<b>12,393</b>	<b>0.08</b>
<b>Pacific Excluding Japan - 0.23% (0.24%)</b>			
<b>Financials - 0.23% (0.24%)</b>			
8,000	Schroder Asia Pacific Investment Trust*	37,440	0.23
	<b>Total Financials</b>	<b>37,440</b>	<b>0.23</b>
	<b>Total Pacific excluding Japan</b>	<b>37,440</b>	<b>0.23</b>
<b>Spain - 1.06% (1.70%)</b>			
<b>Technology - 1.06% (1.70%)</b>			
4,100	Amadeus IT Group	172,852	1.06
	<b>Total Technology</b>	<b>172,852</b>	<b>1.06</b>
	<b>Total Spain</b>	<b>172,852</b>	<b>1.06</b>

# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
	<b>Switzerland - 0.38% (0.32%)</b>		
	<b>Healthcare - 0.38% (0.32%)</b>		
220	Roche Holdings	61,680	0.38
	<b>Total Healthcare</b>	<b>61,680</b>	<b>0.38</b>
	<b>Total Switzerland</b>	<b>61,680</b>	<b>0.38</b>

<b>Total Equities</b>	<b>12,699,308</b>	<b>77.82</b>
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Nominal Value	Investment	Bid-market value £	Percentage of total net assets %
	<b>BONDS</b>		
	<b>Corporate Bonds - 6.42% (6.25%)</b>		
£100,000	Deutsche Telekom International Finance 1.25% 06.10.2023	101,173	0.62
£100,000	Equinor 6.875% 11.03.2031	154,238	0.94
£100,000	HSBC 6% 29.03.2040	127,561	0.78
£125,000	InterContinental Hotels Group 2.125% 24.08.2026	118,493	0.73
£50,000	Johnson & Johnson 5.5% 06.11.2024	60,483	0.37
£100,000	Longstone Finance 4.774% 19.04.2036	121,654	0.75
£100,000	Nationwide Building Society 1% 24.01.2023	100,292	0.61
£150,000	Unilever 1.875% 15.09.2029	164,144	1.01
£100,000	Whitbread Group 3.375% 16.10.2025	99,040	0.61
	<b>Total Corporate Bonds</b>	<b>1,047,078</b>	<b>6.42</b>

	<b>Government Bonds - 6.58% (7.10%)</b>		
£200,000	UK Treasury 0.5% 22.07.2022	202,396	1.24
£100,000	UK Treasury 0.75% 22.07.2023	102,505	0.63
£300,000	UK Treasury 1.5% 22.01.2021	302,484	1.85
£100,000	UK Treasury 2% 22.07.2020	100,103	0.61
£100,000	UK Treasury 3.75% 07.09.2021	104,452	0.64
£200,000	UK Treasury 4.25% 07.12.2027	262,818	1.61
	<b>Total Government Bonds</b>	<b>1,074,758</b>	<b>6.58</b>

<b>Total Bonds</b>	<b>2,121,836</b>	<b>13.00</b>
--------------------	------------------	--------------

<b>Portfolio of investments</b>	<b>14,821,144</b>	<b>90.82</b>
<b>Net other assets</b>	<b>1,498,495</b>	<b>9.18</b>
<b>Net assets</b>	<b>16,319,639</b>	<b>100.00</b>

\* UK-listed investment trust.

## SUMMARY OF MATERIAL PORTFOLIO CHANGES

### for the year ended 30 June 2020

Total Purchases		£2,580,594
Purchases		Cost £
Royal Dutch Shell ' B '		309,875
Diageo		229,035
Fever-Tree		204,439
Hargreaves Lansdown		172,128
Bunzl		150,229
Lloyds Banking		143,940
Nationwide Building Society 1% 24.01.2023		94,611
Carnival		92,907
BP		92,224
Facebook		85,394
Unilever		80,846
Vesuvius		76,029
InterContinental Hotels		72,613
Compass Group		65,688
HICL Infrastructure		64,000
OneSavings Bank		63,081
Burberry		62,693
The Renewables Infrastructure Group		57,348
Barclays		51,543
Morrison (Wm) Supermarkets		45,476
Total Sales		£325,855
Sales*		Proceeds £
Merlin Entertainments		149,786
HICL Infrastructure		70,686
Greene King		59,500
LXi REIT		45,883

\* As the total number of sales for the year was below twenty, the complete list has been provided here.



# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## Comparative Tables

Class B – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	118.06	115.71	111.23
Return before operating charges*	(7.93)	4.56	6.64
Operating charges	(2.21)	(2.21)	(2.16)
Return after operating charges*	(10.14)	2.35	4.48
Distributions on accumulation units	(2.52)	(3.07)	(3.07)
Retained distributions on accumulation units	2.52	3.07	3.07
Closing net asset value per unit	107.92	118.06	115.71
*after direct transactions costs <sup>1</sup> of:	0.07	0.10	0.13

<b>Performance</b>			
Return after charges	(8.59%)	2.03%	4.03%
Sector: IA Mixed Investments 40-85%	(0.11%)	3.62%	4.85%
Composite benchmark <sup>2</sup>	(7.02%)*		

<b>Other information</b>			
Closing net asset value (£)	11,870,855	12,095,441	10,535,443
Closing number of units	10,999,767	10,244,835	9,104,885
Operating charges	1.92%	1.95%	1.91%
Direct transaction costs	0.06%	0.09%	0.12%

<b>Prices</b>			
Highest unit price	129.04p	122.33p	117.86p
Lowest unit price	89.29p	105.19p	106.73p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 41.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	119.89	116.88	111.87
Return before operating charges*	(8.08)	4.68	6.63
Operating charges	(1.66)	(1.67)	(1.62)
Return after operating charges*	(9.74)	3.01	5.01
Distributions on accumulation units	(2.55)	(3.11)	(3.10)
Retained distributions on accumulation units	2.55	3.11	3.10
Closing net asset value per unit	110.15	119.89	116.88
*after direct transactions costs <sup>1</sup> of:	0.07	0.11	0.13

Performance			
Return after charges	(8.12%)	2.58%	4.48%
Sector: IA Mixed Investments 40-85%	(0.11%)	3.62%	4.85%
Composite benchmark <sup>2</sup>	(7.02%)*		

Other information			
Closing net asset value (£)	3,092,873	1,586,898	500,113
Closing number of units	2,807,808	1,323,617	427,901
Operating charges	1.43%	1.45%	1.42%
Direct transaction costs	0.06%	0.09%	0.12%

Prices			
Highest unit price	131.43p	124.16p	119.09p
Lowest unit price	91.04p	106.58p	107.73p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 41.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class B – Income	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	108.49	109.25	107.89
Return before operating charges*	(7.21)	4.18	6.43
Operating charges	(2.01)	(2.07)	(2.12)
Return after operating charges*	(9.22)	2.11	4.31
Distributions on income units	(2.30)	(2.87)	(2.95)
Closing net asset value per unit	96.97	108.49	109.25
<i>*after direct transactions costs<sup>1</sup> of:</i>	0.07	0.10	0.13

Performance			
Return after charges	(8.50%)	1.93%	3.99%
Sector: IA Mixed Investments 40-85%	(0.11%)	3.62%	4.85%
Composite benchmark <sup>2</sup>	(7.02%)*		

Other information			
Closing net asset value (£)	1,170,490	1,204,056	1,174,737
Closing number of units	1,207,051	1,109,790	1,075,288
Operating charges	1.92%	1.95%	1.95%
Direct transaction costs	0.06%	0.09%	0.12%

Prices			
Highest unit price	117.43p	115.44p	112.36p
Lowest unit price	80.98p	98.68p	102.27p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 41.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## COMPARATIVE TABLES

Class X – Income	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	110.14	110.45	108.51
Return before operating charges*	(7.34)	4.16	6.50
Operating charges	(1.52)	(1.56)	(1.59)
Return after operating charges*	(8.86)	2.60	4.91
Distributions on income units	(2.34)	(2.91)	(2.97)
Closing net asset value per unit	98.94	110.14	110.45
*after direct transactions costs <sup>1</sup> of:	0.07	0.10	0.13
<b>Performance</b>			
Return after charges	(8.04%)	2.35%	4.52%
Sector: IA Mixed Investments 40-85%	(0.11%)	3.62%	4.85%
Composite benchmark <sup>2</sup>	(7.02%)*		
<b>Other information</b>			
Closing net asset value (£)	185,421	181,877	60,746
Closing number of units	187,406	165,130	55,000
Operating charges	1.42%	1.45%	1.45%
Direct transaction costs	0.06%	0.09%	0.12%
<b>Prices</b>			
Highest unit price	119.58p	116.78p	113.54p
Lowest unit price	82.57p	99.99p	103.23p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 41.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Past performance is not a guide to future performance. The price of units and distributions credited may go down as well as up. Investments in unit trusts should normally be regarded as long-term investments.

## STATEMENT OF TOTAL RETURN for the year ended 30 June 2020

		30 June 2020		30 June 2019	
	Notes	£	£	£	£
Income					
Net capital (losses) / gains	2		(1,525,234)		229,672
Revenue	3	362,225		378,269	
Expenses	4	(293,253)		(252,616)	
Interest payable and similar charges		(64)		(78)	
Net revenue before taxation		68,908		125,575	
Taxation	5	(6,902)		(12,504)	
Net revenue after taxation			62,006		113,071
<b>Total return before distributions</b>			<b>(1,463,228)</b>		<b>342,743</b>
Distributions	6		(347,275)		(362,305)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>(1,810,503)</b>		<b>(19,562)</b>

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS for the year ended 30 June 2020

		30 June 2020		30 June 2019	
		£	£	£	£
<b>Opening net assets attributable to unitholders</b>			<b>15,068,272</b>		<b>12,271,039</b>
Amounts receivable on issue of units		4,380,411		3,065,143	
Amounts payable on cancellation of units		(1,643,171)		(584,553)	
			2,737,240		2,480,590
Change in net assets attributable to unitholders from investment activities			(1,810,503)		(19,562)
Retained distribution on accumulation units			324,630		336,205
<b>Closing net assets attributable to unitholders</b>			<b>16,319,639</b>		<b>15,068,272</b>

# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## BALANCE SHEET as at 30 June 2020

Notes	30 June 2020		30 June 2019	
	£	£	£	£
<b>Assets</b>				
Investments		14,821,144		14,107,459
<b>Current assets</b>				
Debtors	8	54,211		100,717
Cash and bank balances		1,502,456		927,218
		1,556,667		1,027,935
Total assets		16,377,811		15,135,394
<b>Liabilities</b>				
Creditors				
Other creditors	9	(51,305)		(54,053)
Distribution payable on income units		(6,867)		(13,069)
Total liabilities		(58,172)		(67,122)
<b>Net assets attributable to unitholders</b>		<b>16,319,639</b>		<b>15,068,272</b>

This report was approved by the Directors of Wesleyan Unit Trust Managers Limited on 16 November 2020 and is signed on their behalf by:



**J. Needham**  
Chief Executive Officer

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### First Interim

Group 1: units purchased prior to 1 July 2019

Group 2: units purchased on or after 1 July 2019 and on or before 30 September 2019

Class B Accumulation Units	Net Income	Equalisation	Accumulated 29 November 2019	Accumulated 30 November 2018
Group 1	0.8224	-	0.8224	0.6355
Group 2	0.2592	0.5632	0.8224	0.6355

Class X Accumulation Units	Net Income	Equalisation	Accumulated 29 November 2019	Accumulated 30 November 2018
Group 1	0.8358	-	0.8358	0.6424
Group 2	0.3566	0.4792	0.8358	0.6424

Class B Income Units	Net Income	Equalisation	Paid 29 November 2019	Paid 30 November 2018
Group 1	0.7548	-	0.7548	0.5990
Group 2	0.2165	0.5383	0.7548	0.5990

Class X Income Units	Net Income	Equalisation	Paid 29 November 2019	Paid 30 November 2018
Group 1	0.7675	-	0.7675	0.6057
Group 2	0.2769	0.4906	0.7675	0.6057

# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Second Interim

Group 1 - units purchased prior to 1 October 2019

Group 2 - units purchased on or after 1 October 2019 and on or before 31 December 2019

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.6401	-	0.6401	0.6562
Group 2	0.3034	0.3367	0.6401	0.6562

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.6513	-	0.6513	0.6645
Group 2	0.3613	0.2900	0.6513	0.6645

Class B Income Units	Net Income	Equalisation	Paid 28 February 2020	Paid 28 February 2019
Group 1	0.5837	-	0.5837	0.6158
Group 2	0.1008	0.4829	0.5837	0.6158

Class X Income Units	Net Income	Equalisation	Paid 28 February 2020	Paid 28 February 2019
Group 1	0.5941	-	0.5941	0.6236
Group 2	0.3655	0.2286	0.5941	0.6236

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Third Interim

Group 1: units purchased prior to 1 January 2020

Group 2: units purchased on or after 1 January 2020 and on or before 31 March 2020

Class B Accumulation Units	Net Income	Equalisation	Accumulated 29 May 2020	Accumulated 31 May 2019
Group 1	0.5237	-	0.5237	0.6757
Group 2	0.4685	0.0552	0.5237	0.6757

Class X Accumulation Units	Net Income	Equalisation	Accumulated 29 May 2020	Accumulated 31 May 2019
Group 1	0.4927	-	0.4927	0.6852
Group 2	0.4661	0.0266	0.4927	0.6852

Class B Income Units	Net Income	Equalisation	Paid 29 May 2020	Paid 31 May 2019
Group 1	0.4708	-	0.4708	0.6301
Group 2	0.4661	0.0047	0.4708	0.6301

Class X Income Units	Net Income	Equalisation	Paid 29 May 2020	Paid 31 May 2019
Group 1	0.4621	-	0.4621	0.6390
Group 2	0.4586	0.0035	0.4621	0.6390



# WESLEYAN MODERATE-HIGH RISK / REWARD INCOME FUND

continued

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Final

Group 1 - units purchased prior to 1 April 2020

Group 2 - units purchased on or after 1 April 2020 and on or before 30 June 2020

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.5371	-	0.5371	1.1037
Group 2	0.4284	0.1087	0.5371	1.1037

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.5738	-	0.5738	1.1203
Group 2	0.3532	0.2206	0.5738	1.1203

Class B Income Units	Net Income	Equalisation	Paid 28 August 2020	Paid 31 August 2019
Group 1	0.4889	-	0.4889	1.0231
Group 2	0.3317	0.1572	0.4889	1.0231

Class X Income Units	Net Income	Equalisation	Paid 28 August 2020	Paid 31 August 2019
Group 1	0.5151	-	0.5151	1.0385
Group 2	0.4362	0.0789	0.5151	1.0385

### Corporate unitholders information

For corporate unitholders, all of the income relating to the distribution is 100% franked.

### Equalisation

Many funds receive dividends from the companies they invest in. These payments are added to the fund's cash reserve. As this reserve grows, so does the fund's net asset value, which in turn increases the offer price for the fund's units.

At the point of the fund's next dividend payment date, these dividends are paid out to the fund's unitholders and no longer form part of the fund's cash reserve. This usually causes the unit price of the fund to fall.

Group 1 and 2 (see top of the page for dates) unitholders receive the same dividend amount per unit. Group 1 payments entirely comprise of income and therefore Equalisation does not apply to this group.

Group 2 payments take into account two components as they are between two dividend dates. Part of the payment for Group 2 unitholders comes from the income that accumulated from the date of unit purchase. The second part comes from partial returns on units that were bought at a higher price when the cash reserve grew. This is known as capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.



# WESLEYAN MODERATE RISK / REWARD GROWTH FUND

## FUND REVIEW

This is the full-year report for the Wesleyan Moderate Risk/Reward Growth Fund covering the year to 30 June 2020. The underlying unit price performance generated a return of -5.5% compared to the IA Mixed Investment 20-60% Shares sector average which declined by 0.6%\*.

The fund's disappointing performance began during the rapidly evolving fallout from the COVID-19 pandemic, and it can be attributed to three main characteristics of the portfolio positioning.

Firstly, the fund has retained a preference for long-term growth assets, as demonstrated by a relatively higher weighting to equities. Stock markets act as a barometer for economic growth prospects, so share prices began to rapidly decline as the immediate outlook surrounding the pandemic began to darken.

Secondly, the UK stock market was a notable underperformer during the period, mostly because it has a higher level of exposure to sectors which bore the brunt of 'lockdown' measures, such as travel, financial services, and energy companies. Shares in financial companies sank as dividends were suspended, interest rates were slashed and higher future losses on loans were anticipated. Energy companies witnessed material drops in demand as 'lockdown' policies restricted physical movement, and companies in the travel and leisure sector saw demand vanish after being instructed to cease trading until it was deemed safe enough for them to reopen.

Thirdly, the fund's bias to equity assets resulted in lower exposure to fixed income

assets, which often rise in value thanks to their 'safe haven' status during times of uncertainty. This has been particularly pronounced during the COVID-19 crisis, as interest rates were cut and accompanied by monetary policy support from major central banks. UK government bonds (gilts) performed strongly during the period, especially those with longer maturity dates, as markets priced for a new reality of 'lower-for-longer' interest rates and hammered yields down to historic lows.

During bouts of market weakness, the fund made selected purchases in some energy companies, such as BP and Shell. A well-timed purchase in the mining company Rio Tinto provided useful exposure to the rapid economic recovery we have seen in China, the initial source of the virus outbreak. Purchases of adidas, Prudential and Visa, all made during the significant market falls in March, have also yielded healthy returns. Proceeds from a number of short-dated UK government treasury bills, which can serve as an alternative to gilt market purchases, were reinvested into newly issued government bills. A surge in new corporate bonds being issued, as corporations sought to strengthen their balance sheets, also led to several selective purchases being made at attractive yields.

The full list of portfolio holdings can be found later in this report.

## Fund outlook

The COVID-19 pandemic is undoubtedly providing an uncertain backdrop for investors around the globe, with concerns around additional waves of infection being

monitored closely. Markets are paying attention to clinical trials for a vaccine, which may yield promising results that could help to gradually boost consumer confidence. Political events around the world may also lead to potential volatility, particularly the ongoing EU-UK trade deal and US-China trade talks, which continue to make the headlines.

As long-term investors, we believe there is little value in government bonds when yields are at historic lows. However, we are cognisant that additional gilt purchases might be made by the Bank of England. Inflationary pressures are absent for the foreseeable future but the enormous global stimulus packages that have been launched could rekindle inflation in the long run.

Holding our nerve in these uncertain times, applying our contrarian stance of buying assets which are temporarily out of favour, can be a difficult task whilst markets are declining. We are encouraged by the gradual recovery stock markets have delivered, since the low point they reached in March, but we remain alert to the headwinds that geopolitics and additional virus waves may present. The steep falls in stock markets, and stark underperformance of equities versus bonds, only serves to support our view of the attractiveness of equities on a longer-term basis, but patience and a long-term view is required.

**Marc O'Sullivan became the Fund Manager for the Wesleyan Moderate Risk/Reward Growth Fund from 1 January 2020. Martin Lawrence continues to serve as a Director of Wesleyan Unit Trust Managers and as the Director of Investments for Wesleyan Assurance Society.**

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## GENERAL INFORMATION

### Investment objective and policy

The fund aims to provide capital growth over a period of at least five years. We measure the success of the fund as outperforming a benchmark over a rolling 5-year period. We do this by comparing the investment performance, before fees and charges, to a composite benchmark which reflects the current risk rating of the fund.

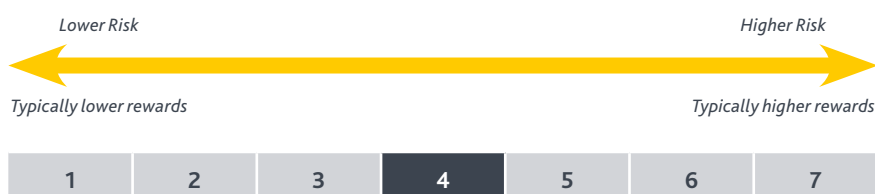
The composite benchmark is composed as follows: 40% UK FTSE All Share - Total Return, 12.5% FTSE Developed ex UK - Total Return, 2.5% FTSE Emerging Markets - Total Return, 20% FTSE Actuaries UK Conventional Bonds Gilts All Stocks - Total Return, 20% iBoxx £ Corporates - Total Return Indices and 5% SONIA interest rate benchmark. Invested capital is however at risk and there is no guarantee that the objective will be attained over this or any period.

The Fund will invest predominantly in a diversified portfolio of UK and international equities, government bonds, corporate bonds and cash. Investments will be made across various sectors and may include companies anywhere in the world.

The Fund may also invest in other fixed interest and transferable securities, near cash, deposits and money-market instruments and other collective investment schemes. More than 35% of the Fund may be invested in government and public securities issued by or on behalf of or guaranteed by the Government of the United Kingdom.

The Fund may use derivatives for the purposes of efficient portfolio management.

### Risk and reward profile



The risk category is based on the rate the fund's value has moved up and down in the past and has remained unchanged from the prior year.

The fund's value can be influenced by changes in stock market prices, currencies and interest rates which can be affected by factors such as political and economic events.

This risk category is calculated in line with European Securities Markets Authority (ESMA) rules using historical data.

This is not a guarantee and may not be a reliable indication of the fund's future risk and reward category.

A fund in the lowest category does not mean a 'risk free' investment.

A fuller explanation of the risk and reward profile and how it can move up and down based on the market volatility, is contained in the fund's Key Investor Information Document (KIID). KIIDs are available at [www.wesleyan.co.uk/fund-prices](http://www.wesleyan.co.uk/fund-prices)

More information about fund performance, including benchmarks and comparisons, can be found later in this report.

Charges	Class B	Class X
Initial charge*	3%	3%
Annual management charge**	1.6%	1.1%

\*built into the price of the unit

\*\*% per annum of the Net Asset Value

## INCOME ALLOCATION DATES

Final	31 August
Interim	Last day of February

## PORTFOLIO STATEMENT as at 30 June 2020

Unless otherwise stated, all holdings are quoted in ordinary shares and listed on a recognised exchange. Percentages in brackets show the equivalent sector distribution as at 30 June 2019.

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>EQUITIES</b>			
<b>United Kingdom - 39.58% (40.76%)</b>			
<b>Oil &amp; Gas - 3.34% (3.63%)</b>			
172,000	BP	528,298	1.31
44,876	Hunting	95,406	0.24
30,500	Royal Dutch Shell 'A'	392,535	0.98
26,500	Royal Dutch Shell 'B'	324,360	0.81
<b>Total Oil &amp; Gas</b>		<b>1,340,599</b>	<b>3.34</b>
<b>Basic Materials - 3.34% (2.49%)</b>			
2,752	Anglo American	51,446	0.13
18,000	BHP Group	297,756	0.74
2,928	Croda International	153,837	0.38
211,969	Elementis	135,236	0.34
8,550	Johnson Matthey	179,293	0.45
10,500	Rio Tinto	477,593	1.19
43,728	Scapa	42,985	0.11
<b>Total Basic Materials</b>		<b>1,338,146</b>	<b>3.34</b>
<b>Industrials - 5.23% (5.79%)</b>			
35,000	Babcock International	108,570	0.27
40,000	BAE Systems	193,360	0.48
22,000	Bodycote	137,720	0.34
13,000	Bunzl	281,580	0.70
25,000	Capita	11,022	0.03
46,818	DS Smith	153,657	0.38
18,000	IMI	166,050	0.41
20,500	Keller	129,765	0.32
80,078	Melrose Industries	91,289	0.23
9,000	Morgan Sindall	110,700	0.28
3,500	Renishaw	140,840	0.35
30,000	Rolls Royce	85,620	0.21

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
73,141	Senior	51,089	0.13
55,000	SIG	16,775	0.04
13,750	SIG 'Rights'	-	-
13,000	Smiths Group	182,845	0.45
12,000	Travis Perkins	135,060	0.34
15,000	Vesuvius	58,140	0.14
5,000	Weir Group	53,175	0.13
<b>Total Industrials</b>		<b>2,107,257</b>	<b>5.23</b>
<b>Consumer Goods - 4.76% (4.82%)</b>			
8,300	Associated British Foods	158,945	0.40
18,850	Barratt Developments	93,458	0.23
4,085	Bellway	104,004	0.26
7,000	Burberry	111,965	0.28
16,612	Diageo	445,451	1.11
18,282	Galliford Try	21,620	0.05
7,500	Persimmon	171,450	0.43
3,900	Reckitt Benckiser	289,848	0.72
80,000	Taylor Wimpey	113,880	0.28
7,500	Unilever	326,625	0.81
10,492	Vistry Group	74,546	0.19
<b>Total Consumer Goods</b>		<b>1,911,792</b>	<b>4.76</b>
<b>Healthcare - 3.86% (3.25%)</b>			
7,350	AstraZeneca	618,944	1.54
37,200	GlaxoSmithKline	608,666	1.51
21,711	Smith & Nephew	326,859	0.81
<b>Total Healthcare</b>		<b>1,554,469</b>	<b>3.86</b>
<b>Consumer Services - 3.80% (4.78%)</b>			
9,000	Carnival	88,722	0.22
21,222	Compass Group	235,989	0.59
15,000	Inchcape	73,500	0.18
12,392	Informa	58,292	0.14
4,955	InterContinental Hotels	176,646	0.44
180,000	ITV	134,388	0.33
85,000	Marston's	45,092	0.11

Holding	Investment	Bid-market value £	Percentage of total net assets %
57,488	Morrison (Wm) Supermarkets	109,486	0.27
11,500	RELX	215,050	0.53
80,000	Sainsbury (J)	166,960	0.42
100,000	Tesco	228,100	0.57
<b>Total Consumer Services</b>		<b>1,532,225</b>	<b>3.80</b>
<b>Telecommunications - 1.00% (1.24%)</b>			
99,000	BT	112,910	0.28
225,000	Vodafone	289,935	0.72
<b>Total Telecommunications</b>		<b>402,845</b>	<b>1.00</b>
<b>Utilities - 2.74% (2.87%)</b>			
99,000	Centrica	38,155	0.10
20,166	National Grid	199,280	0.50
17,303	Pennon	193,621	0.48
8,500	Severn Trent	210,715	0.52
17,500	SSE	238,787	0.59
24,500	United Utilities	222,999	0.55
<b>Total Utilities</b>		<b>1,103,557</b>	<b>2.74</b>
<b>Financials - 10.92% (11.04%)</b>			
8,303	3i Group	69,131	0.17
150,000	Ashoka India Equity Investment Trust*	145,500	0.36
25,550	Aviva	69,905	0.17
53,681	Baillie Gifford Shin Nippon	102,423	0.25
250,000	Barclays	286,000	0.71
28,000	British Land REIT	108,164	0.27
125,000	CC Japan Income & Growth Trust*	147,500	0.37
44,419	Direct Line Insurance	120,331	0.30
68,164	Fidelity China Special Situations*	188,133	0.47
76,333	Grainger Trust*	218,312	0.54
41,986	Hammerson REIT	33,698	0.08
5,000	Hargreaves Lansdown	81,425	0.20
103,000	HSBC Holdings (London listed)	389,752	0.97
2	Invesco Asia Trust	5	-
10,163	JP Morgan Emerging Market Investment Trust*	101,020	0.25
20,000	JP Morgan Indian Investment Trust*	108,600	0.27
25,687	Land Securities REIT	142,049	0.35
118,366	Legal & General	261,470	0.65
1,006,232	Lloyds Banking	313,693	0.78
14,500	M&G Prudential	24,287	0.06
100,000	Odyssey Investment Trust*	94,000	0.23
25,195	OneSavings Bank	66,868	0.17
75,934	PRS REIT	56,039	0.14
24,500	Prudential	298,533	0.74
90,000	Royal Bank of Scotland	109,395	0.27

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
30,000	RSA Insurance	122,940	0.31
50,000	Schroder Japan Investment Trust*	86,500	0.22
3,984	Shaftesbury REIT	21,016	0.05
12,000	St. James's Place Capital	114,336	0.28
25,000	St. Modwen Properties	86,250	0.22
12,000	Standard Chartered	52,800	0.13
25,812	Standard Life Aberdeen	69,073	0.17
49,227	Strategic Equity Capital*	94,516	0.23
100,000	Supermarket Income REIT	111,000	0.28
72,915	Tritax Big Box REIT	105,727	0.26
	<b>Total Financials</b>	<b>4,400,391</b>	<b>10.92</b>
<b>Technology - 0.59% (0.85%)</b>			
10,000	EMIS	106,200	0.26
19,500	Sage	130,923	0.33
	<b>Total Technology</b>	<b>237,123</b>	<b>0.59</b>
	<b>Total United Kingdom</b>	<b>15,928,404</b>	<b>39.58</b>
<b>United States - 7.21% (7.13%)</b>			
<b>Oil &amp; Gas - 0.46% (0.84%)</b>			
1,400	Chevron	101,091	0.25
2,300	Exxon Mobil	83,169	0.21
	<b>Total Oil &amp; Gas</b>	<b>184,260</b>	<b>0.46</b>
<b>Basic Materials - 0.16% (0.00%)</b>			
1,500	Dupont De Nemours	64,475	0.16
	<b>Total Basic Materials</b>	<b>64,475</b>	<b>0.16</b>
<b>Consumer Goods - 1.04% (1.16%)</b>			
2,200	Colgate-Palmolive	130,404	0.32
1,100	Estée Lauder 'A'	167,929	0.42
1,500	Nike 'B'	118,995	0.30
	<b>Total Consumer Goods</b>	<b>417,328</b>	<b>1.04</b>
<b>Consumer Services - 0.64% (0.56%)</b>			
600	Home Depot	121,491	0.30
2,000	Walgreens Boots Alliance	68,582	0.17

Holding	Investment	Bid-market value £	Percentage of total net assets %
750	Walt Disney	67,625	0.17
	<b>Total Consumer Services</b>	<b>257,698</b>	<b>0.64</b>
<b>Financials - 1.14% (1.08%)</b>			
3,500	Bank of America	67,218	0.17
4,000	Citigroup	165,393	0.41
1,000	JP Morgan Chase	76,060	0.19
750	Visa 'A'	117,089	0.29
1,500	Wells Fargo	31,042	0.08
	<b>Total Financials</b>	<b>456,802</b>	<b>1.14</b>
<b>Healthcare - 0.48% (0.56%)</b>			
1,700	Johnson & Johnson	193,101	0.48
	<b>Total Healthcare</b>	<b>193,101</b>	<b>0.48</b>
<b>Industrials - 1.26% (1.46%)</b>			
1,100	3M	138,719	0.34
600	Boeing	88,898	0.22
750	Caterpillar	76,706	0.19
800	Grainger	203,393	0.51
	<b>Total Industrials</b>	<b>507,716</b>	<b>1.26</b>
<b>Technology - 1.86% (1.47%)</b>			
125	Alphabet 'A'	143,443	0.36
1,150	Apple	339,332	0.84
1,500	Cognizant Technology Solutions	68,930	0.17
1,200	Microsoft	197,598	0.49
	<b>Total Technology</b>	<b>749,303</b>	<b>1.86</b>
<b>Telecommunications - 0.17% (0.00%)</b>			
1,500	Verizon Communications	66,830	0.17
	<b>Total Telecommunications</b>	<b>66,830</b>	<b>0.17</b>
	<b>Total United States</b>	<b>2,897,513</b>	<b>7.21</b>
<b>Belgium - 0.20% (0.00%)</b>			
<b>Consumer Goods - 0.20% (0.00%)</b>			
2,000	Anheuser-Busch InBev	79,719	0.20
	<b>Total Consumer Goods</b>	<b>79,719</b>	<b>0.20</b>
	<b>Total Belgium</b>	<b>79,719</b>	<b>0.20</b>



# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Channel Islands - 2.18% (2.17%)</b>			
<b>Basic Materials - 0.41% (0.54%)</b>			
95,000	Glencore	162,659	0.41
	<b>Total Basic Materials</b>	<b>162,659</b>	<b>0.41</b>
<b>Consumer Services - 0.20% (0.39%)</b>			
13,000	WPP	81,952	0.20
	<b>Total Consumer Services</b>	<b>81,952</b>	<b>0.20</b>
<b>Financials - 1.06% (0.55%)</b>			
100,000	Foresight Solar Fund	109,000	0.27
75,000	International Public Partnerships*	126,000	0.31
184,659	Sequoia Economic Infrastructure Income Fund*	192,045	0.48
	<b>Total Financials</b>	<b>427,045</b>	<b>1.06</b>
<b>Industrials - 0.51% (0.69%)</b>			
3,084	Ferguson	203,914	0.51
	<b>Total Industrials</b>	<b>203,914</b>	<b>0.51</b>
	<b>Total Channel Islands</b>	<b>875,570</b>	<b>2.18</b>
<b>France - 2.37% (2.43%)</b>			
<b>Oil &amp; Gas - 0.19% (0.00%)</b>			
2,500	Total	77,196	0.19
2,500	Total 'Rights'	-	-
	<b>Total Oil &amp; Gas</b>	<b>77,196</b>	<b>0.19</b>
<b>Basic Materials - 0.26% (0.27%)</b>			
884	Air Liquide	103,015	0.26
	<b>Total Basic Materials</b>	<b>103,015</b>	<b>0.26</b>
<b>Technology - 0.23% (0.00%)</b>			
1,000	Cap Gemini	92,399	0.23
	<b>Total Technology</b>	<b>92,399</b>	<b>0.23</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Financials - 0.14% (0.26%)</b>			
4,300	Société Générale	57,825	0.14
	<b>Total Financials</b>	<b>57,825</b>	<b>0.14</b>
<b>Industrials - 0.49% (0.56%)</b>			
3,200	Legrand Promesses	196,691	0.49
	<b>Total Industrials</b>	<b>196,691</b>	<b>0.49</b>
<b>Consumer Goods - 0.56% (0.72%)</b>			
1800.00	Danone	100,724	0.25
350	LVMH Moët Hennessy	124,205	0.31
	<b>Total Consumer Goods</b>	<b>224,929</b>	<b>0.56</b>
<b>Consumer Services - 0.50% (0.62%)</b>			
2,000	Accor	43,995	0.11
5,000	JC Decaux	75,219	0.19
1,500	Sodexo	82,082	0.20
	<b>Total Consumer Services</b>	<b>201,296</b>	<b>0.50</b>
	<b>Total France</b>	<b>953,351</b>	<b>2.37</b>
<b>Germany - 2.59% (2.86%)</b>			
<b>Basic Materials - 0.39% (0.44%)</b>			
2,630	Bayer	158,404	0.39
	<b>Total Basic Materials</b>	<b>158,404</b>	<b>0.39</b>
<b>Telecommunication - 0.46% (0.56%)</b>			
13,500	Deutsche Telekom	183,212	0.46
	<b>Total Telecommunication</b>	<b>183,212</b>	<b>0.46</b>
<b>Consumer Goods - 1.32% (1.17%)</b>			
500	Adidas	106,352	0.26
2,000	BMW	103,389	0.26
1,300	Continental	103,280	0.26
800	Daimler	26,430	0.07
2,766	Henkel	187,187	0.47
	<b>Total Consumer Goods</b>	<b>526,638</b>	<b>1.32</b>
<b>Consumer Services - 0.14% (0.35%)</b>			
15,000	TUI AG	57,135	0.14
	<b>Total Consumer Services</b>	<b>57,135</b>	<b>0.14</b>

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Industrials - 0.28% (0.34%)</b>			
1,200	Siemens	114,380	0.28
	<b>Total Industrials</b>	<b>114,380</b>	<b>0.28</b>
	<b>Total Germany</b>	<b>1,039,769</b>	<b>2.59</b>
<b>Liberia - 0.13% (0.36%)</b>			
<b>Consumer Services - 0.13% (0.36%)</b>			
1,250	Royal Caribbean Cruises	50,876	0.13
	<b>Total Consumer Services</b>	<b>50,876</b>	<b>0.13</b>
	<b>Total Liberia</b>	<b>50,876</b>	<b>0.13</b>
<b>Luxembourg - 0.29% (0.33%)</b>			
<b>Financials - 0.29% (0.33%)</b>			
72,482	Bilfinger Berger Global Infrastructure	118,146	0.29
	<b>Total Financials</b>	<b>118,146</b>	<b>0.29</b>
	<b>Total Luxembourg</b>	<b>118,146</b>	<b>0.29</b>
<b>Netherlands - 0.54% (0.48%)</b>			
<b>Financials - 0.25% (0.48%)</b>			
17,500	ING Groep NV	98,578	0.25
	<b>Total Financials</b>	<b>98,578</b>	<b>0.25</b>
<b>Industrials - 0.29% (0.00%)</b>			
2,000	Airbus	115,478	0.29
	<b>Total Industrials</b>	<b>115,478</b>	<b>0.29</b>
	<b>Total Netherlands</b>	<b>214,056</b>	<b>0.54</b>
<b>Spain - 0.51% (0.36%)</b>			
<b>Consumer Services - 0.35% (0.36%)</b>			
5,000	Industria de Diseño Textil S.A	107,125	0.27
15,000	International Consolidated Airlines	33,315	0.08
	<b>Total Consumer Services</b>	<b>140,440</b>	<b>0.35</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Technology - 0.16% (0.00%)</b>			
1,500	Amadeus IT Group	63,238	0.16
<b>Total Technology</b>		<b>63,238</b>	<b>0.16</b>
<b>Total Spain</b>		<b>203,678</b>	<b>0.51</b>
<b>Switzerland - 0.62% (0.60%)</b>			
<b>Healthcare - 0.62% (0.60%)</b>			
893	Roche Holding	250,366	0.62
<b>Total Healthcare</b>		<b>250,366</b>	<b>0.62</b>
<b>Total Switzerland</b>		<b>250,366</b>	<b>0.62</b>
<b>Total Equities</b>		<b>22,611,448</b>	<b>56.22</b>

Nominal Value	Investment	Bid-market value £	Percentage of total net assets %
<b>BONDS</b>			
<b>Corporate Bonds - 20.33% (20.99%)</b>			
£100,000	3i Group 3.75% 05.06.2040	104,503	0.26
£200,000	Anglian Water Services Financing 2.625% 15.06.2027	198,759	0.49
£100,000	Aviva 4% VRN 03.06.2055	100,665	0.25
£100,000	Bank of Montreal 1.375% 29.12.2021	100,916	0.25
£143,000	BMW International Investment 1% 17.11.2021	142,956	0.36
£200,000	BP Capital Markets 2.03% 14.02.2025	208,082	0.52
£150,000	British Telecommunications 3.125% 21.11.2031	165,230	0.41
£100,000	Cadent Finance 1.125% 22.09.2021	100,206	0.25
£100,000	Centrica 4.375% 13.03.2029	117,297	0.29
£250,000	Citigroup 2.75% 24.01.2024	262,635	0.65
£150,000	Compass Group 2% 03.07.2029	155,187	0.39
£225,000	Deutsche Telekom International Finance 1.25% 06.10.2023	227,638	0.57
£300,000	DWR Cymru Financing 1.625% 31.03.2026	301,104	0.75
£150,000	Electricité de France 6.125% 02.06.2034	218,674	0.54
£100,000	Equinor ASA 6.875% 11.03.2031	154,238	0.38
£109,000	Gatwick Funding 3.125% 28.09.2041	106,695	0.27
£100,000	GlaxoSmithKline 5.25% 10.04.2042	164,993	0.41
£100,000	Hammerson 3.5% 27.10.2025	88,633	0.22
£125,000	HSBC 6% 29.03.2040	159,451	0.40
£100,000	Intu Debenture 5.562% 31.12.2027	42,306	0.11
£100,000	Johnson & Johnson 5.5% 06.11.2024	120,967	0.30
£150,000	Land Securities Capital Markets 1.974% 08.02.2026	153,512	0.38
£100,000	Legal & General Finance 5.875% 11.12.2031	145,583	0.36
£100,000	Legal & General Group 3.75% VRN 26.11.2049	98,066	0.24
£100,000	Legal & General Group 5.375% VRN 27.10.2045	110,397	0.27
£117,000	Lloyds Banking Group 2.25% 16.10.2024	120,590	0.30

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

Nominal Value	Investment	Bid-market value £	Percentage of total net assets %
£150,000	Longstone Finance 4.774% 19.04.2036	182,482	0.45
£145,000	Marks & Spencer 4.75% 12.06.2025	155,042	0.39
£100,000	Mondelez International 4.5% 03.12.2035	115,036	0.29
£154,000	Nationwide Building Society 1% 24.01.2023	154,450	0.38
£100,000	Nationwide Building Society 3.25% 20.01.2028	114,818	0.29
£250,000	Next 3% 26.08.2025	249,461	0.62
£125,000	Next 4.375% 02.10.2026	132,302	0.33
£200,000	Next 5.375% 26.10.2021	206,758	0.51
£100,000	Northumbrian Water Finance 1.625% 11.10.2026	102,785	0.26
£150,000	Northumbrian Water Finance 2.375% 05.10.2027	161,703	0.40
£100,000	Prudential 5.875% 11.05.2029	132,398	0.33
£100,000	Prudential 6.875% 20.01.2023	114,260	0.28
£100,000	Reckitt Benckiser Treasury Services 1.75% 19.05.2032	104,083	0.26
£130,000	Royal Bank of Canada 1.125% 22.12.2021	131,162	0.33
£125,000	Scottish & Southern Energy 6.25% 27.08.2038	204,712	0.51
£120,000	Severn Trent Water Utilities 2.75% 05.12.2031	137,676	0.34
£100,000	Sky 6% 21.05.2027	132,757	0.33
£216,000	Southern Water Services Finance 2.375% 28.05.2028	219,090	0.54
£100,000	Southern Gas Networks 2.5% 03.02.2025	106,243	0.26
£100,000	SPD Finance UK 5.875% 17.07.2026	126,085	0.31
£125,000	Tesco 5.5% 13.01.2033	158,874	0.39
£100,000	Thames Water Utilities Caymen Finance 1.875% 24.01.2024	101,864	0.25
£100,000	Unilever 1.125% 03.02.2022	101,361	0.25
£150,000	Unilever 1.875% 15.09.2029	164,144	0.41
£125,000	Vodafone Group 5.625% 04.12.2025	154,530	0.38
£100,000	Vodafone Group 5.9% 26.11.2032	144,353	0.36
£100,000	Volkswagen Financial Services 4.25% 09.10.2025	110,649	0.28
£125,000	Wells Fargo 2% 28.07.2025	127,990	0.32
£100,000	Wells Fargo 2.125% 20.12.2023	102,606	0.26
£150,000	Western Power Distribution South West 2.375% 16.05.2029	159,953	0.40
<b>Total Corporate Bonds</b>		<b>8,178,910</b>	<b>20.33</b>

Nominal Value	Investment	Bid-market value £	Percentage of total net assets %
<b>Government Bonds - 17.18% (15.97%)</b>			
£500,000	UK Treasury 0% 12.10.2020	500,015	1.24
£500,000	UK Treasury 0% 09.11.2020	499,945	1.24
£500,000	UK Treasury 0% 21.12.2020	499,875	1.24
£425,000	UK Treasury 0.5% 22.07.2022	430,091	1.07
£350,000	UK Treasury 0.75% 22.07.2023	358,767	0.89
£250,000	UK Treasury 1% 22.04.2024	260,207	0.65
£250,000	UK Treasury 1.50% 22.07.2047	303,243	0.75
£150,000	UK Treasury 1.75% 07.09.2022	156,015	0.39
£200,000	UK Treasury 1.75% 07.09.2037	239,462	0.60
£200,000	UK Treasury 2% 22.07.2020	200,206	0.50
£150,000	UK Treasury 2.25% 07.09.2023	160,995	0.40
£150,000	UK Treasury 3.25% 22.01.2044	235,607	0.59
£150,000	UK Treasury 3.5% 22.01.2045	247,032	0.61
£400,000	UK Treasury 3.75% 07.09.2020	402,640	1.00
£150,000	UK Treasury 3.75% 07.09.2021	156,678	0.39
£300,000	UK Treasury 4.25% 07.12.2027	394,227	0.98
£200,000	UK Treasury 4.25% 07.06.2032	293,070	0.73
£150,000	UK Treasury 4.25% 07.03.2036	235,872	0.59
£225,000	UK Treasury 4.25% 07.09.2039	376,119	0.94
£100,000	UK Treasury 4.5% 07.09.2034	156,586	0.39
£225,000	UK Treasury 5% 07.03.2025	278,305	0.69
£350,000	UK Treasury 6% 07.12.2028	523,257	1.30
<b>Total Government Bonds</b>		<b>6,908,214</b>	<b>17.18</b>
<b>Total Bonds</b>		<b>15,087,124</b>	<b>37.51</b>
<b>Portfolio of investments</b>		<b>37,698,572</b>	<b>93.73</b>
<b>Net other assets</b>		<b>2,521,921</b>	<b>6.27</b>
<b>Net assets</b>		<b>40,220,493</b>	<b>100.00</b>

\* UK-listed investment trust.

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## SUMMARY OF MATERIAL PORTFOLIO CHANGES for the year ended 30 June 2020

Total Purchases		£13,549,160
Purchases		Cost £
UK Treasury 0% 21.12.2020		499,863
UK Treasury 0% 09.11.2020		499,626
UK Treasury 0% 12.10.2020		499,369
UK Treasury 0% 06.04.2020		498,978
UK Treasury 3.75% 07.09.2020		406,812
Royal Dutch Shell 'A'		339,590
HSBC Holdings (London listed)		318,953
UK Treasury 0% 01.06.2020		298,845
DWR Cymru Financing 1.625% 31.03.2026		298,029
UK Treasury 0% 08.06.2020		272,943
UK Treasury 1.50% 22.07.2047		270,707
Elementis		267,811
Citigroup 2.75% 24.01.2024		257,800
UK Treasury 0% 22.06.2020		249,877
BP		249,569
UK Treasury 0% 17.02.2020		249,099
UK Treasury 0% 27.04.2020		249,054
Next 3% 26.08.2025		236,347
Royal Dutch Shell 'B'		232,557
Rio Tinto		221,686

Total Sales		£ 3,899,720
Sales		Proceeds £
UK Treasury 0% 06.04.2020		500,000
UK Treasury 0% 01.06.2020		300,000
UK Treasury 0% 08.06.2020		274,000
UK Treasury 4.75% 07.03.2020		250,000
UK Treasury 3.75% 07.09.2019		250,000
Coventry 6% 16.10.2019		250,000
UK Treasury 0% 17.02.2020		250,000
UK Treasury 0% 09.12.2019		250,000
UK Treasury 0% 27.04.2020		250,000
UK Treasury 0% 22.06.2020		250,000
Merlin Entertainments		125,152
British Telecommunications 8.625% 26.03.2020		125,000
Land Securities 4.875% VRN 29.09.2025		113,982
Next		109,469
Lloyds Banking Group FRN 16.01.2020		108,000
Glencore Finance Canada 7.375% 27.05.2020		100,000
Britvic		98,378
RPC		83,265
TUI AG		77,430
Sequoia Economic Infrastructure Income Fund		64,874

## COMPARATIVE TABLES

Class B – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	117.49	116.19	111.75
Return before operating charges*	(5.37)	3.30	6.42
Operating charges	(2.02)	(2.00)	(1.98)
Return after operating charges*	(7.39)	1.30	4.44
Distributions on accumulation units	(0.83)	(1.34)	(1.04)
Retained distributions on accumulation units	0.83	1.34	1.04
Closing net asset value per unit	110.10	117.49	116.19
<i>*after direct transactions costs<sup>1</sup> of:</i>	0.10	0.11	0.14

<b>Performance</b>			
Return after charges	(6.29%)	1.12%	3.97%
Sector: IA Global	5.36%	7.50%	9.12%
Composite benchmark <sup>2</sup>	(4.32%)*		

<b>Other information</b>			
Closing net asset value (£)	29,564,439	26,910,211	22,115,582
Closing number of units	26,852,083	22,904,774	19,034,326
Operating charges	1.74%	1.74%	1.74%
Direct transaction costs	0.09%	0.10%	0.12%

<b>Prices</b>			
Highest unit price	125.28p	118.37p	117.71p
Lowest unit price	94.86p	107.45p	109.49p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 60.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	119.30	117.37	112.31
Return before operating charges*	(5.47)	3.37	6.49
Operating charges	(1.45)	(1.44)	(1.43)
Return after operating charges*	(6.92)	1.93	5.06
Distributions on accumulation units	(1.42)	(1.95)	(1.62)
Retained distributions on accumulation units	1.42	1.95	1.62
Closing net asset value per unit	112.38	119.30	117.37
<i>*after direct transactions costs<sup>1</sup> of:</i>	0.10	0.11	0.14

<b>Performance</b>			
Return after charges	(5.80%)	1.64%	4.51%
Sector: IA Global	5.36%	7.50%	9.12%
Composite benchmark <sup>2</sup>	(4.32%)*		



# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## COMPARATIVE TABLES

Other information			
Closing net asset value (£)	9,353,119	4,747,846	2,423,039
Closing number of units	8,322,848	3,979,696	2,064,528
Operating charges	1.24%	1.24%	1.24%
Direct transaction costs	0.09%	0.10%	0.12%

Prices			
Highest unit price	127.61p	119.99p	118.94p
Lowest unit price	96.72p	108.88p	110.52p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 60.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class B – Income	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	114.23	114.32	110.91
Return before operating charges*	(5.17)	3.19	6.40
Operating charges	(1.96)	(1.96)	(1.97)
Return after operating charges*	(7.13)	1.23	4.43
Distributions on income units	(0.80)	(1.32)	(1.02)
Closing net asset value per unit	106.30	114.23	114.32
*after direct transactions costs <sup>1</sup> of:	0.10	0.11	0.14

Performance			
Return after charges	(6.24%)	1.08%	3.99%
Sector: IA Global	5.36%	7.50%	9.12%
Composite benchmark <sup>2</sup>	(4.32%)*		

Other information			
Closing net asset value (£)	1,223,642	1,202,929	1,103,158
Closing number of units	1,151,161	1,053,081	965,000
Operating charges	1.74%	1.74%	1.75%
Direct transaction costs	0.09%	0.10%	0.12%

Prices			
Highest unit price	121.15p	116.32p	116.43p
Lowest unit price	91.71p	105.58p	108.29p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 60.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Income	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	114.26	114.34	110.92
Return before operating charges*	(5.21)	3.20	6.41
Operating charges	(1.39)	(1.40)	(1.41)
Return after operating charges*	(6.60)	1.80	5.00
Distributions on income units	(1.36)	(1.88)	(1.58)
Closing net asset value per unit	106.30	114.26	114.34
<i>*after direct transactions costs<sup>1</sup> of:</i>	0.10	0.11	0.14

<b>Performance</b>			
Return after charges	(5.78%)	1.57%	4.51%
Sector: IA Global	5.36%	7.50%	9.12%
Composite benchmark <sup>2</sup>	(4.32%)*		

<b>Other information</b>			
Closing net asset value (£)	79,293	62,842	62,886
Closing number of units	74,597	55,000	55,000
Operating charges	1.24%	1.24%	1.25%
Direct transaction costs	0.09%	0.10%	0.12%

<b>Prices</b>			
Highest unit price	121.45p	116.43p	116.71p
Lowest unit price	91.83p	105.86p	108.43p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 60.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Past performance is not a guide to future performance. The price of units and distributions credited may go down as well as up. Investments in unit trusts should normally be regarded as long-term investments.

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## STATEMENT OF TOTAL RETURN for the year ended 30 June 2020

	Notes	30 June 2020		30 June 2019	
		£	£	£	£
Income					
Net capital (losses) / gains	2		(2,896,542)		114,104
Revenue	3	906,717		862,210	
Expenses	4	(601,168)		(481,375)	
Interest payable and similar charges		-		(636)	
Net revenue before taxation		305,549		380,199	
Taxation	5	(18,369)		(13,517)	
Net revenue after taxation			287,180		366,682
<b>Total return before distributions</b>			<b>(2,609,362)</b>		<b>480,786</b>
Distributions	6		(287,168)		(366,688)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>(2,896,530)</b>		<b>114,098</b>

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS for the year ended 30 June 2020

		30 June 2020		30 June 2019	
		£	£	£	£
<b>Opening net assets attributable to unitholders</b>			<b>32,923,828</b>		<b>25,704,665</b>
Amounts receivable on issue of units	13,813,003			8,503,972	
Amounts payable on cancellation of units	(3,920,508)			(1,768,279)	
			9,892,495		6,735,693
Change in net assets attributable to unitholders from investment activities			(2,896,530)		114,098
Retained distribution on accumulation units			300,700		369,372
<b>Closing net assets attributable to unitholders</b>			<b>40,220,493</b>		<b>32,923,828</b>

## BALANCE SHEET as at 30 June 2020

	Notes	30 June 2020		30 June 2019	
		£	£	£	£
<b>Assets</b>					
Investments			37,698,572		31,094,634
<b>Current assets</b>					
Debtors	8	338,834		285,011	
Cash and bank balances		2,252,916		1,651,393	
			2,591,750		1,936,404
Total assets			40,290,322		33,031,038
<b>Liabilities</b>					
Creditors					
Other creditors		(66,167)		(96,953)	
Distribution payable on income units	9	(3,662)		(10,257)	
Total liabilities			(69,829)		(107,210)
<b>Net assets attributable to unitholders</b>			<b>40,220,493</b>		<b>32,923,828</b>

This report was approved by the Directors of Wesleyan Unit Trust Managers Limited on 16 November 2020 and is signed on their behalf by:



**J. Needham**  
Chief Executive Officer

# WESLEYAN MODERATE RISK / REWARD GROWTH FUND continued

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Interim

Group 1: units purchased prior to 1 July 2019

Group 2: units purchased on or after 1 July 2019 and on or before 31 December 2019

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.5372	-	0.5372	0.4141
Group 2	0.1518	0.3854	0.5372	0.4141

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.8539	-	0.8539	0.7122
Group 2	0.3493	0.5046	0.8539	0.7122

Class B Income Units	Net Income	Equalisation	Paid 28 February 2020	Paid 28 February 2019
Group 1	0.5195	-	0.5195	0.4041
Group 2	0.1285	0.3910	0.5195	0.4041

Class X Income Units	Net Income	Equalisation	Paid 28 February 2020	Paid 28 February 2019
Group 1	0.8127	-	0.8127	0.6881
Group 2	0.3257	0.4870	0.8127	0.6881

## Distribution tables (pence per unit)

### Final

Group 1 - units purchased prior to 1 January 2020

Group 2 - units purchased on or after 1 January 2020 and on or before 30 June 2020

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.2917	-	0.2917	0.9305
Group 2	0.1651	0.1266	0.2917	0.9305

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	0.5666	-	0.5666	1.2336
Group 2	0.3149	0.2517	0.5666	1.2336

Class B Income Units	Net Income	Equalisation	Paid 28 August 2020	Paid 31 August 2019
Group 1	0.2823	-	0.2823	0.9118
Group 2	0.1611	0.1212	0.2823	0.9118

Class X Income Units	Net Income	Equalisation	Paid 28 August 2020	Paid 31 August 2019
Group 1	0.5520	-	0.5520	1.1901
Group 2	0.2020	0.3500	0.5520	1.1901

## Corporate unitholders information

For corporate unitholders, all of the income relating to the distribution is 100% franked.

### Equalisation

Many funds receive dividends from the companies they invest in. These payments are added to the fund's cash reserve. As this reserve grows, so does the fund's net asset value, which in turn increases the offer price for the fund's units.

At the point of the fund's next dividend payment date, these dividends are paid out to the fund's unitholders and no longer form part of the fund's cash reserve. This usually causes the unit price of the fund to fall.

Group 1 and 2 (see top of the page for dates) unitholders receive the same dividend amount per unit. Group 1 payments entirely comprise of income and therefore Equalisation does not apply to this group.

Group 2 payments take into account two components as they are between two dividend dates. Part of the payment for Group 2 unitholders comes from the income that accumulated from the date of unit purchase. The second part comes from partial returns on units that were bought at a higher price when the cash reserve grew. This is known as capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.



# WESLEYAN RISK AVERSE FUND

## FUND REVIEW

This is the full-year report for the Wesleyan Risk Averse Fund, covering the year to 30 June 2020. The underlying unit price performance generated a return of 3.27% over the period, trailing the IA UK Gilts sector average which grew by 11.89% over the same period.

Whilst the difference in performance is significant it should be noted that the Wesleyan Risk Averse Fund's investment objectives changed from a money market fund – investing in short-term cash deposits – to a UK government bond (gilt) fund in January 2019. This was done with the aim of achieving a return greater than that available on cash, by investing in short-dated gilts and money market assets.

In the year to 30 June 2020, the Bank of England (BoE) base rate of interest fell from 0.75% to 0.25% on 11 March and then to 0.1% on 19 March, the level at which it ended the period. Thus, an investment in short-dated deposits would have earned just over 0.5% over this twelve-month period, below that achieved by the Risk Averse Fund.

Whilst the fund has failed to keep pace with the double-digit returns of the gilt sector, it is ahead of what unitholders would have achieved in short-dated deposits. It also exceeds what would have been achieved by investing in gilts maturing within five years, which is perhaps more comparable given the Risk Averse Fund's positioning.

The two reductions in interest rates were part of the BoE's Monetary Policy Committee's (MPC) actions to stimulate the economy, and to protect against

some of the economic effects of national lockdown measures put in place – from the middle of March – to control the spread of COVID-19.

Andrew Bailey, the new Governor of the BoE, has suggested it is possible that a negative base rate could be voted for at future MPC meetings. However, it seems more likely that the MPC will announce further tranches of Quantitative Easing (QE) before voting in favour of such a move.

Price inflation has remained low, as consumer demand has declined in several areas. An example of this is the price of oil, which fell dramatically as the global economy slowed and more people stayed at home, either to work or on furlough, during and after lockdown. At one stage, US oil prices briefly went negative as the cost of storage was deemed to outweigh the value of owning it in large quantities.

The strong performance of the gilt market was predominantly a result of a 'flight to quality' from mid-February, as investors sold equities and bought gilts. This trend was largely fuelled by investors anticipating a dramatic economic slowdown, as the BoE announced £200bn of QE in March and a further £100bn in June.

The scale of contraction in the economy is exceptionally difficult to predict with UK GDP estimated to have declined by approximately 20% in the three months to June 2020. Several economists have predicted a quick bounce back in activity (a so-called 'V-shaped' recovery) although the timing is difficult to forecast, as is the extent of the recovery.

The full list of portfolio holdings can be found later in this report.

## Fund outlook

The strong price performance of gilts in recent years has seen redemption yields move below 1% across all durations. At the time of writing, no gilt yield is more than 0.8%.

We do not believe that long-dated gilts provide good value for unitholders' money with such low yields and, for the time being, they are not considered an appropriate investment for the Risk Averse Fund.

It is our intention to continue to position the fund in short-dated gilts with the average duration unlikely to exceed five years, but we will seek opportunities to lengthen the duration of the portfolio if yields rise. We will also seek short-term trading opportunities in these circumstances, to try to add value for unitholders, and estimate that similar trading opportunities contributed more than 0.25% to the fund's return so far in the current calendar year.

Financial markets face many uncertainties in the immediate future. These include ongoing Brexit negotiations, the US presidential election and geopolitical tensions between major global powers, as well as recovering from the measures imposed to protect the health of the world's population from the worst effects of COVID-19. In these circumstances, we expect interest rates to remain at low levels for several years, and so we expect that unitholders will see low returns for the foreseeable future.

**Paul Burton became the Fund Manager for the Wesleyan Risk Averse Fund from 1 January 2020.**

## GENERAL INFORMATION

### Investment objective and policy

The fund aims to provide capital growth over a period of at least five years. We measure the success of the fund as outperforming a benchmark over a rolling 5- year period. We do this by comparing the investment performance, before fees and charges, to a composite benchmark which reflects the current risk rating of the fund.

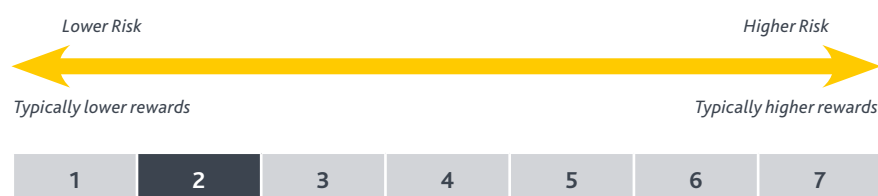
The composite benchmark is composed as follows: 90% FTSE Actuaries UK Conventional Bonds Gilts All Stocks – Total Return, 5% FTSE Actuaries UK-Index Linked Gilts All Stocks – Total Return Indices and 5% SONIA interest rate benchmark. Invested capital is however at risk and there is no guarantee that the objective will be attained over this or any period.

The Fund will invest predominantly through Sterling denominated (or hedged back to Sterling) government backed securities, with a rating the same or higher than that of the UK, with at least 80% invested in UK government securities (Gilts).

The Fund may also invest in other fixed interest and transferable securities, near cash, deposits, money-market instruments and other collective investment schemes.

More than 35% of the Fund may be invested in government and public securities issued by or on behalf of or guaranteed by the Government of the United Kingdom.

### Risk and reward profile



The risk category is based on the rate the fund's value has moved up and down in the past and has remained unchanged from the prior year.

The fund's value can be influenced by changes in stock market prices, currencies and interest rates which can be affected by factors such as political and economic events.

This risk category is calculated in line with European Securities Markets Authority (ESMA) rules using historical data.

This is not a guarantee and may not be a reliable indication of the fund's future risk and reward category.

A fund in the lowest category does not mean a 'risk free' investment.

A fuller explanation of the risk and reward profile and how it can move up and down based on the market volatility, is contained in the fund's Key Investor Information Document (KIID). KIIDs are available at [www.wesleyan.co.uk/fund-prices](http://www.wesleyan.co.uk/fund-prices)

More information about fund performance, including benchmarks and comparisons, can be found later in this report.

Charges	Class A	Class B	Class X
Initial charge*	0%	3%	3%
Annual management charge**	0%	0.5%	0%

\*built into the price of the unit

\*\*% per annum of the Net Asset Value

## INCOME ALLOCATION DATES

Final	31 August
Interim	Last day of February



# WESLEYAN RISK AVERSE FUND

continued

## PORTFOLIO STATEMENT as at 30 June 2020

Unless otherwise stated, all investments are government bonds. The comparative percentage figures in brackets are as at 30 June 2019.

Nominal Value	Investment	Bid-market value £	Percentage of total net assets %
<b>BONDS</b>			
<b>Government Bonds - 99.33% (98.79%)</b>			
£245,000	UK Treasury 0.125% 31.01.2023	246,029	9.36
£50,000	UK Treasury 0.625% 07.06.2025	51,667	1.97
£450,000	UK Treasury 0.75% 22.07.2023	461,272	17.55
£350,000	UK Treasury 1% 22.04.2024	364,290	13.86
£460,000	UK Treasury 1.5% 22.01.2021	463,809	17.65
£300,000	UK Treasury 1.625% 22.10.2028	339,126	12.90
£60,000	UK Treasury 2% 22.07.2020	60,062	2.28
£60,000	UK Treasury 3.75% 07.09.2020	60,396	2.30
£25,000	UK Treasury 4.25% 07.06.2032	36,634	1.39
£165,000	UK Treasury 4.5% 07.09.2034	258,367	9.83
£180,000	UK Treasury 6% 07.12.2028	269,104	10.24
<b>Portfolio of investments</b>		<b>2,610,756</b>	<b>99.33</b>
<b>Net other assets</b>		<b>17,611</b>	<b>0.67</b>
<b>Net assets</b>		<b>2,628,367</b>	<b>100.00</b>

## SUMMARY OF MATERIAL PORTFOLIO CHANGES

### for the year ended 30 June 2020

<b>Total Purchases</b>	<b>£1,684,050</b>
<b>Purchases*</b>	<b>Cost £</b>
UK Treasury 4.5% 07.09.2034	412,862
UK Treasury 3.75% 07.09.2020	366,878
UK Treasury 0.125% 31.01.2023	245,111
UK Treasury 6% 07.12.2028	160,073
UK Treasury 2% 22.07.2020	152,141
UK Treasury 4.75% 07.12.2030	127,375
UK Treasury 4.25% 07.06.2032	107,896
UK Treasury 1.5% 22.01.2021	60,633
UK Treasury 0.625% 07.06.2025	51,081
<b>Total Sales</b>	<b>£1,592,107</b>
<b>Sales*</b>	<b>Proceeds £</b>
UK Treasury 4.75% 07.03.2020	477,087
UK Treasury 3.75% 07.09.2020	303,941
UK Treasury 1.75% 22.07.2019	200,000
UK Treasury 6% 07.12.2028	161,004
UK Treasury 4.5% 07.09.2034	157,450
UK Treasury 4.75% 07.12.2030	129,727
UK Treasury 2% 22.07.2020	90,264
UK Treasury 4.25% 07.06.2032	72,634

\* As the total number of sales and purchases for the year was below twenty, the complete list of sales has been provided here.

# WESLEYAN RISK AVERSE FUND

continued

## COMPARATIVE TABLES

Class A – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	153.57	150.12	149.58
Return before operating charges*	4.98	3.46	0.54
Operating charges	(0.01)	(0.01)	-
Return after operating charges*	4.97	3.45	0.54
Distributions on accumulation units	(1.40)	(1.19)	(0.54)
Retained distributions on accumulation units	1.40	1.19	0.54
Closing net asset value per unit	158.54	153.57	150.12
*after direct transactions costs <sup>1</sup> of:	-	-	-

<b>Performance</b>			
Return after charges	3.24%	2.30%	0.36%
Sector: IA UK Gilts <sup>2</sup>	11.89%	-	-
Composite benchmark <sup>3</sup>	5.08%*		

<b>Other information</b>			
Closing net asset value (£)	1,028,335	1,042,846	1,056,208
Closing number of units	648,614	679,088	703,571
Operating charges	0.01%	0.01%	0.00%
Direct transaction costs	0.00%	0.00%	0.00%

<b>Prices</b>			
Highest unit price	158.68p	153.80p	150.12p
Lowest unit price	153.69p	150.13p	149.63p

<sup>1</sup> Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs.

<sup>2</sup> As this fund changed sector from IA Short Term Money Market to IA UK Gilts on 21 January 2019, three years of comparable performance data is unavailable.

<sup>3</sup> The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 81.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class B – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	101.40	99.63	99.77
Return before operating charges*	3.29	2.27	0.36
Operating charges	(0.52)	(0.50)	(0.50)
Return after operating charges*	2.77	1.77	(0.14)
Distributions on accumulation units	(0.41)	(0.28)	-
Retained distributions on accumulation units	0.41	0.28	-
Closing net asset value per unit	104.17	101.40	99.63
*after direct transactions costs <sup>1</sup> of:	-	-	-

Performance			
Return after charges	2.73%	1.78%	(0.14%)
Sector: IA UK Gilts <sup>2</sup>	11.89%	-	-
Composite benchmark <sup>3</sup>	5.08%*		

Other information			
Closing net asset value (£)	537,413	446,169	936,484
Closing number of units	515,917	440,000	940,000
Operating charges	0.51%	0.50%	0.50%
Direct transaction costs	0.00%	0.00%	0.00%

Prices			
Highest unit price	107.38p	104.61p	99.80p
Lowest unit price	101.47p	99.62p	99.63p

<sup>1</sup> Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs.

<sup>2</sup> As this fund changed sector from IA Short Term Money Market to IA UK Gilts on 21 January 2019, three years of comparable performance data is unavailable.

<sup>3</sup> The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 81.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	102.93	100.62	100.26
Return before operating charges*	3.34	2.32	0.36
Operating charges	(0.01)	(0.01)	-
Return after operating charges*	3.33	2.31	0.36
Distributions on accumulation units	(0.94)	(0.80)	(0.36)
Retained distributions on accumulation units	0.94	0.80	0.36
Closing net asset value per unit	106.26	102.93	100.62
<i>*after direct transactions costs<sup>1</sup> of:</i>	-	-	-
Performance			
Return after charges	3.24%	2.30%	0.36%
Sector: IA UK Gilts <sup>2</sup>	11.89%	-	-
Composite benchmark <sup>3</sup>	5.08%*		

Other information			
Closing net asset value (£)	1,062,619	1,029,255	1,006,169
Closing number of units	1,000,000	1,000,000	1,000,000
Operating charges	0.01%	0.01%	0.00%
Direct transaction costs	0.00%	0.00%	0.00%

Prices			
Highest unit price	109.54p	106.17p	100.62p
Lowest unit price	103.01p	100.63p	100.29p

<sup>1</sup> Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs.

<sup>2</sup> As this fund changed sector from IA Short Term Money Market to IA UK Gilts on 21 January 2019, three years of comparable performance data is unavailable.

<sup>3</sup> The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 81.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Past performance is not a guide to future performance. The price of units and distributions credited may go down as well as up. Investments in unit trusts should normally be regarded as long-term investments.

# WESLEYAN RISK AVERSE FUND

continued

## STATEMENT OF TOTAL RETURN for the year ended 30 June 2020

		30 June 2020		30 June 2019	
	Notes	£	£	£	£
Income					
Net capital gains	2		58,174		37,987
Revenue	3	22,876		22,498	
Expenses	4	(2,358)		(3,743)	
Interest payable and similar charges		-		(820)	
Net revenue before taxation		20,518		17,935	
Taxation	5	-		-	
Net revenue after taxation			20,518		17,935
<b>Total return before distributions</b>			<b>78,692</b>		<b>55,922</b>
Distributions	6		(20,518)		(17,935)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>58,174</b>		<b>37,987</b>

## STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS for the year ended 30 June 2020

		30 June 2020		30 June 2019	
		£	£	£	£
<b>Opening net assets attributable to unitholders</b>			<b>2,518,270</b>		<b>2,998,861</b>
Amounts receivable on issue of units		92,936		3,900	
Amounts payable on cancellation of units		(61,569)		(540,208)	
Change in net assets attributable to unitholders from investment activities			58,174		37,987
Retained distribution on accumulation units			20,556		17,730
<b>Closing net assets attributable to unitholders</b>			<b>2,628,367</b>		<b>2,518,270</b>

## BALANCE SHEET as at 30 June 2020

	Notes	30 June 2020		30 June 2019	
		£	£	£	£
<b>Assets</b>					
Investments			2,610,756		2,487,717
<b>Current assets</b>					
Debtors	8	10,548		14,967	
Cash and bank balances		7,264		15,751	
			17,812		30,718
Total assets			2,628,568		2,518,435
<b>Liabilities</b>					
Creditors					
Other creditors	9	(201)		(165)	
Total liabilities			(201)		(165)
<b>Net assets attributable to unitholders</b>			<b>2,628,367</b>		<b>2,518,270</b>

This report was approved by the Directors of Wesleyan Unit Trust Managers Limited on 16 November 2020 and is signed on their behalf by:



**J. Needham**  
Chief Executive Officer

# WESLEYAN RISK AVERSE FUND

continued

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Interim

Group 1: units purchased prior to 1 July 2019

Group 2: units purchased on or after 1 July 2019 and on or before 31 December 2019

Class A Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.7279	-	0.7279	0.4755
Group 2	0.4282	0.2997	0.7279	0.4755

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.2226	-	0.2226	0.0639
Group 2	0.2226	-	0.2226	0.0639

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	0.4879	-	0.4879	0.3187
Group 2	0.4879	-	0.4879	0.3187

## Distribution tables (pence per unit)

### Final

Group 1 - units purchased prior to 1 January 2020

Group 2 - units purchased on or after 1 January 2020 and on or before 30 June 2020

Class A Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 28 February 2019
Group 1	0.6767	-	0.6767	0.7133
Group 2	0.3799	0.2968	0.6767	0.7133

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 28 February 2019
Group 1	0.1887	-	0.1887	0.2209
Group 2	0.0166	0.1721	0.1887	0.2209

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 28 February 2019
Group 1	0.4535	-	0.4535	0.4781
Group 2	0.4535	-	0.4535	0.4781

## Corporate unitholders information

For corporate unitholders, all of the income relating to the distribution is 100% unfranked.

### Equalisation

Many funds receive dividends from the companies they invest in. These payments are added to the fund's cash reserve. As this reserve grows, so does the fund's net asset value, which in turn increases the offer price for the fund's units.

At the point of the fund's next dividend payment date, these dividends are paid out to the fund's unitholders and no longer form part of the fund's cash reserve. This usually causes the unit price of the fund to fall.

Group 1 and 2 (see top of the page for dates) unitholders receive the same dividend amount per unit. Group 1 payments entirely comprise of income and therefore Equalisation does not apply to this group.

Group 2 payments take into account two components as they are between two dividend dates. Part of the payment for Group 2 unitholders comes from the income that accumulated from the date of unit purchase. The second part comes from partial returns on units that were bought at a higher price when the cash reserve grew. This is known as capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.





# WESLEYAN UK GROWTH FUND

## FUND REVIEW

This is the full-year report for the Wesleyan UK Growth Fund covering the year to 30 June 2020. The underlying unit price performance generated a return of -19%, underperforming the IA UK All Companies sector average which fell by 11%\* over the same period.

The global COVID-19 pandemic has inflicted enormous human, economic and financial hardship, with many nations forced to close their economies. The UK stock market has been among the worst-performing global markets during the year to 30 June, a feature of the cyclical sectors (such as the financial, energy and leisure sectors) which form a high proportion of the overall market. UK equities plummeted as concerns around COVID-19 grew and the gravity of the impact from 'lockdown' measures started to become apparent.

This backdrop has translated into a painful year for the fund's performance, as the share prices of those companies which are more dependent on economic growth posted substantial declines as the economy fell into recession. The UK economy is estimated to have shrunk by around 17% in the first half of 2020, with several sectors faring much worse than others. Central banks, such as the Bank of England (BoE), announced emergency interest rate cuts and additional government bond purchases, with the intention of pushing interest rates down to effectively zero. However, low interest rates tend to reduce profitability for many

of the financial companies held within the fund – most of which are well-known banks and insurance firms. Despite this, these banks and insurers remain well-capitalised and have been stress-tested for a number of adverse scenarios.

Other large sectors of the UK stock market were severely affected by the pandemic and global 'lockdown' policies. For example, deserted streets, school closures and a rise in the number of people working from home resulted in a swift decline in demand for energy products and services. Travel and leisure companies have also detracted from the fund's performance, as those businesses were forced to press the 'pause' button while shutters were pulled down. Demand for new planes and vehicles also evaporated, forcing highly-skilled specialist engineers to mothball production facilities, which transmitted shockwaves through many industrial supply chains and sent share prices sharply lower for those affected companies.

During the year, the fund reduced positions in AstraZeneca, Mitchells & Butlers and Next after strong performances. The fund also exited its Merlin Entertainments (theme park operator) holding, following a successful takeover. The fund initiated a new position in Bodycote and added to its holding of Senior, both of which are industrial engineering companies. Purchases have also been made in UK housebuilders Persimmon and Taylor Wimpey, during pronounced periods of

weakness, with the expectation that they should perform well over the longer term.

The full list of portfolio holdings can be found later in this report.

## Fund outlook

The UK stock market has undoubtedly suffered from the fallout of the pandemic, although it should be noted that markets have, at the time of writing, regained some ground from the depths of the immediate sell-off. Global attention is now – unsurprisingly – focused on the threat of additional infection waves and this is something we are monitoring closely. We remain cautiously optimistic that medical and scientific advances can help to contain the virus and provide a much-needed confidence boost to help reignite growth prospects.

The pace of stock market recoveries remains very difficult to forecast, because there will inevitably be scarring from the current economic climate, particularly from rising unemployment and the requirement for business models to adapt. Volatility is also likely to remain a notable feature over the course of 2020 because of the current pandemic, as well as other factors such as the EU-UK trade talks and global geopolitics.

It is clear that the sharp price falls we have witnessed will have been very disappointing for our unitholders. However, we ultimately believe, as long-term investors, that unitholders' patience will be rewarded once an economic recovery gains traction.

## GENERAL INFORMATION

### Investment objective and policy

The fund aims to provide capital growth over a period of at least five years. We measure the success of the fund as outperforming a benchmark over a rolling 5-year period. We do this by comparing the investment performance, before fees and charges, to a composite benchmark which reflects the current risk rating of the fund.

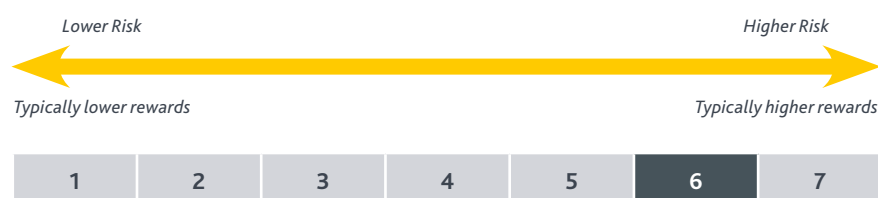
The composite benchmark is composed as follows: 95% FTSE All Share - Total Return Index, and 5% SONIA interest rate benchmark. Invested capital is however at risk and there is no guarantee that the objective will be attained over this or any period.

The Fund will invest predominantly in a diversified portfolio of UK equities. Under normal circumstances the emphasis will be on equity shares in the UK. The Fund may invest in various sectors.

The Fund may also invest in fixed interest and other transferable securities (including non-UK equities), cash, near cash, deposits, money-market instruments and other collective investment schemes.

The Fund may use derivatives for the purposes of efficient portfolio management.

### Risk and reward profile



The risk category is based on the rate the fund's value has moved up and down in the past and has increased from the prior year.

The fund's value can be influenced by changes in stock market prices, currencies and interest rates which can be affected by factors such as political and economic events.

This risk category is calculated in line with European Securities Markets Authority (ESMA) rules using historical data.

This is not a guarantee and may not be a reliable indication of the fund's future risk and reward category.

A fund in the lowest category does not mean a 'risk free' investment.

A fuller explanation of the risk and reward profile and how it can move up and down based on the market volatility, is contained in the fund's Key Investor Information Document (KIID). KIIDs are available at [www.wesleyan.co.uk/fund-prices](http://www.wesleyan.co.uk/fund-prices)

More information about fund performance, including benchmarks and comparisons, can be found later in this report.

Charges	Class A	Class B	Class X
Initial charge*	3%	3%	3%
Annual management charge**	1.25%	1.5%	1%

\*built into the price of the unit

\*\*% per annum of the Net Asset Value

## INCOME ALLOCATION DATES

Final	31 August
Interim	Last day of February

# WESLEYAN UK GROWTH FUND

continued

## PORTFOLIO STATEMENT as at 30 June 2020

Unless otherwise stated, all holdings are quoted in ordinary shares and listed on a recognised exchange. Percentages in brackets show the equivalent sector distribution as at 30 June 2019.

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>United Kingdom - 93.04% (92.34%)</b>			
<b>Oil &amp; Gas - 9.99% (14.95%)</b>			
725,000	BP	2,226,837	4.40
21,436	Hunting	45,573	0.09
27,262	Royal Dutch Shell 'A'	350,862	0.69
199,248	Royal Dutch Shell 'B'	2,438,796	4.81
<b>Total Oil &amp; Gas</b>		<b>5,062,068</b>	<b>9.99</b>
<b>Basic Materials - 9.67% (8.67%)</b>			
40,960	Anglo American	765,706	1.51
93,926	BHP Group	1,553,724	3.07
194,746	Elementis	124,248	0.24
22,537	Johnson Matthey	472,601	0.93
43,665	Rio Tinto	1,986,103	3.92
<b>Total Basic Materials</b>		<b>4,902,382</b>	<b>9.67</b>
<b>Industrials - 8.70% (7.37%)</b>			
19,036	Aggreko	84,291	0.17
35,000	Babcock International	108,570	0.21
221,835	BAE Systems	1,072,350	2.12
96,428	Balfour Beatty	251,291	0.50
72,005	Bodycote	450,751	0.89
7,746	Bunzl	167,778	0.33
108,958	DS Smith	357,600	0.70
201	Galliford Try	238	-
220,000	Hays	261,800	0.52
411,567	Melrose Industries	469,186	0.93
57,119	Rolls-Royce	163,018	0.32
260,510	Senior	181,966	0.36
100,000	SIG	30,500	0.06
25,000	SIG Rights	-	-
43,609	Smiths Group	613,361	1.21
17,262	Travis Perkins	194,284	0.38
<b>Total Industrials</b>		<b>4,406,984</b>	<b>8.70</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Consumer Goods - 11.19% (9.00%)</b>			
24,000	Associated British Foods	459,600	0.91
51,428	Diageo	1,379,042	2.72
27,071	Persimmon	618,843	1.22
152,061	Tate & Lyle	1,015,159	2.00
200,000	Taylor Wimpey	284,700	0.56
44,000	Unilever	1,916,200	3.78
115	Vistry Group	817	-
<b>Total Consumer Goods</b>		<b>5,674,361</b>	<b>11.19</b>
<b>Healthcare - 13.03% (9.35%)</b>			
35,914	AstraZeneca	3,024,318	5.97
170,396	GlaxoSmithKline	2,788,019	5.50
52,454	Smith & Nephew	789,695	1.56
<b>Total Healthcare</b>		<b>6,602,032</b>	<b>13.03</b>
<b>Consumer Services - 8.06% (9.22%)</b>			
18,000	Carnival	177,444	0.35
42,134	Dixons Carphone	37,752	0.07
85,000	Halfords	128,860	0.25
49,220	Informa	231,531	0.46
5,000	InterContinental Hotels	178,250	0.35
825,528	ITV	616,339	1.22
229,918	Kingfisher	507,429	1.00
184,779	Marks & Spencer	182,857	0.36
300,000	Marston's	159,150	0.31
52,602	Mitchells & Butlers	98,892	0.20
9,000	Next	440,460	0.87
319,693	Sainsbury (J)	667,199	1.32
288,000	Tesco	656,928	1.30
<b>Total Consumer Services</b>		<b>4,083,091</b>	<b>8.06</b>
<b>Telecommunications - 3.33% (3.48%)</b>			
656,782	BT	749,060	1.48
730,120	Vodafone	940,833	1.85
<b>Total Telecommunications</b>		<b>1,689,893</b>	<b>3.33</b>
<b>Utilities - 3.24% (3.21%)</b>			
400,809	Centrica	154,472	0.30
8,041	National Grid	79,461	0.16
15,977	Severn Trent	396,070	0.78
40,000	SSE	545,800	1.08
51,494	United Utilities	468,698	0.92
<b>Total Utilities</b>		<b>1,644,501</b>	<b>3.24</b>

# WESLEYAN UK GROWTH FUND

continued

## PORTFOLIO STATEMENT as at 30 June 2020

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Financials - 25.83% (27.09%)</b>			
50,000	3i Group	416,300	0.82
187,839	Aviva	513,927	1.01
308,865	Barclays	353,342	0.70
100,000	British Land REIT	386,300	0.76
250,000	Downing Strategic Micro Cap*	117,500	0.23
366,666	Grainger Trust*	1,048,665	2.07
130,000	Hammerson REIT	104,338	0.21
107,228	Henderson Smaller Companies Investment Trust*	829,945	1.64
578,468	HSBC Holdings (London listed)	2,188,923	4.32
98,891	Land Securities REIT	546,867	1.08
480,497	Legal & General	1,061,418	2.09
2,177,738	Lloyds Banking	678,910	1.34
1,385,200	Miton UK MicroCap Trust*	637,192	1.26
166,083	M&G Prudential	278,189	0.55
7,136	OneSavings Bank	18,939	0.04
153,741	Primary Health Properties REIT	240,451	0.47
166,083	Prudential	2,023,721	3.99
62,991	Royal Bank of Scotland	76,566	0.15
82,961	RSA Insurance	339,974	0.67
19,046	Schroders	561,667	1.11
77,785	Standard Chartered	342,254	0.68
67,433	Standard Life UK Smaller Companies*	325,027	0.64
<b>Total Financials</b>		<b>13,090,415</b>	<b>25.83</b>
<b>Total United Kingdom</b>		<b>47,155,727</b>	<b>93.04</b>
<b>Channel Islands - 4.11% (4.09%)</b>			
<b>Basic Materials - 0.81% (1.00%)</b>			
240,000	Glencore	410,928	0.81
<b>Total Basic Materials</b>		<b>410,928</b>	<b>0.81</b>
<b>Industrials - 2.19% (2.04%)</b>			
24,585	Experian Group	693,051	1.37
6,259	Ferguson	413,845	0.82
<b>Total Industrials</b>		<b>1,106,896</b>	<b>2.19</b>

Holding	Investment	Bid-market value £	Percentage of total net assets %
<b>Financials - 1.11% (1.05%)</b>			
300,000	Man Group	391,650	0.77
135,592	River and Mercantile UK Micro Cap Investment*	172,202	0.34
<b>Total Financials</b>		<b>563,852</b>	<b>1.11</b>
<b>Total Channel Islands</b>		<b>2,081,676</b>	<b>4.11</b>
<b>Germany - 0.46% (0.73%)</b>			
<b>Consumer Services - 0.46% (0.73%)</b>			
61,851	TUI AG	235,590	0.46
<b>Total Consumer Services</b>		<b>235,590</b>	<b>0.46</b>
<b>Total Germany</b>		<b>235,590</b>	<b>0.46</b>
<b>Spain - 0.50% (0.83%)</b>			
<b>Consumer Services - 0.50% (0.83%)</b>			
114,500	International Consolidated Airlines	254,305	0.50
<b>Total Consumer Services</b>		<b>254,305</b>	<b>0.50</b>
<b>Total Spain</b>		<b>254,305</b>	<b>0.50</b>
<b>Portfolio of investments</b>		<b>49,727,298</b>	<b>98.11</b>
<b>Net other assets</b>		<b>960,066</b>	<b>1.89</b>
<b>Net assets</b>		<b>50,687,364</b>	<b>100.00</b>

\* UK-Listed Investment Trust.

# WESLEYAN UK GROWTH FUND

continued

## SUMMARY OF MATERIAL PORTFOLIO CHANGES for the year ended 30 June 2020

<b>Total Purchases</b>	<b>£2,863,374</b>
<b>Purchases*</b>	<b>Cost £</b>
Bodycote	489,520
Senior	299,620
Elements	274,133
Carnival	260,279
InterContinental Hotels	231,918
HSBC Holdings (London listed)	227,549
Taylor Wimpey	224,082
Persimmon	209,163
Sainsbury (J)	204,520
Smith & Nephew	203,122
Bunzl	161,155
Hunting	63,357
OneSavings Bank	14,956
<b>Total Sales</b>	<b>£3,497,470</b>
<b>Sales*</b>	<b>Proceeds £</b>
Mitchells & Butlers	579,642
AstraZeneca	501,150
Next	422,217
Merlin Entertainments	383,053
Experian Group	275,216
United Utilities	252,436
Henderson Smaller Companies Investment Trust*	240,167
National Grid	221,879
Ferguson	194,952
Legal & General	182,974
SSE	162,979
KCOM	57,286
Glencore	19,683
Intu Properties	3,836

\* As the total number of purchases and sales for the year was below twenty, the complete list of purchases and sales have been provided here.

## COMPARATIVE TABLES

Class A – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	437.11	447.72	399.75
Return before operating charges*	(80.37)	(4.53)	53.94
Operating charges	(5.05)	(6.08)	(5.97)
Return after operating charges*	(86.26)	(10.61)	47.97
Distributions on accumulation units	(9.70)	(12.48)	(11.28)
Retained distributions on accumulation units	9.70	12.48	11.28
Closing net asset value per unit	350.85	437.11	447.72
*after direct transactions costs <sup>1</sup> of:	0.11	0.07	0.06

<b>Performance</b>			
Return after charges	(19.73%)	(2.37%)	12.00%
Sector: IA UK All Companies	(11.03%)	(2.19%)	9.07%
Composite benchmark <sup>2</sup>	(13.98%)*		

<b>Other information</b>			
Closing net asset value (£)	44,465,860	58,424,990	64,228,348
Closing number of units	12,673,841	13,366,283	14,345,698
Operating charges	1.44%	1.43%	1.41%
Direct transaction costs	0.03%	0.02%	0.01%

<b>Prices</b>			
Highest unit price	485.42p	468.07p	462.27p
Lowest unit price	283.13p	386.94p	398.95p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 91

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class B – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
<b>Change in net assets per unit</b>			
Opening net asset value per unit	421.53	432.86	387.50
Return before operating charges*	(77.43)	(4.42)	52.17
Operating charges	(5.70)	(6.91)	(6.81)
Return after operating charges*	(84.09)	(11.33)	45.36
Distributions on accumulation units	(8.37)	(11.03)	(9.92)
Retained distributions on accumulation units	8.37	11.03	9.92
Closing net asset value per unit	337.44	421.53	432.86
*after direct transactions costs <sup>1</sup> of:	0.11	0.07	0.06

<b>Performance</b>			
Return after charges	(19.95%)	(2.62%)	11.71%
Sector: IA UK All Companies	(11.03%)	(2.19%)	9.07%
Composite benchmark <sup>2</sup>	(13.98%)*		



# WESLEYAN UK GROWTH FUND

continued

## COMPARATIVE TABLES

Other information			
Closing net asset value (£)	4,402,687	5,772,073	6,045,069
Closing number of units	1,304,716	1,369,317	1,396,531
Operating charges	1.69%	1.68%	1.66%
Direct transaction costs	0.03%	0.02%	0.01%

Prices			
Highest unit price	467.77p	452.71p	447.25p
Lowest unit price	272.66p	373.79p	386.81p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 91

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Class X – Accumulation	30 June 2020	30 June 2019	30 June 2018
	Pence per unit	Pence per unit	Pence per unit
Change in net assets per unit			
Opening net asset value per unit	427.96	437.23	389.46
Return before operating charges*	(78.86)	(4.35)	52.58
Operating charges	(4.73)	(4.92)	(4.81)
Return after operating charges*	(83.59)	(9.27)	47.77
Distributions on accumulation units	(10.48)	(13.27)	(12.06)
Retained distributions on accumulation units	10.48	13.27	12.06
Closing net asset value per unit	344.37	427.96	437.23
*after direct transactions costs <sup>1</sup> of:	0.11	0.07	0.06

Performance			
Return after charges	(19.53%)	(2.12%)	12.27%
Sector: IA UK All Companies	(11.03%)	(2.19%)	9.07%
Composite benchmark <sup>2</sup>	(13.98%)*		

Other information			
Closing net asset value (£)	1,818,817	1,475,846	1,201,528
Closing number of units	528,158	344,857	274,802
Operating charges	1.19%	1.18%	1.16%
Direct transaction costs	0.03%	0.02%	0.01%

Prices			
Highest unit price	476.16p	457.45p	451.63p
Lowest unit price	277.91p	378.62p	388.94p

<sup>1</sup>Transaction costs include dealing costs, broker commission, stamp duty and other explicit investment costs

<sup>2</sup>The composite benchmark comprises of indices set out in the investment objective and policy for the fund on page 91.

\*Fund benchmarking began on 01.02.2020. As a result, comparative data for the full accounting year was not available.

Past performance is not a guide to future performance. The price of units and distributions credited may go down as well as up. Investments in Unit trusts should normally be regarded as long-term investments.

## Statement of total return for the year ended 30 June 2020

		30 June 2020		30 June 2019	
	Notes	£	£	£	£
Income					
Net capital losses	2		(13,951,894)		(3,725,239)
Revenue	3	2,318,936		2,901,439	
Expenses	4	(871,936)		(955,589)	
Interest payable and similar charges		(18)		-	
Net revenue before taxation		1,446,982		1,945,850	
Taxation	5	(25,069)		(23,318)	
Net revenue after taxation			1,421,913		1,922,532
<b>Total return before distributions</b>			<b>(12,529,981)</b>		<b>(1,802,707)</b>
Distributions	6		(1,422,357)		(1,922,542)
<b>Change in net assets attributable to unitholders from investment activities</b>			<b>(13,952,338)</b>		<b>(3,725,249)</b>

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS  
for the year ended 30 June 2020

		30 June 2020		30 June 2019	
		£	£	£	£
<b>Opening net assets attributable to unitholders</b>			<b>65,672,909</b>		<b>71,474,945</b>
Amounts receivable on issue of units		2,549,686		849,356	
Amounts payable on cancellation of units		(4,984,865)		(4,818,833)	
			(2,435,179)		(3,969,477)
Change in net assets attributable to unitholders from investment activities			(13,952,338)		(3,725,249)
Retained distribution on accumulation units			1,401,972		1,892,690
<b>Closing net assets attributable to unitholders</b>			<b>50,687,364</b>		<b>65,672,909</b>

# WESLEYAN UK GROWTH FUND

continued

## BALANCE SHEET as at 30 June 2020

		30 June 2020		30 June 2019	
	Notes	£	£	£	£
<b>Assets</b>					
Investments			49,727,298		64,353,202
<b>Current assets</b>					
Debtors	8	226,474		1,032,829	
Cash and bank balances		856,091		803,139	
			1,082,565		1,835,968
Total assets			50,809,863		66,189,170
<b>Liabilities</b>					
Creditors					
Other creditors	9	(122,499)		(516,261)	
Total liabilities			(122,499)		(516,261)
<b>Net assets attributable to unitholders</b>			<b>50,687,364</b>		<b>65,672,909</b>

This report was approved by the Directors of Wesleyan Unit Trust Managers Limited on 16 November 2020 and is signed on their behalf by:



**J. Needham**  
Chief Executive Officer

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Interim

Group 1: units purchased prior to 1 July 2019

Group 2: units purchased on or after 1 July 2019 and on or before 31 December 2019

Class A Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	6.2499	-	6.2499	5.3567
Group 2	2.5446	3.7053	6.2499	5.3567

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	5.4847	-	5.4847	4.6587
Group 2	2.4604	3.0243	5.4847	4.6587

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 February 2020	Accumulated 28 February 2019
Group 1	6.6720	-	6.6720	5.7696
Group 2	2.9313	3.7407	6.6720	5.7696

# WESLEYAN UK GROWTH FUND

continued

## DISTRIBUTIONS for the year ended 30 June 2020

### Distribution tables (pence per unit)

#### Final

Group 1 - units purchased prior to 1 January 2020

Group 2 - units purchased on or after 1 January 2020 and on or before 30 June 2020

Class A Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	3.4541	-	3.4541	7.1262
Group 2	3.1123	0.3418	3.4541	7.1262

Class B Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	2.8879	-	2.8879	6.3677
Group 2	2.5350	0.3529	2.8879	6.3677

Class X Accumulation Units	Net Income	Equalisation	Accumulated 28 August 2020	Accumulated 31 August 2019
Group 1	3.8072	-	3.8072	7.4987
Group 2	3.5339	0.2733	3.8072	7.4987

### Corporate unitholders information

For corporate unitholders, all of the income relating to the distribution is 100% franked.

### Equalisation

Many funds receive dividends from the companies they invest in. These payments are added to the fund's cash reserve. As this reserve grows, so does the fund's net asset value, which in turn increases the offer price for the fund's units.

At the point of the fund's next dividend payment date, these dividends are paid out to the fund's unitholders and no longer form part of the fund's cash reserve. This usually causes the unit price of the fund to fall.

Group 1 and 2 (see top of the page for dates) unitholders receive the same dividend amount per unit. Group 1 payments entirely comprise of income and therefore Equalisation does not apply to this group.

Group 2 payments take into account two components as they are between two dividend dates. Part of the payment for Group 2 unitholders comes from the income that accumulated from the date of unit purchase. The second part comes from partial returns on units that were bought at a higher price when the cash reserve grew. This is known as capital repayment. It is not liable to Income Tax but must be deducted from the cost of the shares for Capital Gains Tax purposes.

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\*Collectively, comprises of the Authorised Fund Manager Report.

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS

## 1. ACCOUNTING POLICIES

### a. Basis of preparation

The financial statements have been prepared under the historical cost basis, as modified by the revaluation of investments, in compliance with the Financial Conduct Authority's Collective Investments Schemes sourcebook. They have been prepared in accordance with applicable UK accounting standards, Trust Deed and in accordance with FRS 102 and in accordance with the Statement of Recommended Practice for Financial Statements of UK Authorised Funds issued by the Investment Association (IA) in May 2014 (the 2014 SORP) and amended in June 2017. Unless otherwise stated all accounting policies are consistent with those of the prior year.

These financial statements are prepared on a going concern basis. The Manager has made an assessment of the Funds' ability to continue as a going concern, and is satisfied it has the resources to continue in business for the foreseeable future and is not aware of any material uncertainties that may cast significant doubt on this assessment. This assessment is made as at the date of issue of these financial statements covering a period of at least 12 months and considers liquidity, declines in global capital markets, known redemption levels, expense projections, key service provider's operational resilience, and the impact of COVID-19.

As stated in the Statement of the Manager's Responsibilities in relation to the Report and Financial Statements of the Trust on page 143, the Manager continues to adopt the going concern basis in the preparation of the financial statements of the Trust.

The accounting policies outlined below have been applied on a consistent basis throughout the year.

### b. Recognition of revenue and interest payable

All dividends from companies declared ex-dividend by 30 June 2020, deposit interest and interest payable, are accrued to 30 June 2020 and are included in the Statement of Total Return.

Bond revenue is accounted for on an effective yield basis, calculated with reference to the purchase price.

Underwriting commission is taken to revenue and recognised when the issue takes place, unless the Trust is required to take up all or some of the underwritten shares. In this case the commission is used to reduce the cost of the shares.

### c. Treatment of stock and special dividends

The ordinary element of stock dividends is treated as revenue and forms part of the distribution. In the case of an enhanced stock dividend, the value of the enhancement is treated as capital and does not form part of the distribution.

Special dividends are treated as revenue or capital depending on the facts of each particular case.

### d. Treatment of expenses

All expenses are charged to revenue, except for Wesleyan Moderate-High Risk/Reward Income Fund where the manager's periodic charge is charged to capital. Expenses relating to the purchase or sale of investments are charged to capital.

### e. Distribution policies

Any revenue available for distribution will be paid as either income or accumulated distributions.

The manager's periodic charge in Wesleyan Moderate-High Risk/Reward Income Fund is charged against capital for the purposes of calculating the amount available for distribution.

All of the net revenue available for distribution at the end of the year will be distributed or reinvested in the Trust.

**f. Basis of valuation of investments**

The listed investments of the Trust have been valued at bid-value at closing on 30 June 2020, being the last valuation point of the year, net of any accrued interest which is included in the balance sheet as a revenue-related item and is in accordance with the recommendations contained in the 2014 SORP.

Any unlisted, delisted, suspended or unapproved securities have been valued at the Manager's best estimate of fair value.

**g. Foreign currencies**

Transactions in foreign currencies are translated into Sterling at the rates ruling at the dates of the transactions. Assets and liabilities expressed in foreign currencies are translated at the rates ruling at closing on 30 June 2020, being the last valuation point of the year.

**h. Taxation**

The charge for taxation is based on the results for the year. In general, the tax accounting treatment follows that of the original amount. Deferred tax is provided on all timing differences that have originated but not reversed at the balance sheet date other than those recorded as permanent differences.

Deferred tax is provided at the average rate of tax expected to apply.

Deferred tax assets and liabilities are not discounted to reflect the time value of money.

Note that deferred tax assets are recognised only to the extent they are regarded as recoverable.

**i. Income Distributions from Real Estate Investment Trusts (REITs)**

Income distributions from Real Estate Investment Trusts (UK REITs) will be split into two parts, a Property Income Distribution (PID) made up of rental revenue and a non-PID element, consisting of non-rental revenue. The PID element is subject to Corporation Tax as schedule A revenue, while the UK dividend will be treated as franked revenue.



# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 2. NET CAPITAL GAINS/(LOSSES) ON INVESTMENTS

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
Non-derivative securities	237,854	2,972,697
Capital special dividends	-	54,791
Currency gains	3,441	41,106
Transaction charges	(1,251)	(229)
<b>Net capital gains on investments</b>	<b>240,044</b>	<b>3,068,365</b>
<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Non derivative securities	(963,788)	439,495
Capital special dividends	1,925	11,560
Currency gains/(losses)	475	(84)
Transaction charges	(2,312)	(376)
<b>Net capital (losses)/gains on investments</b>	<b>(963,700)</b>	<b>450,595</b>
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
Non derivative securities	(1,524,625)	177,295
Capital special dividends	346	49,677
Currency gains	129	3,027
Transaction charges	(1,084)	(327)
<b>Net capital (losses)/gains on investments</b>	<b>(1,525,234)</b>	<b>229,672</b>
<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Non derivative securities	(2,922,929)	84,328
Capital special dividends	558	11,692
Currency gains	28,677	18,562
Transaction charges	(2,848)	(478)
<b>Net capital (losses)/gains on investments</b>	<b>(2,896,542)</b>	<b>114,104</b>
<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
Non-derivative securities	58,335	38,085
Transaction charges	(161)	(98)
<b>Net capital gains on investments</b>	<b>58,174</b>	<b>37,987</b>
<b>Wesleyan UK Growth Fund</b>	<b>£</b>	<b>£</b>
Non derivative securities	(13,991,808)	(3,902,993)
Capital special dividends	50,823	174,350
Currency (losses)/gains	(10,344)	3,491
Transaction charges	(565)	(87)
<b>Net capital losses on investments</b>	<b>(13,951,894)</b>	<b>(3,725,239)</b>

### 3. REVENUE

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
UK dividends	190,844	187,860
Overseas dividends	462,198	520,302
Interest on debt securities	-	1
Bank interest	4,694	2,502
<b>Total revenue</b>	<b>657,736</b>	<b>710,665</b>
<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
UK dividends	226,333	225,126
Income of REITs	14,940	15,823
Overseas dividends	45,223	33,546
Interest on debt securities	289,758	272,919
Bank interest	2,444	2,148
<b>Total revenue</b>	<b>578,698</b>	<b>549,562</b>
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
UK dividends	267,590	285,707
Overseas dividends	54,639	50,539
Income of REITs	2,797	4,388
Interest on debt securities	34,845	34,470
Bank interest	2,354	3,165
<b>Total revenue</b>	<b>362,225</b>	<b>378,269</b>
<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
UK dividends	475,112	461,355
Overseas dividends	170,936	150,976
Income of REITs	19,527	27,557
Interest on debt securities	236,433	218,632
Bank interest	4,709	3,690
<b>Total revenue</b>	<b>906,717</b>	<b>862,210</b>
<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
Interest on debt securities	22,747	11,614
Bank interest	129	869
Deposit interest	-	10,015
<b>Total revenue</b>	<b>22,876</b>	<b>22,498</b>
<b>Wesleyan UK Growth Fund</b>	<b>£</b>	<b>£</b>
UK dividends	2,120,118	2,633,418
Income of REITs	59,026	103,227
Overseas dividends	137,891	159,974
Bank interest	1,901	3,172
HMRC Interest	-	1
Underwriting commission	-	1,647
<b>Total revenue</b>	<b>2,318,936</b>	<b>2,901,439</b>

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 4. EXPENSES

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Manager's periodic charge	478,781	457,694
	<b>478,781</b>	<b>457,694</b>
<b>Other expenses:</b>		
Registration fees	47,506	48,304
Audit fee*	9,300	9,533
Revenue collection expenses	37	47
Trustee's fees	12,000	12,014
Safe custody charges	3,725	3,460
	<b>72,568</b>	<b>73,358</b>
<b>Total expenses</b>	<b>551,349</b>	<b>531,052</b>

\*The 2020 audit fee for the year was £7,750 excl VAT.

<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Manager's periodic charge	335,884	282,130
	<b>335,884</b>	<b>282,130</b>
<b>Other expenses:</b>		
Registration fees	13,734	10,591
Audit fee*	9,300	9,533
Trustee's fees	12,001	12,013
Safe custody charges	2,331	1,499
	<b>37,366</b>	<b>33,636</b>
<b>Total expenses</b>	<b>373,250</b>	<b>315,766</b>

\*The 2020 audit fee for the year was £7,750 excl VAT.

## 4. EXPENSES continued

	30 June 2020	30 June 2019
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Manager's periodic charge	258,526	220,479
	<b>258,526</b>	<b>220,479</b>
<b>Other expenses:</b>		
Registration fees	10,894	8,330
Audit fee*	10,800	11,070
Trustee's fees	12,001	12,013
Safe custody charges	1,032	724
	<b>34,727</b>	<b>32,137</b>
<b>Total expenses</b>	<b>293,253</b>	<b>252,616</b>

\*The 2020 audit fee for the year was £9,000 excl VAT.

<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Manager's periodic charge	552,512	440,608
	<b>552,512</b>	<b>440,608</b>
<b>Other expenses:</b>		
Registration fees	22,818	15,384
Audit fee*	10,800	11,070
Trustee's fees	12,001	12,014
Safe custody charges	3,037	2,299
	<b>48,656</b>	<b>40,767</b>
<b>Total expenses</b>	<b>601,168</b>	<b>481,375</b>

\*The 2020 audit fee for the year was £9,000 excl VAT.

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 4. EXPENSES continued

	30 June 2020	30 June 2019
<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Manager's periodic charge	2,283	3,655
	<b>2,283</b>	<b>3,655</b>
<b>Other expenses*:</b>		
Safe custody charges	75	88
	<b>75</b>	<b>88</b>
<b>Total expenses</b>	<b>2,358</b>	<b>3,743</b>

\*There is no audit fee as the Manager has settled the expense on behalf of the fund.

<b>Wesleyan UK Growth</b>	<b>£</b>	<b>£</b>
<b>Payable to the Manager, associates of the Manager and agents of either of them:</b>		
Manager's periodic charge	759,128	838,515
	<b>759,128</b>	<b>838,515</b>
<b>Other expenses:</b>		
Registration fees	90,073	93,401
Audit fee*	9,300	9,532
Trustee's fees	12,001	12,013
Safe custody charges	1,434	2,128
	<b>112,808</b>	<b>117,074</b>
<b>Total expenses</b>	<b>871,936</b>	<b>955,589</b>

\*The 2020 audit fee for the year was £7,750 excl VAT.

## 5. TAXATION

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
a) Analysis of charge in the year:		
Overseas tax	59,802	68,768
Reclaimable tax written off	7,247	-
Total current tax for the year (see note 5b)	<b>67,049</b>	<b>68,768</b>
b) Factors affecting current tax charge for the year:		
The tax assessed for the year is higher than the standard rate of corporation tax in the UK for an authorised unit trust (20%) (2019: 20%).		
The differences are explained below:	<b>£</b>	<b>£</b>
Net revenue before taxation	105,546	178,602
Corporation tax at 20% (2019: 20%)	21,109	35,720
Effects of:		
Revenue not subject to taxation	(130,608)	(141,632)
Movement in excess management expenses	109,499	105,912
Irrecoverable overseas tax	59,802	68,768
Reclaimable tax written off	7,247	-
Current tax charge for the year (see note 5a)	<b>67,049</b>	<b>68,768</b>
c) Factors affecting future tax charge:		
At 30 June 2020 there is a potential deferred tax asset of £415,191 (30 June 2019: £305,692) in relation to surplus management expenses. It is unlikely the fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.		
<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
a) Analysis of charge in the year:		
Corporation tax	2,988	3,165
Overseas tax	1,374	-
Reclaimable tax written off	510	841
Total current tax for the year (see note 5b)	<b>4,872</b>	<b>4,006</b>
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 unit trust (20%) (2019: 20%).		
The differences are explained below:	<b>£</b>	<b>£</b>
Net revenue before taxation	205,448	233,796
Corporation tax at 20% (2019: 20%)	41,090	46,759
Effects of:		
Revenue not subject to taxation	(54,311)	(51,734)
Movement in excess management expenses	12,891	4,849
Taxable property income distributions	2,988	3,165
Irrecoverable overseas tax	1,374	841
Reclaimable tax written off	510	-
Taxable adjustment for UK index-linked gilts	330	126
Current tax charge for the year (5a)	<b>4,872</b>	<b>4,006</b>
c) Factors affecting future tax charge:		
At 30 June 2020 there is a potential deferred tax asset of £29,416 (30 June 2019: £16,525) in relation to surplus management expenses. It is unlikely the fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.		

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 5. TAXATION continued

	30 June 2020	30 June 2019
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
a) Analysis of charge in the year:		
Overseas tax	6,070	12,212
Reclaimable tax written off	832	-
Swiss tax reclaims written off	-	292
Total current tax for the year (see note 5b)	<b>6,902</b>	<b>12,504</b>
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 unit trust (20%) (2019: 20%).		
The differences are explained below:	<b>£</b>	<b>£</b>
Net revenue before taxation	68,908	125,575
Corporation tax at 20% (2019: 20%)	13,782	25,115
Effects of:		
Revenue not subject to taxation	(64,446)	(67,249)
Movement in excess management expenses	50,664	42,134
Irrecoverable overseas tax	6,070	7,206
Irrecoverable overseas tax on capital special dividends	-	5,006
Reclaimable tax written off	832	-
Swiss tax reclaims written off	-	292
Current tax charge for the year (see note 5a)	<b>6,902</b>	<b>12,504</b>
c) Factors affecting future tax charge:		
At 30 June 2020 there is a potential deferred tax asset of £147,137 (30 June 2019: £96,473) in relation to surplus management expenses. It is unlikely the fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.		
<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
a) Analysis of charge in the year:		
Overseas tax	16,522	12,332
Income tax written off	76	-
Reclaimable tax written off	1,771	1,185
Total current tax for the year (see note 5b)	<b>18,369</b>	<b>13,517</b>
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 unit trust (20%) (2019: 20%).		
The differences are explained below:	<b>£</b>	<b>£</b>
Net revenue before taxation	305,549	380,199
Corporation tax at 20% (2019: 20%)	61,110	76,040
Effects of:		
Revenue not subject to taxation	(129,210)	(122,466)
Movement in excess management expenses	68,100	46,426
Irrecoverable overseas tax	16,522	12,332
Income tax written off	76	-
Reclaimable tax written off	1,771	1,185
Current tax charge for the year (see note 5a)	<b>18,369</b>	<b>13,517</b>
c) Factors affecting future tax charge:		
At 30 June 2020 there is a potential deferred tax asset of £166,225 (30 June 2019: £98,125) in relation to surplus management expenses. It is unlikely the fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.		

## 5. TAXATION continued

	30 June 2020	30 June 2019
<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
a) Analysis of charge in the year:		
Corporation tax	-	-
Total tax for the year	-	-
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 unit trust (20%) (2019: 20%).		
The differences are explained below:		
	<b>£</b>	<b>£</b>
Net revenue before taxation	20,518	17,935
Corporation tax at 20% (2019: 20%)	4,104	3,587
Effects of:		
Deductible interest distributions	(4,104)	(3,587)
Current tax charge for the year (see note 5a)	-	-
c) Factors affecting future tax charge:		
There is no material unprovided Deferred Tax in the current year (2019: nil).		
<b>Wesleyan UK Growth Fund</b>	<b>£</b>	<b>£</b>
a) Analysis of charge in the year:		
Overseas tax	8,323	23,318
Reclaimable tax written off	16,746	-
Total current tax for the year (see note 5b)	25,069	23,318
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 unit trust (20%) (2019: 20%).		
The differences are explained below:		
	<b>£</b>	<b>£</b>
Net revenue before taxation	1,446,982	1,945,850
Corporation tax at 20% (2019: 20%)	289,396	389,170
Effects of:		
Revenue not subject to taxation	(451,602)	(558,678)
Movement in excess management expenses	162,206	169,508
Irrecoverable overseas tax	7,879	23,318
Irrecoverable overseas tax on capital special dividend	444	-
Reclaimable tax written off	16,746	-
Current tax charge for the year (see note 5a)	25,069	23,318
c) Factors affecting future tax charge:		
At 30 June 2020 there is a potential deferred tax asset of £691,324 (30 June 2019: £529,118) in relation to surplus management expenses. It is unlikely the fund will generate sufficient taxable profits in the future to utilise this amount and therefore no deferred tax asset has been recognised in the year.		



# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 6. DISTRIBUTIONS

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
Interim	826	1,565
Final	44,994	109,182
	<b>45,820</b>	<b>110,747</b>
Add: Amounts deducted on cancellation of shares	1,380	2,560
Deduct: Amounts received on the creation of shares	(2,600)	(1,209)
Net accumulation for the year	<b>44,600</b>	<b>112,098</b>
<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Interim	122,826	95,842
Final	94,532	145,519
	<b>217,358</b>	<b>241,361</b>
Add: Amounts deducted on cancellation of shares	4,734	6,726
Deduct: Amounts received on the creation of shares	(21,513)	(18,302)
Net distribution/accumulation for the year	<b>200,579</b>	<b>229,785</b>
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
1st Interim	109,725	70,635
2nd interim	88,367	75,829
3rd interim	74,988	83,000
Final	82,058	140,970
	<b>355,138</b>	<b>370,434</b>
Add: Amounts deducted on cancellation of shares	4,817	3,024
Deduct: Amounts received on the creation of shares	(12,680)	(11,153)
Net distribution for the year	<b>347,275</b>	<b>362,305</b>
<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Interim	181,175	111,427
Final	129,146	272,479
	<b>310,321</b>	<b>383,906</b>
Add: Amounts deducted on cancellation of shares	10,218	7,348
Deduct: Amounts received on the creation of shares	(33,371)	(24,566)
Net distribution for the year	<b>287,168</b>	<b>366,688</b>

## 6. DISTRIBUTIONS continued

	30 June 2020	30 June 2019
<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
Interim	10,658	7,133
Final	9,898	10,597
	<b>20,556</b>	<b>17,730</b>
Add: Amounts deducted on cancellation of units	120	217
Deduct: Amounts received on the creation of units	(158)	(12)
Net accumulation for the year	<b>20,518</b>	<b>17,935</b>

<b>Wesleyan UK Growth Fund</b>	<b>£</b>	<b>£</b>
Interim	906,418	827,128
Final	495,554	1,065,562
	<b>1,401,972</b>	<b>1,892,690</b>
Add: Amounts deducted on cancellation of shares	37,790	38,590
Deduct: Amounts received on the creation of shares	(17,405)	(8,738)
Net accumulation for the year	<b>1,422,357</b>	<b>1,922,542</b>

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 7. MOVEMENT BETWEEN NET REVENUE AND ACCUMULATIONS

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
Net revenue after taxation	38,497	109,834
Net movement in revenue account	-	3
Overseas WHT charged to capital	-	2,261
Transfer from capital to cover revenue deficit*	6,103	-
Net accumulation	<b>44,600</b>	<b>112,098</b>

<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Net revenue after taxation	200,576	229,790
Net movement in revenue account	3	(5)
Net distribution/accumulation	<b>200,579</b>	<b>229,785</b>

<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
Net revenue after taxation	62,006	113,071
Net movement in revenue account	2	1
Irrecoverable withholding on special dividends	-	5,006
Tax relief on management fees in capital	(7,986)	(8,389)
Capital expense	293,253	252,616
Net distribution	<b>347,275</b>	<b>362,305</b>

<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Net revenue after taxation	287,180	366,682
Net movement in revenue account	(12)	6
Net distribution	<b>287,168</b>	<b>366,688</b>

<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
Net revenue after taxation	20,518	17,935
Net accumulation	<b>20,518</b>	<b>17,935</b>

<b>Wesleyan UK Growth Fund</b>	<b>£</b>	<b>£</b>
Net revenue after taxation	1,421,913	1,922,532
Net movement in revenue account	-	10
Irrecoverable withholding on special dividend	444	-
Net accumulation	<b>1,422,357</b>	<b>1,922,542</b>

## 8. DEBTORS

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
Accrued revenue	25,045	21,167
Amounts receivable on creation of units	119,636	17,675
Overseas tax receivable	35,957	26,330
Total debtors	<b>180,638</b>	<b>65,172</b>
<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Sales awaiting settlement	-	10,272
Accrued revenue	169,875	158,525
Amounts receivable on creation of units	84,438	75,029
Overseas tax receivable	1,186	708
Total debtors	<b>255,499</b>	<b>244,534</b>
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
Accrued revenue	32,578	57,154
Amounts receivable on creation of units	16,398	40,361
Overseas tax receivable	5,235	3,202
Total debtors	<b>54,211</b>	<b>100,717</b>
<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Accrued revenue	186,066	217,506
Amounts receivable on creation of units	143,781	63,206
Overseas tax receivable	8,695	4,223
Income tax receivable	292	76
Total debtors	<b>338,834</b>	<b>285,011</b>
<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
Accrued revenue	10,548	14,967
Total debtors	<b>10,548</b>	<b>14,967</b>
<b>Wesleyan UK Growth Fund</b>	<b>£</b>	<b>£</b>
Sales awaiting settlement	-	684,201
Accrued revenue	170,010	331,146
Amounts receivable on creation of units	47,745	11,172
Overseas tax receivable	8,719	6,310
Total debtors	<b>226,474</b>	<b>1,032,829</b>

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 9. OTHER CREDITORS

	30 June 2020	30 June 2019
<b>Wesleyan International Growth Fund</b>	<b>£</b>	<b>£</b>
Amounts payable on cancellation of units	45,610	15,948
Accrued expenses	55,064	63,361
Total other creditors	<b>100,674</b>	<b>79,309</b>
<b>Wesleyan Low Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Amount payable on cancellation of units	14,000	-
Purchases awaiting settlement	-	249,009
Accrued expenses	41,725	38,516
Corporation tax payable	2,989	3,165
Total other creditors	<b>58,714</b>	<b>290,690</b>
<b>Wesleyan Moderate-High Risk/Reward Income Fund</b>	<b>£</b>	<b>£</b>
Amounts payable on cancellation of units	16,100	19,865
Accrued expenses	35,205	34,188
Total other creditors	<b>51,305</b>	<b>54,053</b>
<b>Wesleyan Moderate Risk/Reward Growth Fund</b>	<b>£</b>	<b>£</b>
Amounts payable on cancellation of units	3,031	40,592
Accrued expenses	63,136	56,361
Total other creditors	<b>66,167</b>	<b>96,953</b>
<b>Wesleyan Risk Averse Fund</b>	<b>£</b>	<b>£</b>
Accrued expenses	201	165
Total other creditors	<b>201</b>	<b>165</b>
<b>Wesleyan UK Growth Fund</b>	<b>£</b>	<b>£</b>
Amounts payable on cancellation of units	50,307	74,742
Purchases awaiting settlement	-	342,739
Accrued expenses	72,192	98,780
Total other creditors	<b>122,499</b>	<b>516,261</b>

## 10. RECONCILIATION OF UNITS

For the year ended 30 June 2020

### Wesleyan International Growth Fund

Unit movements	Class A Accumulation	Class B Accumulation	Class X Accumulation
Opening units issued at 1 July 2019	9,006,270	3,013,314	719,076
Units issued	261,837	481,597	628,238
Units cancelled	(729,436)	(501,500)	(98,911)
<b>Closing units issued at 30 June 2020</b>	<b>8,538,671</b>	<b>2,993,411</b>	<b>1,248,403</b>

### Wesleyan Low Risk/Reward Growth Fund

Unit movements	Class B Accumulation	Class X Accumulation	Class B Income	Class X Income
Opening units issued at 1 July 2019	15,106,676	2,740,655	1,032,629	55,000
Units issued	3,077,740	3,673,480	43,702	19,073
Units cancelled	(1,644,653)	(428,474)	(6,124)	-
<b>Closing units issued at 30 June 2020</b>	<b>16,539,763</b>	<b>5,985,661</b>	<b>1,070,207</b>	<b>74,073</b>

### Wesleyan Moderate-High Risk/Reward Income Fund

Unit movements	Class B Accumulation	Class X Accumulation	Class B Income	Class X Income
Opening units issued at 1 July 2019	10,244,835	1,323,617	1,109,790	165,130
Units issued	1,947,729	1,641,293	154,721	72,572
Units cancelled	(1,192,797)	(157,102)	(57,460)	(50,296)
<b>Closing units issued at 30 June 2020</b>	<b>10,999,767</b>	<b>2,807,808</b>	<b>1,207,051</b>	<b>187,406</b>

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 10. RECONCILIATION OF UNITS continued

For the year ended 30 June 2020

Wesleyan Moderate Risk/Reward Growth Fund				
Unit movements	Class B Accumulation	Class X Accumulation	Class B Income	Class X Income
Opening units issued at 1 July 2019	22,904,774	3,979,696	1,053,081	55,000
Units issued	6,617,060	5,093,240	98,080	19,597
Units cancelled	(2,669,751)	(750,088)	-	-
<b>Closing units issued at 30 June 2020</b>	<b>26,852,083</b>	<b>8,322,848</b>	<b>1,151,161</b>	<b>74,597</b>

Wesleyan Risk Averse Fund			
Unit movements	Class A Accumulation	Class B Accumulation	Class X Accumulation
Opening units issued at 1 July 2019	679,088	440,000	1,000,000
Units issued	9,204	75,917	-
Units cancelled	(39,678)	-	-
Closing units issued at 30 June 2020	648,614	515,917	1,000,000

Wesleyan UK Growth Fund			
Unit movements	Class A Accumulation	Class B Accumulation	Class X Accumulation
Opening units issued at 1 July 2019	13,366,283	1,369,317	344,857
Units issued	241,138	185,074	230,616
Units cancelled	(933,580)	(249,675)	(47,315)
Closing units issued at 30 June 2020	12,673,841	1,304,716	528,158

All classes within the unit trusts have the same rights on winding up.

## 11. CAPITAL COMMITMENTS AND CONTINGENT LIABILITIES

There were no material capital commitments or contingent liabilities as at the balance sheet date (30 June 2019 : £nil).

## 12. RELATED PARTY TRANSACTIONS

Wesleyan Unit Trust Managers Ltd, as Manager, is a related party, and acts as principal in respect of all transactions of units in the Trust.

The aggregate monies received through issue and paid on cancellation are disclosed in the Statement of Change in net assets attributable to unitholders. Any amounts due to, or from Wesleyan Unit Trust Managers Ltd at the end of the accounting year are disclosed in notes 6 (distribution), 8 (debtors) and 9 (other creditors).

Wesleyan Unit Trust Managers Ltd did not enter into securities transactions with the Trust during the year.

### Wesleyan International Growth Fund

Amounts paid to Wesleyan Unit Trust Managers Ltd in respect of Manager's periodic charge are disclosed in note 4 (expenses). £38,560 was due to the Manager at the year end (30 June 2019: £35,619).

### Wesleyan Low Risk Reward Growth Fund

Amounts paid to Wesleyan Unit Trust Managers Ltd in respect of Manager's periodic charge are disclosed in note 4 (expenses). £28,496 was due to the Manager at the year end (30 June 2019: £22,641).

### Wesleyan Moderate-High Risk/Reward Income Fund

Amounts paid to Wesleyan Unit Trust Managers Ltd in respect of Manager's periodic charge are disclosed in note 4 (expenses). £20,979 was due to the Manager at the year end (30 June 2019: £18,116).

### Wesleyan Moderate Risk/Reward Growth Fund

Amounts paid to Wesleyan Unit Trust Managers Ltd in respect of Manager's periodic charge are disclosed in note 4 (expenses). £47,389 was due to the Manager at the year end (30 June 2019: £36,810).

### Wesleyan Risk Averse Fund

Amounts paid to Wesleyan Unit Trust Managers Ltd in respect of Manager's periodic charge are disclosed in note 4 (expenses). £201 was due to the Manager at the year end (30 June 2019: £165).

### Wesleyan UK Growth Fund

Amounts paid to Wesleyan Unit Trust Managers Ltd in respect of Manager's periodic charge are disclosed in note 4 (expenses). £52,415 was due to the Manager at the year end (30 June 2019: £61,110).



# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 13. RISK DISCLOSURES ON FINANCIAL INSTRUMENTS

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In pursuing its investment objectives the Trust holds a number of financial instruments. The Trust's financial instruments comprise securities and other investments, cash balances, debtors and creditors that arise directly from its operations, for example, amounts receivable for creations and payable on liquidations, and debtors for accrued revenue.

The Trust has little exposure to credit or cash flow risk as all its transactions are settled in cash against delivery and therefore the failure of a third-party broker will not give rise to a loss. There are no material borrowings or unlisted securities and so there is little exposure to liquidity risk.

The main risks it faces arising from its financial instruments are (i) foreign currency risk; (ii) market price risk, being the risk that the value of holdings will fluctuate as a result of changes in market prices caused by factors other than interest rate or currency movement; (iii) interest rate risk and (iv) liquidity risk (v) credit risk.

The Manager's policies for managing these risks are summarised below and have been applied throughout the current and preceding year.

### **Risk management process**

The stock selection and asset allocations of the portfolios are reviewed at periodic Board meetings. Consideration is given to whether the risk associated with the exposure to particular investment categories or stocks is prudent in the context of the investment objective. The Investment Manager has the responsibility for monitoring existing portfolios in accordance with an overall investment category deviation parameter and seeks to ensure that the portfolios as a whole meet an acceptable risk/reward profile.

## (i) Foreign Currency risk

### Wesleyan International Growth Fund

A substantial proportion of net assets of the Trust are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

### Currency risk profile

The currency risk profile of the Trust's net assets and liabilities at the balance sheet date was as follows:

Currency	Net Currency assets 30 June 2020			Net Currency assets 30 June 2019		
	Monetary exposures	Non-monetary exposures	Total	Monetary exposures	Non-monetary exposures	Total
	£	£	£	£	£	£
Canadian Dollar	6,427	-	6,427	6,503	-	6,503
Danish Krone	58,679	954,284	1,012,963	45,886	668,512	714,398
Euro	121,400	6,452,967	6,574,367	343,185	6,524,638	6,867,823
Japanese Yen	48,882	-	48,882	47,521	-	47,521
Sterling	298,447	7,734,723	8,033,170	132,447	6,786,710	6,919,157
Swedish Krona	1,294	-	1,294	1,263	-	1,263
Swiss Franc	84,232	1,263,239	1,347,471	57,382	1,085,660	1,143,042
US Dollar	183,663	14,807,577	14,991,240	157,146	15,819,916	15,977,062
<b>Total</b>	<b>803,024</b>	<b>31,212,790</b>	<b>32,015,814</b>	<b>791,333</b>	<b>30,885,436</b>	<b>31,676,769</b>

If Sterling to foreign currency exchange rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have decreased by £2,398,264 ( 30 June 2019 : £2,475,761). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

### Wesleyan Low Risk/Reward Growth Fund

A proportion of net assets of the Trust are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

### Currency risk profile

The currency risk profile of the Trust's net assets and liabilities at the balance sheet date was as follows:

Currency	Net Currency assets 30 June 2020			Net Currency assets 30 June 2019		
	Monetary exposures	Non-monetary exposures	Total	Monetary exposures	Non-monetary exposures	Total
	£	£	£	£	£	£
Euro	25,724	159,299	185,023	16,768	195,476	212,244
Sterling	1,219,172	24,822,630	26,041,802	951,026	20,414,200	21,365,226
US Dollar	3,244	-	3,244	1,770	-	1,770
<b>Total</b>	<b>1,248,140</b>	<b>24,981,929</b>	<b>26,230,069</b>	<b>969,564</b>	<b>20,609,676</b>	<b>21,579,240</b>

If Sterling to foreign currency exchange rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have decreased by £18,827 ( 30 June 2019 : £21,401). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## Wesleyan Moderate-High Risk/Reward Income Fund

A substantial proportion of net assets of the Trust are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

### Currency risk profile

The currency risk profile of the Trust's net assets and liabilities at the balance sheet date was as follows:

Currency	Net Currency assets 30 June 2020			Net Currency assets 30 June 2019		
	Monetary exposures	Non-monetary exposures	Total	Monetary exposures	Non-monetary exposures	Total
	£	£	£	£	£	£
Danish Krone	9,915	338,572	348,487	4,323	258,424	262,747
Euro	49,186	696,232	745,418	29,552	810,236	839,788
Sterling	1,426,034	12,111,625	13,537,659	916,849	11,723,471	12,640,320
Swiss Franc	4,846	61,680	66,526	3,535	48,676	52,211
US Dollar	8,514	1,613,035	1,621,549	6,554	1,266,652	1,273,206
<b>Total</b>	<b>1,498,495</b>	<b>14,821,144</b>	<b>16,319,639</b>	<b>960,813</b>	<b>14,107,459</b>	<b>15,068,272</b>

If Sterling to foreign currency exchange rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have decreased by £278,198 ( 30 June 2019 : £242,795). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

## Wesleyan Moderate Risk/Reward Growth Fund

A substantial proportion of net assets of the Trust are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

### Currency risk profile

The currency risk profile of the Trust's net assets and liabilities at the balance sheet date was as follows:

Currency	Net Currency assets 30 June 2020			Net Currency assets 30 June 2019		
	Monetary exposures	Non-monetary exposures	Total	Monetary exposures	Non-monetary exposures	Total
	£	£	£	£	£	£
Euro	55,095	2,400,123	2,455,218	233,874	1,902,678	2,136,552
Sterling	2,197,826	32,099,694	34,297,520	1,405,158	26,523,630	27,928,788
Swiss Franc	18,928	250,366	269,294	13,649	197,580	211,229
US Dollar	250,072	2,948,389	3,198,461	176,513	2,470,746	2,647,259
<b>Total</b>	<b>2,521,921</b>	<b>37,698,572</b>	<b>40,220,493</b>	<b>1,829,194</b>	<b>31,094,634</b>	<b>32,923,828</b>

If Sterling to foreign currency exchange rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have decreased by £592,297 ( 30 June 2019 : £499,504). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

**Wesleyan Risk Averse Fund**

No portion of net assets of the Trust are denominated in currencies other than sterling, with the effect that the balance sheet and total return can be affected by currency movements.

**Wesleyan UK Growth Fund**

A proportion of net assets of the Trust are denominated in currencies other than Sterling, with the effect that the balance sheet and total return can be affected by currency movements.

**Currency risk profile**

The currency risk profile of the Trust's net assets and liabilities at the balance sheet date was as follows:

Currency	Net Currency assets 30 June 2020			Net Currency assets 30 June 2019		
	Monetary exposures	Non-monetary exposures	Total	Monetary exposures	Non-monetary exposures	Total
	£	£	£	£	£	£
Euro	69,294	-	69,294	147,264	-	147,264
Sterling	880,839	49,727,298	50,608,137	1,030,072	64,353,202	65,383,274
US Dollar	9,933	-	9,933	142,371	-	142,371
<b>Total</b>	<b>960,066</b>	<b>49,727,298</b>	<b>50,687,364</b>	<b>1,319,707</b>	<b>64,353,202</b>	<b>65,672,909</b>

If Sterling to foreign currency exchange rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have decreased by £7,923 (30 June 2019 : £28,963). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

**(ii) Market Price Risk**

The Trust's investment portfolio is exposed to market price fluctuations which are monitored by the Manager in pursuance of the investment objective and policy set out in the general information page for each fund.

Adherence to investment guidelines and to investment and borrowing powers set out in the Trust Deed, Scheme Particulars and in the rules of the FCA's Collective Investment Schemes Sourcebook mitigates the risk of excessive exposure to any particular type of security or issuer.

**Price Risk Sensitivity****Wesleyan International Growth Fund**

A 10% increase in the value of the Fund's portfolio would have the effect of increasing the net assets by £3,121,279 (30 June 2019: £3,088,544). A 10% decrease would have an equal and opposite effect.

**Wesleyan Low Risk/Reward Growth Fund**

A 10% increase in the value of the Fund's portfolio would have the effect of increasing the net assets by £2,498,193 (30 June 2019: £2,060,968). A 10% decrease would have an equal and opposite effect.

**Wesleyan Moderate-High Risk/Reward Income Fund**

A 10% increase in the value of the Fund's portfolio would have the effect of increasing the net assets by £1,482,114 (30 June 2019: £1,410,746). A 10% decrease would have an equal and opposite effect.

**Wesleyan Moderate Risk/Reward Growth Fund**

A 10% increase in the value of the Fund's portfolio would have the effect of increasing the net assets by £3,769,857 (30 June 2019: £3,109,463). A 10% decrease would have an equal and opposite effect.

**Wesleyan Risk Averse Fund**

A 10% increase in the value of the Trust's portfolio would have the effect of increasing the net assets by £261,076 (30 June 2019: £248,772). A 10% decrease would have an equal and opposite effect.

**Wesleyan UK Growth Fund**

A 10% increase in the value of the Fund's portfolio would have the effect of increasing the net assets by £4,972,730 (30 June 2019: £6,435,320). A 10% decrease would have an equal and opposite effect.

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## (iii) Interest rate risk

The interest rate risk profile of the Trust's financial assets and liabilities at 30 June 2020 compared to the previous year end was:

### Wesleyan International Growth Fund

The only significant interest-bearing assets are cash balances of £723,060 (30 June 2019: £805,470), which earn interest by reference to LIBOR or its overseas equivalent.

There are no significant interest-paying liabilities (30 June 2019: £nil).

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

### Wesleyan Low Risk/Reward Growth Fund

	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
Currency	£	£	£	£
<b>30 June 2020</b>				
Euro	20,611	-	164,412	185,023
Sterling	2,349,981	16,240,933	7,513,436	26,104,350
US dollar	3,244	-	-	3,244
<b>Total</b>	<b>2,373,836</b>	<b>16,240,933</b>	<b>7,677,848</b>	<b>26,292,617</b>

	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
Currency	£	£	£	£
<b>30 June 2019</b>				
Euro	12,452	-	199,792	212,244
Sterling	1,994,920	12,544,980	7,123,891	21,663,791
US dollar	-	-	1,770	1,770
<b>Total</b>	<b>2,007,372</b>	<b>12,544,980</b>	<b>7,325,453</b>	<b>21,877,805</b>

	Financial liabilities not carrying interest	Total
Currency	£	£
<b>30 June 2020</b>		
Sterling	(62,548)	(62,548)
<b>Total</b>	<b>(62,548)</b>	<b>(62,548)</b>
<b>30 June 2019</b>		
Sterling	(298,565)	(298,565)
<b>Total</b>	<b>(298,565)</b>	<b>(298,565)</b>

If interest rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have increased by £237,384 (30 June 2019 : £200,737). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

Changes in interest rates would have no material impact to the valuation of fixed rate financial assets or liabilities as at the balance sheet date.

Fixed rate financial assets						
	Weighted average interest rate	Weighted average year for which rate is fixed	Weighted average interest rate	Weighted average year for which rate is fixed		
Currency	30 June 2020	30 June 2020	30 June 2019	30 June 2019		
Sterling	1.23%	9.18 years	1.67%	7.57 years		
			Bid-Market value (£)	Total net assets (%)	Bid-Market value (£)	Total net assets (%)
Credit breakdown*			30 June 2020	30 June 2020	30 June 2019	30 June 2019
Investments of investment grade			16,632,640	63.42	12,836,876	59.49
Investments of below investment grade			285,333	1.09	-	-
Unrated bonds			641,607	2.43	691,881	3.21
Equities			7,422,349	28.30	7,080,919	32.81
Total value of investments			24,981,929	95.24	20,609,676	95.51

\* ratings supplied by credit agencies

#### Wesleyan Moderate-High Risk/Reward Income Fund

	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
Currency	£	£	£	£
<b>30 June 2020</b>				
Danish Krone	7,936	-	340,551	348,487
Euro	43,066	-	702,352	745,418
Sterling	1,438,970	2,121,836	10,035,025	13,595,831
Swiss franc	4,846	-	61,680	66,526
US dollar	7,638	-	1,613,911	1,621,549
<b>Total</b>	<b>1,502,456</b>	<b>2,121,836</b>	<b>12,753,519</b>	<b>16,377,811</b>
<b>30 June 2019</b>				
Danish Krone	3,153	-	259,594	262,747
Euro	24,914	-	814,874	839,788
Sterling	889,801	2,012,151	9,805,490	12,707,442
Swiss franc	3,535	-	48,676	52,211
US dollar	5,815	-	1,267,391	1,273,206
<b>Total</b>	<b>927,218</b>	<b>2,012,151</b>	<b>12,196,025</b>	<b>15,135,394</b>

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## (iii) Interest rate risk continued

Currency	Financial liabilities not carrying interest £	Total £
<b>30 June 2020</b>		
Sterling	(58,172)	(58,172)
<b>Total</b>	<b>(58,172)</b>	<b>(58,172)</b>
<b>30 June 2019</b>		
Sterling	(67,122)	(67,122)
<b>Total</b>	<b>(67,122)</b>	<b>(67,122)</b>

If interest rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have increased by £150,246 (30 June 2019 : £92,722). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

Changes in interest rates would have no material impact to the valuation of fixed rate financial assets or liabilities as at the balance sheet date.

Fixed rate financial assets							
	Weighted average interest rate	Weighted average year for which rate is fixed	Weighted average interest rate	Weighted average year for which rate is fixed			
Currency	30 June 2020	30 June 2020	30 June 2019	30 June 2019			
Sterling	0.99%	5.99 years	1.44%	7.14 years			
			Bid-Market value (£)	Total net assets (%)	Bid-Market value (£)	Total net assets (%)	
<b>Credit breakdown*</b>			30 June 2020	30 June 2020	30 June 2019	30 June 2019	
Investments of investment grade			2,022,796	12.39	1,785,947	11.85	
Unrated bonds			99,040	0.61	226,204	1.50	
Equities			12,699,308	77.82	12,095,308	80.27	
<b>Total value of investments</b>			<b>14,821,144</b>	<b>90.82</b>	<b>14,107,459</b>	<b>93.62</b>	

\* ratings supplied by credit agencies

There are no significant interest-paying liabilities (30 June 2019: £Nil).

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

## Wesleyan Moderate Risk/Reward Growth Fund

	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
Currency	£	£	£	£
<b>30 June 2020</b>				
Euro	35,652	-	2,419,566	2,455,218
Sterling	2,257,646	14,777,996	17,331,707	34,367,349
Swiss franc	18,928	-	250,366	269,294
US dollar	249,818	-	2,948,643	3,198,461
<b>Total</b>	<b>2,562,044</b>	<b>14,777,996</b>	<b>22,950,282</b>	<b>40,290,322</b>

	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
Currency	£	£	£	£
<b>30 June 2019</b>				
Euro	218,993	-	1,917,559	2,136,552
Sterling	1,578,837	11,838,230	14,618,931	28,035,998
Swiss franc	13,649	-	197,580	211,229
US dollar	171,676	-	2,475,583	2,647,259
<b>Total</b>	<b>1,983,155</b>	<b>11,838,230</b>	<b>19,209,653</b>	<b>33,031,038</b>

	Financial liabilities not carrying interest	Total
Currency	£	£
<b>30 June 2020</b>		
Sterling	(69,829)	(69,829)
<b>Total</b>	<b>(69,829)</b>	<b>(69,829)</b>
<b>30 June 2019</b>		
Sterling	(107,210)	(107,210)
<b>Total</b>	<b>(107,210)</b>	<b>(107,210)</b>

If interest rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have increased by £256,204 (30 June 2019 : £198,316). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

Changes in interest rates would have no material impact to the valuation of fixed rate financial assets or liabilities as at the balance sheet date.



# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

Fixed rate financial assets					
	Weighted average interest rate	Weighted average year for which rate is fixed	Weighted average interest rate	Weighted average year for which rate is fixed	
Currency	30 June 2020	30 June 2020	30 June 2019	30 June 2019	
<b>Sterling</b>	<b>1.13%</b>	<b>7.93 years</b>	<b>1.58%</b>	<b>8.85 years</b>	
			Bid-Market value (£)	Total net assets (%)	Bid-Market value (£)
			30 June 2020	30 June 2020	30 June 2019
<b>Credit breakdown*</b>					
Investments of investment grade			13,927,933	34.63	11,791,449
Investments of below investment grade			155,042	0.38	156,915
Unrated bonds			1,004,149	2.50	221,628
Equities			22,611,448	56.22	18,924,642
<b>Total value of investments</b>			<b>37,698,572</b>	<b>93.73</b>	<b>31,094,634</b>

\* ratings supplied by credit agencies

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Wesleyan Risk Averse Fund				
	Floating rate financial assets	Fixed rate financial assets	Financial assets not carrying interest	Total
Currency	£	£	£	£
<b>30 June 2020</b>				
Sterling	7,264	2,610,756	10,548	2,628,568
<b>Total</b>	<b>7,264</b>	<b>2,610,756</b>	<b>10,548</b>	<b>2,628,568</b>
<b>30 June 2019</b>				
Sterling	15,751	2,487,717	14,967	2,518,435
<b>Total</b>	<b>15,751</b>	<b>2,487,717</b>	<b>14,967</b>	<b>2,518,435</b>
	Financial liabilities not carrying interest			Total
Currency	£			£
<b>30 June 2020</b>				
Sterling	201			201
<b>Total</b>	<b>201</b>			<b>201</b>
<b>30 June 2019</b>				
Sterling	165			165
<b>Total</b>	<b>165</b>			<b>165</b>

If interest rates had increased by 10% as at the balance sheet date, the net asset value of the Trust would have increased by £726 (30 June 2019 : £1,575). A 10% decrease would have an equal and opposite effect. These calculations assume all other variables remain constant.

Changes in interest rates would have no material impact to the valuation of fixed rate financial assets or liabilities as at the balance sheet date.

Fixed rate financial assets					
	Weighted average interest rate	Weighted average year for which rate is fixed	Weighted average interest rate	Weighted average year for which rate is fixed	
Currency	30 June 2020	30 June 2020	30 June 2019	30 June 2019	
<b>Sterling</b>	<b>0.06%</b>	<b>5.03 years</b>	<b>0.71%</b>	<b>4.03 years</b>	
		Bid-Market value (£)	Total net assets (%)	Bid-Market value (£)	Total net assets (%)
Credit breakdown*		30 June 2020	30 June 2020	30 June 2019	30 June 2019
Investments of investment grade		2,610,756	99.33	2,481,717	98.79
<b>Total value of investments</b>		<b>2,610,756</b>	<b>99.33</b>	<b>2,481,717</b>	<b>98.79</b>

\* ratings supplied by credit agencies

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

#### Wesleyan UK Growth Fund

The only significant interest-bearing assets are cash balances of £856,091 (30 June 2019: £803,139), which earn interest by reference to LIBOR or its overseas equivalent.

There are no significant interest-paying liabilities (30 June 2019: £nil).

There is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

#### (iv) Inflation risk

Inflation erodes the real (buying power) value of future income payments or capital repayment. Consequently, where these future payments are fixed in nominal terms, as is the case with bonds, a rise in inflation will reduce the present value of the financial instrument in question. The further in the future that the payments are to be made, the greater the negative impact will be of an increase in inflation, since the erosion of the value will accumulate over a greater number of years. Hence, fixed rate bonds with many years to maturity will be most at risk from a rise in inflation. The returns from cash deposits can vary and may even benefit from an increase in anticipated inflation if it is associated with an increase in current interest rates. As a result, cash holdings may or may not suffer from an increase in anticipated inflation.

#### (v) Liquidity risk

The Fund's assets are comprised of mainly readily realisable securities. If insufficient cash is available to finance unitholder redemptions then securities held by the Fund may need to be sold. The risk of low market liquidity, through reduced trading volumes, may affect the ability of the Fund to trade financial instruments at values previously indicated by financial brokers. From time to time, liquidity may also be affected by stock specific or economic events. To manage these risks the Manager performs market research in order to achieve the best price for any transactions entered into on behalf of the Fund. All stocks are valued daily but those stocks identified as being less liquid are reviewed on a regular basis for pricing accuracy.

#### (vi) Credit risk

The Fund's transactions in securities expose it to the risk that the counterparty will not deliver the investment for a purchase or the cash for a sale. To minimise this, the Fund only deals with an approved list of brokers maintained by the Manager.

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## 14. PORTFOLIO TRANSACTION COSTS

### Wesleyan International Growth Fund

For the year ended 30 June 2020

	Value	Commissions		Taxes		Expenses	
Analysis of total purchases costs	£	£	%	£	%	£	%
Equity transactions	1,886,822	327	0.02%	4,398	0.23%	2	-
<b>Total</b>	<b>1,886,822</b>	<b>327</b>		<b>4,398</b>		<b>2</b>	

Total purchases including commission and taxes

1,891,549

	Value	Commissions		Taxes		Expenses	
Analysis of total sales costs	£	£	%	£	%	£	%
Equity transactions	1,428,689	(398)	(0.03%)	(21)	-	-	-
Corporate actions	14	-	-	-	-	-	-
<b>Total</b>	<b>1,428,703</b>	<b>(398)</b>		<b>(21)</b>		<b>-</b>	

Total sales net of commission and taxes

1,428,284

### Commissions and taxes as % of average Net Assets

Commissions	0.00%
Taxes	0.02%

For the year ended 30 June 2019

	Value	Commissions		Taxes		Expenses	
Analysis of total purchases costs	£	£	%	£	%	£	%
Equity transactions	2,577,821	597	0.02%	1,510	0.06%	1	-
Corporate actions	495	-	-	-	-	-	-
<b>Total</b>	<b>2,578,316</b>	<b>597</b>		<b>1,510</b>		<b>1</b>	

Total purchases including commission and taxes

2,580,424

	Value	Commissions		Taxes		Expenses	
	£	£	%	£	%	£	%
<b>Analysis of total sales costs</b>							
Equity transactions	3,311,112	(977)	(0.03%)	(10)	-	(17)	-
Corporate actions	44,817	-	-	-	-	-	-
<b>Total</b>	<b>3,355,929</b>	<b>(977)</b>		<b>(10)</b>		<b>(17)</b>	

**Total sales net of commission and taxes**

**3,354,925**

#### Commissions and taxes as % of average Net Assets

Commissions	0.01%
Taxes	0.00%

In the case of share, commissions and taxes are paid by the Fund on each transaction. In addition, there is a dealing spread between the buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment. At the balance sheet date the average dealing spread was 0.23% (30 June 2019: 0.17%).

#### Wesleyan Low Risk/Reward Growth Fund

For the year ended 30 June 2020

	Value	Commissions		Taxes		Expenses	
	£	£	%	£	%	£	%
<b>Analysis of total purchases costs</b>							
Equity transactions	2,134,192	487	0.02%	7,600	0.36%	33	-
Fixed interest transactions	15,871,504	-	-	-	-	-	-
Corporate actions	65,196	-	-	-	-	-	-
<b>Total</b>	<b>18,070,892</b>	<b>487</b>		<b>7,600</b>		<b>33</b>	

**Total purchases including commission and taxes**

**18,079,012**

	Value	Commissions		Taxes		Expenses	
	£	£	%	£	%	£	%
<b>Analysis of total sales costs</b>							
Equity transactions	476,470	(156)	(0.03%)	-	-	(12)	-
Fixed interest transactions	12,061,236	-	-	-	-	-	-
Corporate actions	73,271	-	-	-	-	-	-
<b>Total</b>	<b>12,610,977</b>	<b>(156)</b>		<b>-</b>		<b>(12)</b>	

**Total sales net of commission and taxes**

**12,610,809**

#### Commissions and taxes as % of average Net Assets

Commissions	0.00%
Taxes	0.03%
Expense	0.00%

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

For the year ended 30 June 2019

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total purchases costs</b>							
Equity transactions	3,199,974	712	0.02%	8,112	0.25%	37	-
Fixed interest transactions	11,427,664	2,833	0.02%	170	-	-	-
Corporate actions	88,578	-	-	-	-	-	-
<b>Total</b>	<b>14,716,216</b>	<b>3,545</b>		<b>8,282</b>		<b>37</b>	

Total purchases including commission and taxes

**14,728,080**

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total sales costs</b>							
Equity transactions	1,495,834	(665)	(0.04%)	-	-	(25)	-
Fixed interest transactions	9,660,982	-	-	-	-	-	-
Corporate actions	88,070	-	-	-	-	-	-
<b>Total</b>	<b>11,244,886</b>	<b>(665)</b>		<b>-</b>		<b>(25)</b>	

Total sales net of commission and taxes

**11,244,196**

## Commissions and taxes as % of average Net Assets

Commissions	0.02%
Taxes	0.04%
Expense	0.00%

In the case of share, commissions and taxes are paid by the Fund on each transaction. In addition, there is a dealing spread between the buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment. At the balance sheet date the average dealing spread was 0.56% (30 June 2019: 0.38%).

## Wesleyan Moderate-High Risk/Reward Income Fund

For the year ended 30 June 2020

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total purchases costs</b>							
Equity transactions	2,427,320	791	0.03%	9,323	0.38%	44	-
Fixed Interest Securities	94,611	-	-	-	-	-	-
Corporate actions	48,505	-	-	-	-	-	-
<b>Total</b>	<b>2,570,436</b>	<b>791</b>		<b>9,323</b>		<b>44</b>	

Total purchases including commission and taxes

**2,580,594**

	Value	Commissions		Taxes		Expenses	
	£	£	%	£	%	£	%
<b>Analysis of total sales costs</b>							
Equity transactions	164,319	(49)	(0.03%)	-	-	(3)	-
Corporate actions	161,588	-	-	-	-	-	-
<b>Total</b>	<b>325,907</b>	<b>(49)</b>		<b>-</b>		<b>(3)</b>	

**Total sales net of commission and taxes**

**325,855**

#### Commissions and taxes as % of average Net Assets

Commissions	0.00%
Taxes	0.06%
Expense	0.00%

**For the year ended 30 June 2019**

	Value	Commissions		Taxes		Expenses	
	£	£	%	£	%	£	%
<b>Analysis of total purchases costs</b>							
Equity transactions	3,109,768	817	0.03%	11,073	0.36%	47	-
Corporate actions	75,708	-	-	-	-	-	-
<b>Total</b>	<b>3,185,476</b>	<b>817</b>		<b>11,073</b>		<b>47</b>	

**Total sales net of commission and taxes**

**3,197,413**

	Value	Commissions		Taxes		Expenses	
	£	£	%	£	%	£	%
<b>Analysis of total sales costs</b>							
Equity transactions	433,062	(130)	(0.03%)	-	-	(8)	-
Corporate actions	123,595	-	-	-	-	-	-
<b>Total</b>	<b>556,657</b>	<b>(130)</b>		<b>-</b>		<b>(8)</b>	

**Total sales net of commission and taxes**

**556,519**

#### Commissions and taxes as % of average Net Assets

Commissions	0.01%
Taxes	0.08%
Expense	0.00%

In the case of share, commissions and taxes are paid by the Fund on each transaction. In addition, there is a dealing spread between the buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment. At the balance sheet date the average dealing spread was 0.26% (30 June 2019: 0.17%).

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

## Wesleyan Moderate Risk/Reward Growth Fund

For the year ended 30 June 2020

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total purchases costs</b>							
Equity transactions	7,572,858	2,191	0.03%	30,215	0.40%	84	-
Bonds	5,852,593	-	-	-	-	-	-
Corporate actions	91,219	-	-	-	-	-	-
<b>Total</b>	<b>13,516,670</b>	<b>2,191</b>		<b>30,215</b>		<b>84</b>	

Total purchases including commission and taxes

13,549,160

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total sales costs</b>							
Equity transactions	413,361	(124)	(0.03%)	-	-	(4)	-
Corporate actions	3,486,487	-	-	-	-	-	-
<b>Total</b>	<b>3,899,848</b>	<b>(124)</b>		<b>-</b>		<b>(4)</b>	

Total sales net of commission and taxes

3,899,720

### Commissions and taxes as % of average Net Assets

Commissions	0.01%
Taxes	0.08%
Expense	0.00%

For the year ended 30 June 2019

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total purchases costs</b>							
Equity transactions	7,018,488	1,888	0.03%	23,497	0.33%	243	-
Bonds	3,215,511	1,830	0.06%	88	-	-	-
Corporate actions	138,846	-	-	-	-	-	-
<b>Total</b>	<b>10,372,845</b>	<b>3,718</b>		<b>23,585</b>		<b>243</b>	

Total purchases including commission and taxes

10,400,391

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total sales costs</b>							
Equity transactions	2,274,773	(670)	(0.03%)	(3)	-	(23)	-
Bonds	922,712	-	-	-	-	-	-
Corporate actions	11,736	-	-	-	-	-	-
<b>Total</b>	<b>3,209,221</b>	<b>(670)</b>		<b>(3)</b>		<b>(23)</b>	

**Total sales net of commission and taxes**

**3,208,525**

#### Commissions and taxes as % of average Net Assets

Commissions	0.02%
Taxes	0.08%
Other expenses	0.00%

In the case of share, commissions and taxes are paid by the Fund on each transaction. In addition, there is a dealing spread between the buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment. At the balance sheet date the average dealing spread was 0.33% (30 June 2019: 0.24%).

#### Wesleyan Risk Averse Fund

There were no transaction costs relating to the purchase or sales of assets during the year (30 June 2019: £Nil).

In the case of share, commissions and taxes are paid by the Fund on each transaction. In addition, there is a dealing spread between the buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment. At the balance sheet date the average dealing spread was 0.04% (30 June 2019: 0.03%).

#### Wesleyan UK Growth Fund

**For the year ended 30 June 2020**

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total purchases costs</b>							
Equity transactions	2,848,280	832	0.03%	14,245	0.50%	17	-
<b>Total</b>	<b>2,848,280</b>	<b>832</b>		<b>14,245</b>		<b>17</b>	

**Total purchases including commission and taxes**

**2,863,374**

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total sales costs</b>							
Equity transactions	3,279,438	(984)	(0.03%)	-	-	(18)	-
Corporate actions	219,034	-	-	-	-	-	-
<b>Total</b>	<b>3,498,472</b>	<b>(984)</b>		<b>-</b>		<b>(18)</b>	

**Total sales net of commission and taxes**

**3,497,470**

#### Commissions and taxes as % of average Net Assets

Commissions	0.00%
Taxes	0.03%
Expenses	0.00%



# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

For the year ended 30 June 2019

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total purchases costs</b>							
Equity transactions	1,986,863	596	0.03%	8,925	0.45%	7	-
Corporate actions	264,638	-	-	-	-	-	-
<b>Total</b>	<b>2,251,501</b>	<b>596</b>		<b>8,925</b>		<b>7</b>	

Total purchases including commission and taxes

**2,261,029**

	Value £	Commissions £	%	Taxes £	%	Expenses £	%
<b>Analysis of total sales costs</b>							
Equity transactions	4,167,940	(1,250)	(0.03%)	-	-	(18)	-
Corporate actions	34,821	-	-	-	-	-	-
<b>Total</b>	<b>4,202,761</b>	<b>(1,250)</b>		<b>-</b>		<b>(18)</b>	

Total sales net of commission and taxes

**4,201,493**

## Commissions and taxes as % of average Net Assets

Commissions	0.00%
Taxes	0.02%
Expenses	0.00%

In the case of share, commissions and taxes are paid by the Fund on each transaction. In addition, there is a dealing spread between the buying and selling prices of the underlying investments. Unlike shares, other types of investments (such as bonds, money market instruments, derivatives) have no separately identifiable transaction costs; these costs form part of the dealing spread. Dealing spreads vary considerably depending on the transaction value and market sentiment. At the balance sheet date the average dealing spread was 0.28% (30 June 2019: 0.12%).

## 15. Fair Value of Investments

The fair value of investments has been determined using the following hierarchy :

- Category 1      The unadjusted quoted price in an active market for identical assets or liabilities that the entity can access at the measurement date.
- Category 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.
- Category 3      Inputs are unobservable (i.e. for which market data is unavailable) for the asset or liability.

### Wesleyan International Growth Fund

For the year ended 30 June 2020

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	31,212,790	-	-	31,212,790
<b>Total</b>	<b>31,212,790</b>	<b>-</b>	<b>-</b>	<b>31,212,790</b>

For the year ended 30 June 2019

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	30,478,723	-	406,713	30,885,436
<b>Total</b>	<b>30,478,723</b>	<b>-</b>	<b>406,713</b>	<b>30,885,436</b>

### Wesleyan Low Risk/Reward Growth Fund

For the year ended 30 June 2020

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	7,422,349	-	-	7,422,349
Bonds	8,013,044	9,546,536	-	17,559,580
<b>Total</b>	<b>15,435,393</b>	<b>9,546,536</b>	<b>-</b>	<b>24,981,929</b>

For the year ended 30 June 2019

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	7,080,919	-	-	7,080,919
Bonds	5,724,470	7,804,287	-	13,528,757
<b>Total</b>	<b>12,805,389</b>	<b>7,804,287</b>	<b>-</b>	<b>20,609,676</b>

### Wesleyan Moderate-High Risk/Reward Income Fund

For the year ended 30 June 2020

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	12,699,308	-	-	12,699,308
Bonds	1,074,758	1,047,078	-	2,121,836
<b>Total</b>	<b>13,774,066</b>	<b>1,047,078</b>	<b>-</b>	<b>14,821,144</b>

# NOTES TO THE TRUST'S FINANCIAL STATEMENTS continued

For the year ended 30 June 2019

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	12,095,308	-	-	12,095,308
Bonds	1,069,778	942,373	-	2,012,151
<b>Total</b>	<b>13,165,086</b>	<b>942,373</b>	<b>-</b>	<b>14,107,459</b>

## Wesleyan Moderate Risk/Reward Growth Fund

For the year ended 30 June 2020

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	22,611,448	-	-	22,611,448
Bonds	6,908,214	8,178,910	-	15,087,124
<b>Total</b>	<b>29,519,662</b>	<b>8,178,910</b>	<b>-</b>	<b>37,698,572</b>

For the year ended 30 June 2019

Category	1	2	3	Total
Investment assets	£	£	£	£
Equities	18,836,550	-	88,092	18,924,642
Bonds	5,256,866	6,913,126	-	12,169,992
<b>Total</b>	<b>24,093,416</b>	<b>6,913,126</b>	<b>88,092</b>	<b>31,094,634</b>

**Wesleyan Risk Averse Fund**

For the year ended 30 June 2020

Category	1 <sup>1</sup>	2	3	Total
Investment assets	£	£	£	£
Bonds	2,610,756	-	-	2,610,756
<b>Total</b>	<b>2,610,756</b>	<b>-</b>	<b>-</b>	<b>2,610,756</b>

For the year ended 30 June 2019

Category	1 <sup>1</sup>	2	3	Total
Investment assets	£	£	£	£
Other investment balances	2,487,717	-	-	2,487,717
<b>Total</b>	<b>2,487,717</b>	<b>-</b>	<b>-</b>	<b>2,487,717</b>

**Wesleyan UK Growth Fund**

For the year ended 30 June 2020

Category	1 <sup>1</sup>	2	3	Total
Investment assets	£	£	£	£
Equities	49,727,298	-	-	49,727,298
<b>Total</b>	<b>49,727,298</b>	<b>-</b>	<b>-</b>	<b>49,727,298</b>

For the year ended 30 June 2019

Category	1 <sup>1</sup>	2	3	Total
Investment assets	£	£	£	£
Equities	64,353,202	-	-	64,353,202
<b>Total</b>	<b>64,353,202</b>	<b>-</b>	<b>-</b>	<b>64,353,202</b>

<sup>1</sup>UK Government Bond

# AUTHORISED FUND MANAGER'S RESPONSIBILITIES STATEMENT

The Collective Investment Schemes source book ("COLL"), as issued (and amended) by the Financial Conduct Authority (FCA) requires the Manager to prepare the annual report and financial statements for each financial year which give a true and fair view of the financial affairs of the Scheme and of its net revenue and net losses for the year.

In preparing the financial statements the Manager is required to:

- a) Select suitable accounting policies and then apply them consistently.
- b) Comply with requirements of the Statement of Recommended Practice for Authorised Funds issued by the Investment Management Association in May 2014. Previously the requirements for the Statement of Recommended Practice (SORP) issued by the Investment Management Association had been applied as amended in June 2017.
- c) Follow generally accepted accounting principles and applicable net asset value accounting standards.
- d) Keep proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements.
- e) Make judgements and estimates that are reasonable and prudent.
- f) Prepare the financial statements on the going concern basis unless it is inappropriate to presume that this Scheme will continue in operation.

The Manager is responsible for the management of the Scheme in accordance with its Trust Deed, Prospectus and COLL. The Manager is also responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities. The Manager confirms that suitable accounting policies have been used and applied consistently and reasonable and prudent judgement and estimates have been made in the preparation of the financial statements for the year ended 30 June 2020. The Manager also confirms that applicable accounting standards have been followed.

## UCITS V Remuneration (Unaudited)

Here at Wesleyan Group of companies, we are required to report annually on our Remuneration Governance Process as well as detailing our Remuneration Policies and Practices set as part of the Remuneration Code. This has been implemented by FCA under the Capital Requirements Directive and the Financial Service Act 2010.

The Remuneration Committee here at Wesleyan Group of companies has established a remuneration policy ensuring the UCITS Directive requirements are met for UCITS Material Risk Takers (UCITS MRTs). UCITS MRTs here at WUTM comprise of individuals in roles that significantly affect risks of WUTM or any UCITS fund that we manage. These roles have been identified in accordance with requirements set out by the UCITS Directive as well as guidance issued by the European Securities and Market Authority.

Meeting on a regular basis, our Remuneration Committee establish the Group's remuneration principles and oversee our governance. Together with the WUTM Board, WUTM remuneration strategy is also reviewed at least on an annual basis. Our Committee is comprised of three non-Executive Directors. Our Committee is also responsible for remuneration on our senior level employees with a specific review on identified Code Staff such as heads of Control Functions.

Remuneration total expenditure is determined based on a share in profit ratio. It measures fixed pay such as salary and benefits as well as variable pay such as performance against the pre-bonus profit of the Group. It is also based on a total compensation ratio that measures total remuneration expenses against net income. By doing this our employee interests are aligned with our performance. When determining our remuneration expenditure each year, the strength and sustainability of the Group is factored in alongside reports on risk, legal and compliance matters from heads of the Control Functions in question.

The remuneration data below reflects amounts paid for the year ended 30 June 2020 for WUTM.

The total remuneration paid by WUTM to its staff and those staff in its parent undertaking that undertake duties relating to WUTM was £563,576 and all relates to fixed remuneration.

The following relates to UCITS MRTs of WUTM who were employed by and provided services to other entities of Wesleyan Group of Companies for the year ended 30 June 2020. Portions of their remuneration is included in the aggregated figures below, based on apportionment of their roles attributed to WUTM or the UCITS fund that it manages. The aggregated total remuneration paid to the 33 UCITS MRTs of WUTM was £563,576, of which £371,946 was paid to senior management, £172,814 to MRTs deemed to be risk takers of WUTM or the UCITS fund that it manages and £18,816 to other UCITS MRTs.

More information on our Remuneration Policies and Practices is available at [www.wesleyan.co.uk/ucits](http://www.wesleyan.co.uk/ucits)

## Assessment of Value

WUTM separately produces an assessment of value report covering each unit class of the funds it manages. This will be published on 31 October 2020 and available at [www.wesleyan.co.uk/about-us/mediacentre/WUTM-assessment-of-value-report](http://www.wesleyan.co.uk/about-us/mediacentre/WUTM-assessment-of-value-report)

# RESPONSIBILITIES AND REPORT OF THE TRUSTEE

## STATEMENT OF THE TRUSTEE'S RESPONSIBILITIES IN RESPECT OF THE SCHEME AND REPORT OF THE DEPOSITARY TO THE UNITHOLDERS OF THE WESLEYAN UNIT TRUST MANAGERS ("THE TRUST") FOR THE PERIOD ENDED 30TH JUNE 2020

The Depositary in its capacity as Trustee of Wesleyan Authorised Unit Trust must ensure that the Trust is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes 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:

- a) the Trust's cash flows are properly monitored and that cash of the Trust is booked in cash accounts in accordance with the Regulations;
- b) the sale, issue, repurchase, redemption and cancellation of units are carried out in accordance with the Regulations;
- c) the value of units of the Trust are calculated in accordance with the Regulations;
- d) any consideration relating to transactions in the Trust's assets is remitted to the Trust within the usual time limits;
- e) the Trust's income is applied in accordance with the Regulations; and
- f) the instructions of the Authorised Fund Manager ("the AFM"), which is the UCITS Management Company, 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 Regulations and the Scheme documents of the Trust in relation to the investment and borrowing powers applicable to the Trust.

Having carried out such procedures as we considered 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 AFM:

- 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 of the Trust; and
- ii) has observed the investment and borrowing powers and restrictions applicable to the Trust in accordance with the Regulations and the Scheme documents of the Trust.

## HSBC BANK PLC

This report is given on the basis that no breaches are subsequently advised to us by the Auditors before the distribution date. We therefore reserve the right to amend the report in the light of such circumstances.

HSBC Bank Plc  
8 Canada Square  
London  
E14 5HQ  
16 November 2020

# INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS OF WESLEYAN AUTHORISED UNIT TRUST

## REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS

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### Opinion

We have audited the financial statements of Wesleyan Authorised Unit Trust ("the Trust") comprising each of its funds, for the year ended 30 June 2020 which comprise the Statement of Total Return and the Statement of Change in Net Assets Attributable to Unit Holders together with the Balance Sheet for each of the Trust's funds, the accounting policies and risk profile of the Trust, 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 30 June 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 in the UK and Republic of Ireland'.

## BASIS FOR OPINION

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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

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In relation to the Trust, 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 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.

# INDEPENDENT AUDITOR'S REPORT TO THE UNIT HOLDERS OF WESLEYAN AUTHORISED UNIT TRUST

## OTHER INFORMATION

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The other information comprises the information included in the annual report, 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.

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

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In our opinion:

- ▶ the financial statements have been properly prepared in accordance with the Statement of Recommended Practice relating to 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 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

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We have nothing to report in respect of the following matter in relation to which the Collective Investment Schemes Sourcebook of the Financial Conduct Authority rules 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

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As explained more fully in the Manager's responsibilities statement set out on page 142, 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 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 liquidate 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

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

A further description of our responsibilities for the audit of the financial statements is located on the 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

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This report is made solely to the Trust's unitholders, 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 Trust's unitholders 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 Trust's unitholders as a body, for our audit work, for this report, or for the opinions we have formed.

**Ernst & Young LLP, Statutory Auditor, Edinburgh**

16 November 2020

Notes:

1. The maintenance and integrity of the Wesleyan Authorised Unit Trust website is the responsibility of the manager; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the financial statements since they were initially presented on the web site.
2. Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

# MANAGERS AND ADVISERS

**Manager** Wesleyan Unit Trust Managers Limited  
Colmore Circus  
Birmingham  
B4 6AR

Directors of the Manager:  
A. Farooq, BSc, ACMA, DIP IoD (Chairman)  
J. Needham, MBA, FIA\* (Chief Executive)  
M. Lawrence, BSc, ASIP  
A. Neden, MA, FCA\*\*  
I. McCaig\*\*

**Trustee** HSBC Bank plc  
8 Canada Square  
London  
E14 5HQ

**Registrar** SS&C Technologies  
PO Box 9033  
Chelmsford  
CM99 2WQ

**Independent Auditors** Ernst & Young LLP  
Atria One  
144 Morrison Street  
Edinburgh  
EH3 8EX

**Legal Advisers** Eversheds LLP  
Senator House  
One Wood Street  
London  
EC2V 7WS

\*The following changes to the board of Wesleyan Unit Trust Managers Limited came into effect on 26 February 2020: J. Needham was appointed Chief Executive Officer to the board.

\*\*The following changes to the board of Wesleyan Unit Trust Managers Limited came into effect on 11 December 2019: A. Neden and I. McCaig were appointed as Non-Executive Directors to the board.

Wesleyan Unit Trust is an authorised unit trust scheme within the meaning of the Financial Services and Markets Act 2000. It is categorised as a UCITS scheme. The Manager, Trustee and Independent Auditors are authorised and regulated by the Financial Conduct Authority.

Wesleyan Group offers Financial Advice: Retirement Planning • Investing • Funding • Insurance

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Wesleyan Unit Trust Managers Ltd.

Administration Centre: PO Box 9033, Chelmsford CM99 2WQ Telephone: 0330 123 3813.

Registered Office: Colmore Circus, Birmingham B4 6AR. Telephone: 0121 200 3003. Fax: 0121 200 2971. Website: [www.wesleyan.co.uk](http://www.wesleyan.co.uk)

Advice is provided by Wesleyan Financial Services Limited.

'WESLEYAN' is a trading name of the Wesleyan Group of companies. Wesleyan Unit Trust Managers Ltd (Registered in England and Wales No. 2114859) is authorised and regulated by the Financial Conduct Authority. Wesleyan Unit Trust Managers Ltd is wholly owned by Wesleyan Assurance Society which is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. Wesleyan Unit Trust Managers Ltd is also a member of The Investment Association. Telephone calls may be recorded for monitoring and training purposes. Copies of the Scheme Prospectus, Key Investor Information Documents (KIIDs) and the most recent Annual Report and Half-Yearly Report on authorised funds are available free of charge from the Administration Centre.