

# CT UK Capital and Income Investment Trust PLC

Half-Year Report for the six months  
ended 31 March 2024

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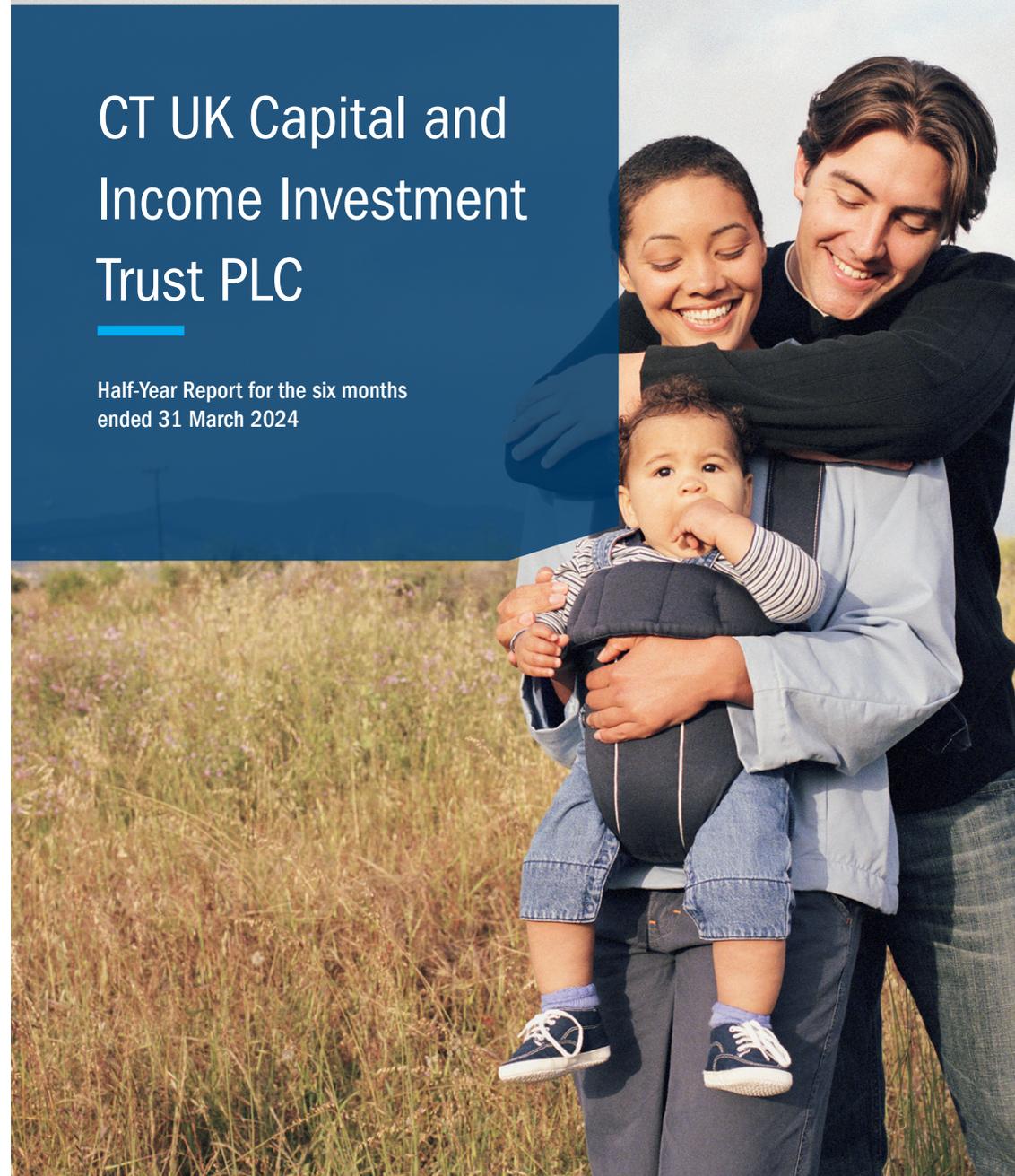
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# CT UK Capital and Income Investment Trust PLC

Half-Year Report for the six months  
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## Company Overview

### Consistently growing income from investing in some of the UK's best businesses

With an objective to secure long term capital and income growth from a portfolio consisting mainly of FTSE All-Share companies, we offer Shareholders a reliable income while at the same time seeking to grow the size of your investment.

We have been searching out the very best of the UK's large and medium sized businesses since 1992 to give our Shareholders access to a range of quality UK stocks in one place.

We carefully identify companies that are growing and profitable today and have the sustainable foundations to be able to continue that profitable growth into the future.

We choose to invest in companies we strongly believe in. Most of them generate much of their revenues outside the UK which means you benefit from international growth and diversification.

Our fund manager, Julian Cane, has managed the Company's investments for over 25 years, outperforming its Benchmark over that period. The Manager's results have driven the increase in dividend every year since the launch of the Company, through the market's ups and downs.

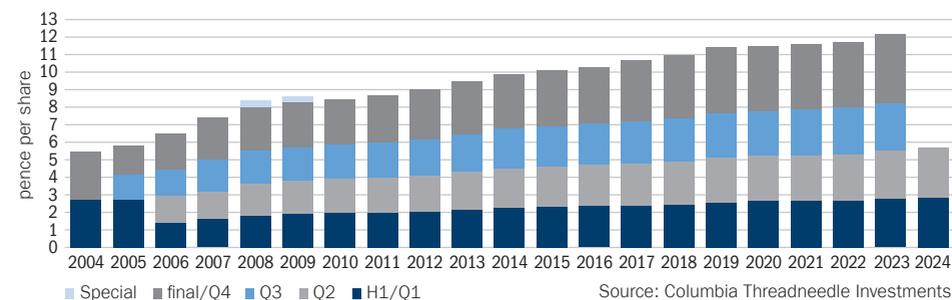
We are an "AIC Dividend Hero" in recognition of 30 consecutive years of increased annual dividends. Our Ongoing Charges figure of 0.66% represents very good value for Shareholders.

Whether you are looking for regular income now, or to reinvest your dividends for long term growth, we believe that CT UK Capital and Income Investment Trust can play an important part in your investments.



Visit our website at [ctcapitalandincome.co.uk](https://ctcapitalandincome.co.uk)

### Annual Dividend Progression for CT UK Capital and Income Investment Trust



The Company is registered in England and Wales with company registration number 02732011  
Legal Entity Identifier: 21380052ETTRKV2A6Y19

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## Financial Highlights for the half-year ended 31 March 2024

5.70p

The dividend<sup>(1)</sup> for this half-year of 5.70p represents an increase of 3.6% in comparison to the six-months ended 31 March 2023 and provides Shareholders with an annual yield<sup>(2)</sup> of 3.9%.

12.9%

Net Asset Value per share total return<sup>(3)</sup> of 12.9%, outperforming the benchmark FTSE All-Share Index which returned 6.9%.

9.5%

Share price total return<sup>(3)</sup> was 9.5%, with the price ending the period at 319p.

-4.3%

The share price ended the period at a Discount\* to Net Asset Value of 4.3% with the shares having traded at an average discount\* of 3.8% over the six-months to 31 March 2024.

(1) The first interim dividend of 2.85 pence per share was paid on 28 March 2024 and the second interim dividend of 2.85 pence per share is payable on 28 June 2024 to Shareholders registered on 14 June 2024.

(2) Calculated as the total of the four most recent quarterly dividends declared divided by the period end share price.

(3) Total Return – the return to Shareholders calculated on a per share basis by adding dividends paid in the period to the increase or decrease in the Share Price or Net Asset Value in the period. The dividends are assumed to have been re-invested in the form of shares or net assets, respectively, on the date on which the shares were quoted ex-dividend.

\* See full details of the explanation and calculation of Alternative Performance Measures in the Report and Accounts as at 30 September 2023

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## Chair's Statement

Dear Shareholder,

I am pleased to report that over the six months to 31 March 2024, the UK stock market, as measured by the FTSE All-Share Index, experienced a reasonable gain of 6.9% (including dividends), while our own Net Asset Value (**'NAV'**) per share increased more with a gain of 12.9% (including dividends). With this half-year report, we also announce another increase in our dividend.

### **Total Return - The Company offers reliable income while at the same time seeking to grow the size of your investment**

At face value, it is perhaps surprising that the UK stock market has made any progress over the six months under review as early in the period, corporate financial results were widely seen as disappointing, the UK economy was in recession from October to December and geopolitical events continued to cause concern. Despite this, our portfolio was able to make significant headway, in both absolute terms and relative to our benchmark, the FTSE All-Share Index.

The first month of our reporting period, October 2023, was difficult for the UK stock market as the FTSE All-Share Index fell by over 4%, largely as a consequence of disappointing corporate results, or in some cases, just the fear of poor results. October also marked Hamas's attack on Israel and the start of greater insecurity in the wider Middle East. The equity market's low point

for the period was towards the end of that month, since when there has been a reasonable rally.

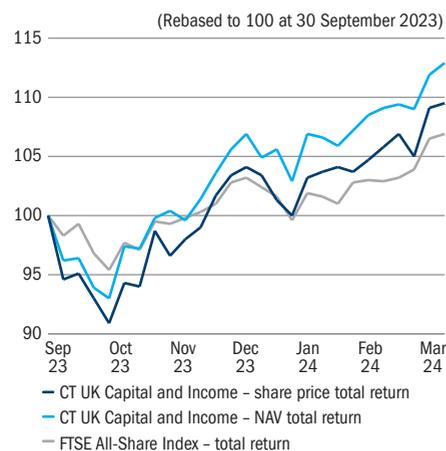
The dominant theme behind the turn and subsequent strength of the market was data indicating that inflation in the UK was falling which brought hope that interest rates would start to reduce as well. The Bank of England's Official Bank Rate (the **'Bank Rate'**) was unchanged throughout the six months at 5.25%, but the direction of forecasts did change. At the start of October market forecasts were for the Bank Rate to increase further, however, more recently, the expectation is that the Bank Rate, in six months' time, will be below 5%. The fall in forecast rates may be relatively modest, but the change in direction of rates is symbolic, allowing investment sentiment to become more positive.

The strongest total returns from stocks within our portfolio came from CRH, the building materials supplier (+54%), Intermediate Capital, the specialist lender (+51%) and DS Smith, the packaging business (+41%). Both CRH and Intermediate Capital are driving strong growth in their businesses, which will be helped further by lower interest rates, while DS Smith received the first of two take-over approaches.

In a balanced portfolio it is inevitable that at some point some companies will perform poorly, the two worst in our portfolio during this six-month period were XP Power, the

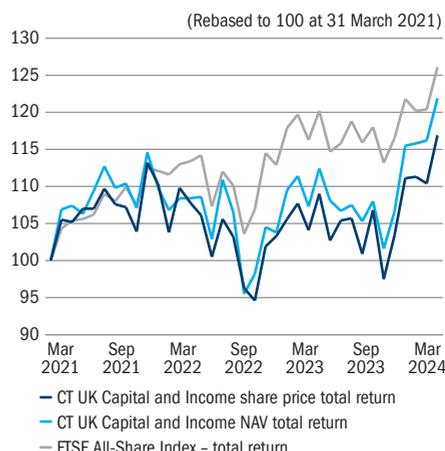
## Chair's Statement (continued)

### Performance over six months (%)



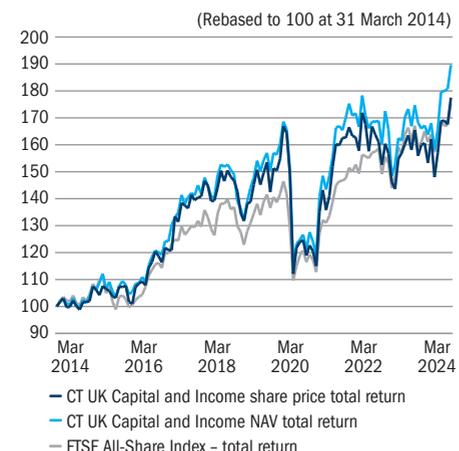
Source: Refinitiv Eikon

### Performance over three years (%)



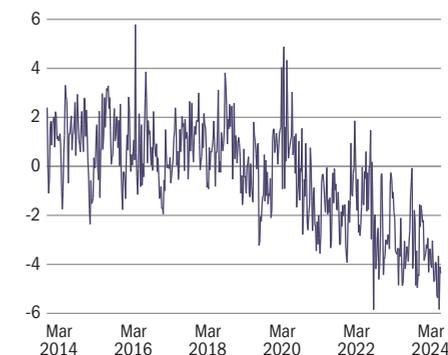
Source: Refinitiv Eikon

### Performance over ten years (%)



Source: Refinitiv Eikon

### Share price premium/(discount) to NAV over ten years (%)



Source: Columbia Threadneedle Investments

supplier of power control systems (-54%) and Close Brothers, the merchant banking group (-50%). The issues affecting these companies were very different, XP Power suffered from volatility in customer orders, which we expect to stabilise in time. Close Brothers was impacted by the possibility of compensation claims within its motor finance division.

Looking now at longer term performance, it is notable that the effect on the Company of the turmoil of 2022, including Russia's invasion of Ukraine, rising interest rates and the Truss/Kwarteng 'mini-budget' are now outweighed by the strength of performance in previous and subsequent years, leading to outperformance of our benchmark, and supporting your Company's long term growth objectives.

**Income Growth – The Company has increased its dividend every year since it was launched, through the market's ups and downs.**

We have previously announced a dividend for our first quarter of 2.85 pence per share and I am pleased to announce we will also pay this amount for the second quarter. The total, therefore, for the first half-year is 5.70p, an increase of 3.6% over the comparable period last year.

Our revenue, which is the dividends we receive from our investments, fell compared to the first six months of our previous financial year. This reflects a number of specific issues, rather than a more general weakening of dividend generating ability from the whole portfolio. First, there was the effect of timing as dividends from two companies, totalling almost £1.4 million, which were recorded in the first half last year will fall into our second half. Dividends from these companies are expected to increase over the year as a whole. Secondly, in a couple of instances, companies decided to suspend their dividend payments in order to preserve cash and strengthen their balance

sheets. Our fund manager took the view that it would be disadvantageous to sell these companies at what could prove to be a moment of exaggerated pessimism and a temporarily depressed share price. This has certainly been the case with Close Brothers and also Hipgnosis Songs Fund, the music royalties business, which has subsequently had four public take-over bids. Finally, other portfolio companies, such as Vistry Group, the house builder, returned cash to shareholders through share buy-backs rather than dividends and its share price has been strong in response.

#### Dividend Cover and Revenue Reserve

Although our dividends for the first half of the year are not fully covered by earnings, our forecasts for the rest of the year and the stronger capital generation demonstrated during the period under review lead us to be more optimistic for the second half. At the start of this year, our Revenue Reserve was £12.3 million and as we have noted in the

past, we have the ability to use this to help finance our dividend payment, where required.

We are proud of our record of more than 30 years of dividend growth and recognise that it is an important attraction for our shareholders. We aim to extend our record of dividend growth yet further.

#### Share Issuance and Buy-backs

As a principle, the Board believes our share price should not become too detached from the underlying NAV per share. In order to try to keep the share price and NAV relatively close together we are willing and able to buy and sell the company's own shares when they trade too far adrift from that anchor.

In the first six months of this financial year, we bought 2.3 million shares at an average discount to NAV of 4% marginally adding to NAV for remaining shareholders, while also providing some liquidity to the stock market.

## Chair's Statement (continued)

### Share Price Premium/Discount

Discounts have generally widened across investment trusts in recent months, but with our share buy-back programme we are seeking to mitigate the widening of our own discount. During the six months under review, the share price traded at an average discount to NAV of (3.8)% and within a range of (1.2)% to (5.8)%. The shares ended the period trading at a wider discount (4.3)% than at the start (1.2)% which meant that the share price total return of 9.5% was rather less than that of the NAV, although it was still well ahead of the FTSE All-Share Index.

### Balance Sheet and Gearing

Our previous loan facility with The Bank of Nova Scotia came to an end in March 2024 and a new facility with The Royal Bank of Scotland International replaces it. We started the financial year having borrowed £25 million and increased this to £26 million during the six months, giving net gearing as at 31 March 2024 of 6.4%.

### Directorate Change

The Board recognises the value in both attracting fresh talent and the maintenance of continuity and accordingly a plan has been developed to ensure an orderly succession as Directors retire.

I was appointed to the Board in November 2015 and became Chair with effect from 1 July 2023. As a part of the Board's ongoing succession planning and in accordance with corporate governance best practice, I announce my intention to retire from the Board at the conclusion of the Company's 2025 Annual General Meeting.

Upon my retirement, Nicky McCabe, the Company's Senior Independent Director,

who was appointed to the Board in January 2021 will become Chair. Nicky has extensive sector experience as she was formerly Head of Product and Investment Trusts at Fidelity International as well as a director and Chief Operating Officer of a number of Fidelity companies. Nicky is currently a non-executive director of abrdn Asian Income Fund Ltd, Artemis Investment Management Limited and EFG Asset Management (UK) Limited.

The Board will commence the process to recruit a new Director later this year.

### Outlook

The UK stock market has made reasonable gains since the start of our financial year. Nevertheless, UK equities have performed less well and are valued at a lower level than many other international markets. This certainly provides scope for additional progress.

There is also tangible evidence that certain stocks in the UK market are cheap. The increasing number of corporate bids and acquisitions within the UK stock market gives first-hand evidence that acquirors, whether they be industry peers or financial buyers, recognise the value available and are prepared to pay up for it, with take-over premiums being at levels substantially above pre-bid share prices.

The Board continues to support our fund manager's investment in companies he strongly believes in, many of which generate revenues outside of the UK and which have the sustainable foundations to continue profitable growth into the future.

### On behalf of the Board

**Jane Lewis**

**Chair**

**28 May 2024**

## Directors' Statement of Principal Risks and Uncertainties

Most of the Company's principal risks and uncertainties are market related and no different from those of other investment trusts investing primarily in listed equities. They are described in more detail under the heading "Principal Risks and Future Prospects" within the Strategic Report in the Company's Annual Report for the year ended 30 September 2023.

The principal risks identified in the Annual Report were:

### Market and Political Risks

Macroeconomic and geopolitical risk including rising international tensions arising from the war in Ukraine, events in the Middle East, disputes in the South China Sea, and UK and US elections.

### Investment Performance Risks

Unfavourable markets or asset allocation, sector and stock selection and use of gearing and derivatives are inappropriate giving rise to investment underperformance as well as impacting capacity to pay dividends.

### Cyber, Legal and Regulatory Risks

Errors, fraud or control failures at service providers or loss of data through increasing cyber threats or business continuity failure could damage reputation or investors' interests or result in losses.

### Product Strategy Risks

Inappropriate business or marketing strategy particularly in relation to investor needs or sentiment giving rise to a share price discount to NAV per share.

At present the global economy continues to suffer disruption due to the war in Ukraine, events in the Middle East and the after-effects of a high inflation environment. The Directors continue to review the key risk register for the Company which identifies the risks that the Company is exposed to, including those that are considered to be emerging, the controls in place and the actions being taken to mitigate them.

The Board considers that the principal risks have not changed materially since 29 November 2023, the date of the Company's Annual Report. The Board has also considered these principal risks in relation to going concern, see note 13.

## Twenty Largest Holdings

31 Mar 2024	30 Sep 2023		31 Mar 2024 % of total investments	31 Mar 2024 Value £'000s	30 Sep 2023 Value £'000s
1	5	<b>Intermediate Capital</b> (Financials) A specialist lender to private companies both on its own behalf and increasingly for third-party investors. It has been generating good returns despite the difficult conditions and has great long-term potential to grow the business further.	5.8	20,951	14,107
2	2	<b>Vistry Group</b> (Consumer Discretionary) The company will be refocusing itself solely on its partnership operations, where it builds new homes in conjunction with others, such as local authorities, housing associations and Homes England. This should make the business less exposed to the economic cycle than traditional housebuilders.	5.5	19,803	16,872
3	1	<b>AstraZeneca</b> (Health Care) A major international pharmaceutical company. Its pipeline of new drugs is proving successful and producing strong growth now with more potential further out.	5.2	18,900	19,647
4	21	<b>LondonMetric Property</b> (Real Estate) This Real Estate Investment Trust owns a desirable and differentiated portfolio of properties. It has a particular focus on delivering reliable and growing income-led total returns.	4.9	17,693	5,883
5	4	<b>OSB Group</b> (Financials) This specialist challenger bank generates good returns and has grown well at carefully controlled risk levels. The company has had two major slips over the last year as a result of the sharp rise in interest rates, but we believe the impact on longer-term results is very limited.	4.7	16,974	14,733
6	3	<b>RELX</b> (Consumer Discretionary) RELX is a global provider of information-based analytics and decision tools for professional and business customers across a range of industries. It also has a leading global events business. It generates high returns which we expect will improve further.	4.6	16,778	14,985
7	6	<b>Unilever</b> (Consumer Staples) A leading manufacturer of branded fast-moving consumer goods with more than half of its sales in emerging markets which have greater growth potential. New management is trying to reinvigorate the group and rebalance the mix of goods it produces.	4.3	15,503	13,809
8	8	<b>Burford Capital</b> (Financials)* Burford is the leading international provider of litigation funding, using both its own financial resources and investing third-party capital. It is a fast evolving and growing market with attractive returns for those able to navigate its complexities well.	4.0	14,485	13,180

31 Mar 2024	30 Sep 2023		31 Mar 2024 % of total investments	31 Mar 2024 Value £'000s	30 Sep 2023 Value £'000s
9	10	<b>Legal and General</b> (Financials) A focus on generating a strong and growing cash flow allows this UK life insurer to pay an attractive and growing dividend. Although a slowing economy and rising interest rates are a more challenging background, concerns over its credit exposure and solvency appear overdone.	3.8	13,732	12,015
10	12	<b>Beazley</b> (Financials) A specialist insurer with a diverse underwriting portfolio that has historically generated good returns and growth. It has become increasingly recognised for the strength of its cyber insurance operations, which complement its other underwriting activities.	3.7	13,310	11,060
11	9	<b>Rio Tinto</b> (Basic Materials) One of the world's foremost mining companies. It has a diversified asset base, but its most significant interests are in low-cost, high-quality iron ore. It is our only current exposure to the mining sector.	3.5	12,543	12,935
12	16	<b>CRH</b> (Industrials) CRH manufactures and supplies a wide range of building materials, used across the range from public infrastructure projects to residential homes. It operates in more than 30 countries, with the US accounting for over half of sales.	3.1	11,266	8,176
13	11	<b>Shell</b> (Energy) A leading international oil exploration, production and marketing group. For a while the industry struggled to generate good returns, but a higher oil price is causing profits and returns to increase sharply and a new management team is looking to reinvigorate the group.	3.1	11,156	11,075
14	7	<b>Diageo</b> (Consumer Staples) The largest producer of premium branded spirits in the world and also a major brewer. The strength of the brands and substantial exposure to markets with greater growth potential should lead to attractive returns.	3.0	10,971	13,198
15	13	<b>Compass</b> (Consumer Discretionary) Compass is the global leader in outsourced catering. A structural shift towards more outsourcing was disrupted by the pandemic, but good rates of growth have returned. It has unrivalled scale helping it to offer its clients great value.	2.7	9,873	9,400
16	17	<b>GSK</b> (Health Care) After many years of lacklustre performance, current management is under significant pressure to reinvigorate the business. The demerger of the consumer health care business (Haleon) focuses more attention on the revival of the pharmaceutical business.	2.6	9,312	8,130

## Twenty Largest Holdings (continued)

31 Mar 2024	30 Sep 2023		31 Mar 2024 % of total investments	31 Mar 2024 Value £'000s	30 Sep 2023 Value £'000s
17	18	<b>Phoenix</b> (Financials) A UK domestic life insurer growing both by taking on new customers and through taking part in consolidation of the sector. Increased scale drives operational and capital efficiencies and diversification benefits that underpin an attractive dividend.	2.2	7,936	6,941
18	15	<b>BP</b> (Energy) A leading international oil exploration, production and marketing group, returns are improving with a higher oil price.	2.2	7,931	8,502
19	19	<b>Howden Joinery</b> (Consumer Discretionary) This business designs, manufactures and sells fitted kitchens, mostly in the UK. Its integrated value chain and efficiency make it a high returning business with the potential to grow and improve returns further.	2.0	7,340	6,775
20	22	<b>National Grid</b> (Utilities) An internationally diversified utility company, fairly evenly balanced between the different regulatory regimes of the UK and US with most of its operations owning and operating electricity transmission facilities and distribution networks. Increasing electrification, both in terms of use and generation of power, should increase its growth rate.	1.7	6,286	5,782

The value of the twenty largest holdings represents 72.6% (30 September 2023: 68.5%) of the Company's total investments.

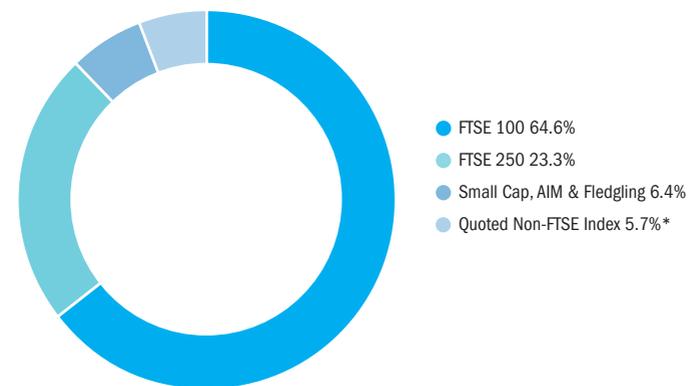
\* Quoted on the Alternative Investment Market in the UK.

### Forward-looking statements

This half-year report may contain forward-looking statements with respect to the financial condition, results of operations and business of the Company. Such statements involve risk and uncertainty because they relate to future events and circumstances that could cause actual results to differ materially from those expressed or implied by forward-looking statements. The forward-looking statements are based on the Directors' current view and on information known to them at the date of this report. Nothing should be construed as a profit forecast.

## Portfolio Weightings

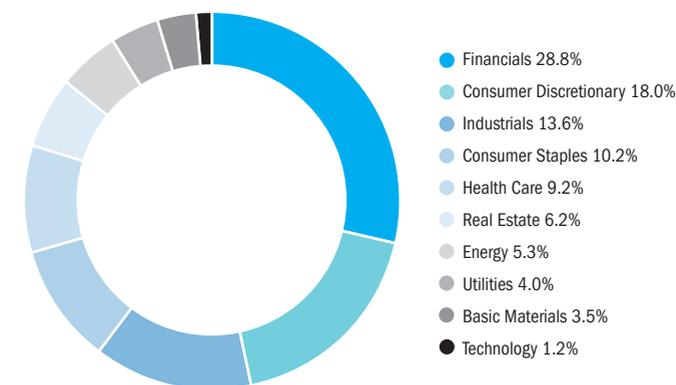
### FTSE Index categorisation as at 31 March 2024



Source: Columbia Threadneedle Investments

\*Includes Overseas and Specialist investments.

### Sector breakdown as at 31 March 2024



Source: Columbia Threadneedle Investments

## Condensed Income Statement

Notes	Half-year ended 31 March 2024 (Unaudited)			Half-year ended 31 March 2023 (Unaudited)			Year to 30 September 2023 (Audited)			
	Revenue £'000s	Capital £'000s	Total* £'000s	Revenue £'000s	Capital £'000s	Total* £'000s	Revenue £'000s	Capital £'000s	Total* £'000s	
5	Gains on investments	-	36,440	36,440	-	30,778	30,778	-	25,619	25,619
	Foreign exchange (losses)/gains	(1)	(39)	(40)	1	(59)	(58)	(4)	4	-
2	Income	4,897	-	4,897	7,317	-	7,317	16,179	-	16,179
	Management fee	(361)	(361)	(722)	(347)	(347)	(694)	(693)	(693)	(1,386)
	Other expenses	(407)	-	(407)	(321)	-	(321)	(742)	(1)	(743)
	<b>Net return before finance costs and taxation</b>	<b>4,128</b>	<b>36,040</b>	<b>40,168</b>	<b>6,650</b>	<b>30,372</b>	<b>37,022</b>	<b>14,740</b>	<b>24,929</b>	<b>39,669</b>
	Finance costs	(398)	(398)	(796)	(259)	(259)	(518)	(662)	(662)	(1,324)
	<b>Net return before taxation</b>	<b>3,730</b>	<b>35,642</b>	<b>39,372</b>	<b>6,391</b>	<b>30,113</b>	<b>36,504</b>	<b>14,078</b>	<b>24,267</b>	<b>38,345</b>
	Taxation	(18)	-	(18)	-	-	-	(22)	-	(22)
	<b>Net return attributable to Shareholders</b>	<b>3,712</b>	<b>35,642</b>	<b>39,354</b>	<b>6,391</b>	<b>30,113</b>	<b>36,504</b>	<b>14,056</b>	<b>24,267</b>	<b>38,323</b>
3	<b>Return per share - basic and diluted</b>	<b>3.59p</b>	<b>34.45p</b>	<b>38.04p</b>	<b>5.96p</b>	<b>28.08p</b>	<b>34.04p</b>	<b>13.26p</b>	<b>22.89p</b>	<b>36.15p</b>

\* The total column of this statement is the profit and loss account of the Company. The revenue return and capital return columns are supplementary to this and are prepared under guidance published by the Association of Investment Companies. All revenue and capital items in the above statement derive from continuing operations. A Statement of Comprehensive Income is not required as all gains and losses of the Company have been reflected in the above statement.

## Condensed Statement of Changes in Equity

Notes	Share capital £'000s	Share premium account £'000s	Capital redemption reserve £'000s	Special reserve £'000s	Capital reserve £'000s	Revenue reserve £'000s	Total shareholders' funds £'000s	
<b>Half-year ended 31 March 2024 (Unaudited)</b>								
	Balance at 30 September 2023	26,822	141,367	4,146	-	130,082	12,330	314,747
<b>Movements during the half-year ended 31 March 2024:</b>								
4	Dividends paid	-	-	-	-	(6,964)	(6,964)	
9	Ordinary shares bought back and held in treasury	-	-	-	(6,954)	-	(6,954)	
	Costs relating to broker	-	(6)	-	(5)	-	(11)	
	Net return attributable to Shareholders	-	-	-	35,642	3,712	39,354	
	<b>Balance at 31 March 2024</b>	<b>26,822</b>	<b>141,361</b>	<b>4,146</b>	<b>-</b>	<b>158,765</b>	<b>9,078</b>	<b>340,172</b>
<b>Half-year ended 31 March 2023 (Unaudited)</b>								
	Balance at 30 September 2022	26,822	141,380	4,146	2,642	110,200	11,093	296,283
<b>Movements during the half-year ended 31 March 2023:</b>								
4	Dividends paid	-	-	-	-	(7,036)	(7,036)	
	Ordinary shares issued from treasury	-	(17)	-	240	-	223	
	Ordinary shares bought back and held in treasury	-	-	-	(1,804)	-	(1,804)	
	Costs relating to broker	-	(8)	-	-	-	(8)	
	Net return attributable to Shareholders	-	-	-	30,113	6,391	36,504	
	<b>Balance at 31 March 2023</b>	<b>26,822</b>	<b>141,355</b>	<b>4,146</b>	<b>1,078</b>	<b>140,313</b>	<b>10,448</b>	<b>324,162</b>
<b>Year ended 30 September 2023 (Audited)</b>								
	Balance at 30 September 2022	26,822	141,380	4,146	2,642	110,200	11,093	296,283
<b>Movements during the year ended 30 September 2023:</b>								
4	Dividends paid	-	-	-	-	(12,819)	(12,819)	
	Ordinary shares issued from treasury	-	-	-	224	-	224	
	Ordinary shares bought back and held in treasury	-	-	-	(2,866)	(4,380)	(7,246)	
	Costs relating to broker	-	(13)	-	(5)	-	(18)	
	Net return attributable to Shareholders	-	-	-	24,267	14,056	38,323	
	<b>Balance at 30 September 2023</b>	<b>26,822</b>	<b>141,367</b>	<b>4,146</b>	<b>-</b>	<b>130,082</b>	<b>12,330</b>	<b>314,747</b>

## Condensed Balance Sheet

Notes	31 March 2024 (Unaudited) £'000s	31 March 2023 (Unaudited) £'000s	30 September 2023 (Audited) £'000s
	<b>Fixed assets</b>		
5	<b>360,881</b>	349,391	336,112
	<b>Current assets</b>		
6	<b>1,836</b>	3,923	2,833
	<b>4,268</b>	647	2,378
	<b>6,104</b>	4,570	5,211
	<b>Current liabilities</b>		
7	<b>(813)</b>	(799)	(1,576)
8	<b>(26,000)</b>	(29,000)	(25,000)
	<b>(26,813)</b>	(29,799)	(26,576)
	<b>(20,709)</b>	(25,229)	(21,365)
	<b>340,172</b>	324,162	314,747
	<b>Capital and reserves</b>		
9	<b>26,822</b>	26,822	26,822
	<b>141,361</b>	141,355	141,367
	<b>4,146</b>	4,146	4,146
	-	1,078	-
	<b>158,765</b>	140,313	130,082
	<b>9,078</b>	10,448	12,330
	<b>340,172</b>	324,162	314,747
10	<b>333.38p</b>	305.29p	301.67p

## Condensed Statement of Cash Flows

Notes	Half-year ended 31 March 2024 (Unaudited) £'000s	Half-year ended 31 March 2023 (Unaudited) £'000s	Year ended 30 September 2023 (Audited) £'000s
11	<b>(902)</b>	(796)	(2,162)
	<b>4,706</b>	4,852	15,777
	<b>91</b>	27	91
	<b>(800)</b>	(503)	(1,298)
	<b>3,095</b>	3,580	12,408
	<b>Investing activities</b>		
	<b>(16,457)</b>	(15,864)	(20,000)
	<b>28,221</b>	15,708	27,924
	-	-	(1)
	<b>11,764</b>	(156)	7,923
	<b>14,859</b>	3,424	20,331
	<b>Financing activities</b>		
4	<b>(6,964)</b>	(7,036)	(12,819)
	-	223	224
	<b>(11)</b>	(8)	(18)
9	<b>(6,954)</b>	(1,804)	(7,246)
8	<b>1,000</b>	5,000	1,000
	<b>(12,929)</b>	(3,625)	(18,859)
	<b>1,930</b>	(201)	1,472
	<b>2,378</b>	906	906
	<b>(40)</b>	(58)	-
	<b>4,268</b>	647	2,378
	Represented by:		
	<b>98</b>	87	88
	<b>4,170</b>	560	2,290
	<b>4,268</b>	647	2,378

## Notes to the Condensed Accounts

### 1 Basis of preparation

These condensed financial statements, which are unaudited, have been prepared on a going concern basis in accordance with the Companies Act 2006, FRS 102, Interim Financial Reporting (FRS104) and the Statement of Recommended Practice "Financial Statements of Investment Trust Companies and Venture Capital Trusts" ("SORP") issued by the AIC.

The accounting policies applied in the condensed set of financial statements are set out in the Company's Annual Report for the year ended 30 September 2023.

### 2 Income

	Half-year ended 31 March 2024 £'000s	Half-year ended 31 March 2023 £'000s	Year ended 30 September 2023 £'000s
<b>Income from investments:</b>			
UK dividend income	4,142	6,224	14,270
UK dividend income - special dividends <sup>(4)</sup>	-	527	527
Overseas dividend income	-	-	390
Property income distributions	664	539	901
	<b>4,806</b>	7,290	16,088
<b>Other income:</b>			
Interest on cash and cash equivalents	91	27	91
	<b>4,897</b>	7,317	16,179

<sup>(4)</sup> Special dividends are classified as either revenue or capital in nature in accordance with note 2(c)(xv) 'Use of judgements, estimates and assumptions' of the Annual Report. No special dividends have been recognised in capital in the half-year ended 31 March 2024 (31 March 2023: £nil; 30 September 2023: £nil).

### 3 Earnings per share

Basic returns per share attributable to ordinary shareholders are based on the following data.

	Half-year ended 31 March 2024 £'000s	Half-year ended 31 March 2023 £'000s	Year ended 30 September 2023 £'000s
Revenue return	3,712	6,391	14,056
Capital return	35,642	30,113	24,267
Total return	<b>39,354</b>	36,504	38,323
	Number	Number	Number
Weighted average ordinary shares in issue	<b>103,462,593</b>	107,233,665	106,023,426
Total return per share	<b>38.04p</b>	34.04p	36.15p

### 4 Dividends

Dividends paid on ordinary shares	Payment date	Half-year ended 31 March 2024 £'000s	Half-year ended 31 March 2023 £'000s	Year ended 30 September 2023 £'000s
Fourth of four interims for the year ended 30 September 2022 of 3.85p per share	19 December 2022	-	4,108	4,108
First of four interims for the year ended 30 September 2023 of 2.75p per share	31 March 2023	-	2,928	2,928
Second of four interims for the year ended 30 September 2023 of 2.75p per share	30 June 2023	-	-	2,907
Third of four interims for the year ended 30 September 2023 of 2.75p per share	30 September 2023	-	-	2,876
Fourth of four interims for the year ended 30 September 2023 of 3.90p per share	18 December 2023	<b>4,046</b>	-	-
First of four interims for the year ended 30 September 2024 of 2.85p per share	28 March 2024	<b>2,918</b>	-	-
		<b>6,964</b>	7,036	12,819

The second interim dividend of 2.85 pence per share in respect of the year ending 30 September 2024 will be paid on 28 June 2024 to all Shareholders on the register at close of business on 14 June 2024 with an ex-dividend date of 13 June 2024. The total cost of this dividend, based on 101,385,845 shares in issue and entitled to the dividend on 27 May 2024, being the last practicable date before publication is £2.9 million.

## 5 Investments

	Total (Level 1)* £'000s
Cost at 30 September 2023	256,528
Gains at 30 September 2023	79,584
Fair value of investments at 30 September 2023	336,112
Purchases at cost	15,416
Sales proceeds	(27,105)
Gains on investments sold during the period	4,525
Gains on investments held at period end	31,933
Fair value of investments at 31 March 2024	360,881
Cost at 31 March 2024	249,382
Gains at 31 March 2024	111,499
Fair value of investments at 31 March 2024	360,881
	<b>Total £'000s</b>
<b>Gains on investments held at fair value</b>	
Gains on investments sold during the period	4,525
Gains on investments held at period end	31,933
Investment transaction costs	(18)
Total gains on investments	36,440

\* All assets held by the Company were classified as Level 1 in nature as described in note 2(c)(i) of the Annual Report and include investments and derivatives listed on any recognised stock exchange or quoted on AIM in the UK.

Investments sold during the period have been revalued over time since their original purchase, and until they were sold any unrealised gains or losses were included in the fair value of the investments.

## 6 Debtors

	31 March 2024 £'000s	31 March 2023 £'000s	30 September 2023 £'000s
Accrued income	1,689	3,756	1,607
Investments sold awaiting settlement	-	-	1,116
Prepayments	50	45	24
Overseas taxation recoverable	97	122	86
	<b>1,836</b>	<b>3,923</b>	<b>2,833</b>

## 7 Creditors: amounts falling due within one year

	31 March 2024 £'000s	31 March 2023 £'000s	30 September 2023 £'000s
Management fee	364	690	339
Investments purchased awaiting settlement	-	-	1,041
Loan interest	31	24	35
Accruals	418	85	161
	<b>813</b>	<b>799</b>	<b>1,576</b>

## 8 Loans

In March 2024, the Company entered into a £30 million multi-currency revolving loan facility with the Royal Bank of Scotland International Limited which is available until March 2025. The loan is subject to compliance with the loan covenants which have all been met during the period. The amount utilised and the interest rate thereon are set on a short term basis. Interest rates and commitment fees payable on non-utilised amounts are based on the commercial terms agreed with the Royal Bank of Scotland International Limited. At the period end the amount of the loan drawn down was £26 million (31 March 2023: £29 million; 30 September 2023: £25 million).

## 9 Share capital

	Number	Total Listed £'000s	Number	Held in Treasury £'000s	Number	Issued and fully paid £'000s
<b>Equity share capital</b>						
<b>Ordinary shares of 25p each</b>						
Balance at 30 September 2023	107,289,022	26,822	2,953,177	737	104,335,845	26,085
Ordinary shares bought back & held in Treasury	-	-	2,300,000	575	(2,300,000)	(575)
Balance at 31 March 2024	107,289,022	26,822	5,253,177	1,312	102,035,845	25,510

In the half-year ended 31 March 2024, 2,300,000 ordinary shares were bought back and held in treasury by the Company at a net cost of £6,954,000.

Since 31 March 2024, 650,000 ordinary shares have been bought back by the Company. No shares have been issued.

## 10 Net asset value per ordinary share

	Half-year ended 31 March 2024	Half-year ended 31 March 2023	Year ended 30 September 2023
Net Asset Value per share – pence	333.38	305.29	301.67
Net assets attributable at the period end – (£'000s)	340,172	324,162	314,747
Number of ordinary shares in issue at the period end	102,035,845	106,181,203	104,335,845

### 11 Reconciliation of net return before taxation to net cash flows from operating activities

	Half-year ended 31 March 2024 £'000s	Half-year ended 31 March 2023 £'000s	Year ended 30 September 2023 £'000s
Net return on ordinary activities before taxation	<b>39,372</b>	36,504	38,345
Adjustments for non-cash flow items, dividend income and interest expense:			
Gains on investments	<b>(36,440)</b>	(30,778)	(25,619)
Transaction costs on investments	<b>(18)</b>	(69)	(104)
Foreign exchange losses	<b>40</b>	58	-
Non-operating expenses of a capital nature	-	-	1
Dividend income receivable	<b>(4,806)</b>	(7,290)	(16,088)
Interest receivable	<b>(91)</b>	(27)	(91)
Interest payable	<b>796</b>	518	1,324
Increase in other debtors	<b>(37)</b>	(66)	(9)
Increase in other creditors	<b>282</b>	354	79
	<b>(40,274)</b>	(37,300)	(40,507)
Net cash flow from operating activities before interest and dividends received and interest paid	<b>(902)</b>	(796)	(2,162)

### 12 Analysis of changes in net debt

	Cash £'000s	Bank loan £'000s	Half-year ended 31 March 2024 Total £'000s	Cash £'000s	Bank loan £'000s	Half-year ended 31 March 2023 Total £'000s
<b>Net cash/(debt) brought forward</b>	<b>2,378</b>	<b>(25,000)</b>	<b>(22,622)</b>	906	(24,000)	(23,094)
<b>Cash-flows:</b>						
Drawdown of bank loan	-	<b>(1,000)</b>	<b>(1,000)</b>	-	(5,000)	(5,000)
Net movement in cash and cash equivalents	<b>1,930</b>	-	<b>1,930</b>	(201)	-	(201)
<b>Non-cash:</b>						
Effect of movement in foreign exchange	<b>(40)</b>	-	<b>(40)</b>	(58)	-	(58)
<b>Net cash/(debt) carried forward</b>	<b>4,268</b>	<b>(26,000)</b>	<b>(21,732)</b>	647	(29,000)	(28,353)

### 13 Going concern

In assessing the going concern basis of accounting the Directors have had regard to the guidance issued by the Financial Reporting Council. They have also considered the Company's objective, strategy and policy, the current cash position of the Company, the availability of the loan facility and compliance with its covenants and the operational resilience of the Company and its service providers.

The global economy continues to suffer disruption due to the war in Ukraine, events in the Middle East, disputes in the South China Sea and the after-effects of a high inflation environment and the Directors have given careful consideration to the consequences for this Company. The Company has a number of banking covenants and at present the Company's financial position does not suggest that any of these are close to being breached.

The primary risk is that there is a very substantial decrease in the Net Asset Value of the Company in the short to medium term. The Directors have considered the remedial measures that are open to the Company if such a covenant breach appears possible. As at 27 May 2024, the last practicable date before publication of this report, borrowings amounted to £26 million. This is in comparison to a Net Asset Value of £355.1 million. In accordance with its investment policy the Company is mainly invested in readily realisable, FTSE All-Share listed securities. These can be realised, if necessary, to repay the loan facility and fund the cash requirements for future dividend payments.

The Company operates within a robust regulatory environment. The Company retains title to all assets held by the Custodian. Cash is held with banks approved and regularly reviewed by the Manager and the Board.

Based on this information the Directors believe that the Company has the ability to meet its financial obligations as they fall due for a period of at least twelve months from the date of approval of these financial statements. Accordingly, these financial statements have been prepared on a going concern basis.

### 14 Results

The results for the half-year ended 31 March 2024 and 31 March 2023, which are unaudited, constitute non-statutory accounts within the meaning of Section 434 of the Companies Act 2006. The latest published accounts which have been delivered to the Registrar of Companies are for the year ended 30 September 2023; the report of the Independent Auditors thereon was unqualified and did not contain a statement under Section 498 of the Companies Act 2006. The abridged financial statements shown on prior pages for the year ended 30 September 2023 are an extract from those accounts.

By order of the Board  
Columbia Threadneedle Investment Business Limited, Company Secretary  
Cannon Place, 78 Cannon Street, London EC4N 6AG  
28 May 2024

## Directors' Statement of Responsibilities in Respect of the Half-Yearly Financial Report

We confirm that to the best of our knowledge:

- the condensed set of financial statements have been prepared in accordance with applicable UK Accounting Standards on a going concern basis and give a true and fair view of the assets, liabilities, financial position and return of the Company;
- the Chair's Statement and the Directors' Statement of Principal Risks and Uncertainties (together constituting the Interim Management Report) include a fair review of the information required by the Disclosure Guidance and Transparency Rule ('DTR') 4.2.7R, being an indication of important events that have occurred during the first six months of the financial year and their impact on the financial statements;
- the Directors' Statement of Principal Risks and Uncertainties is a fair review of the principal risks and uncertainties for the remainder of the financial year; and
- the half-yearly report includes a fair review of the information required by DTR 4.2.8R, being related party transactions that have taken place in the first six months of the current financial year and that have

materially affected the financial position or performance of the Company during the period, and any changes in the related party transactions described in the last Annual Report that could do so.

On behalf of the Board  
Jane Lewis  
Chair  
28 May 2024

## How to Invest

One of the most convenient ways to invest in CT UK Capital and Income Investment Trust PLC is through one of the savings plans run by Columbia Threadneedle Investments.

### CT Individual Savings Account (ISA)

You can use your ISA allowance to make an annual tax efficient investment of up to £20,000 for the current tax year with a lump sum from £100 or regular savings from £25 a month. You can also transfer any existing ISAs to us whilst maintaining the tax benefits.

### CT Junior Individual Savings Account (JISA)\*

A tax efficient way to invest up to £9,000 per tax year for a child. Contributions start from £100 lump sum or £25 a month. JISAs or CTFs with other providers can be transferred to Columbia Threadneedle Investments.

### CT Lifetime Individual Savings Account (LISA)

For those aged 18-39, a LISA could help towards purchasing your first home or retirement in later life. Invest up to £4,000 for the current tax year and receive a 25% Government bonus up to £1,000 per year. Invest with a lump sum from £100 or regular savings from £25 a month.

### CT General Investment Account (GIA)

This is a flexible way to invest in our range of Investment Trusts. There are no maximum contributions, and investments can be made from £100 lump sum or £25 a month.

### CT Junior Investment Account (JIA)

This is a flexible way to save for a child in our range of Investment Trusts. There are no maximum contributions, and the plan can easily be set up under bare trust (where the child is noted as the beneficial owner) or kept in your name if you wish to retain control over the investment. Investments can be made from a £100 lump sum or £25 a month per account. You can also make additional lump sum top-ups at any time from £100 per account.

### CT Child Trust Fund (CTF)\*

If your child already has a CTF, you can invest up to £9,000 per birthday year, from £100 lump sum or £25 a month. CTFs with other providers can be transferred to Columbia Threadneedle Investments.

### Charges

Annual management charges and other charges apply according to the type of Savings Plan, these can be found on the relevant product Pre-sales Cost & Charges disclosure on our website [www.ctinvest.co.uk](http://www.ctinvest.co.uk).

### Annual account charge

ISA/LISA: £60+VAT

GIA: £40+VAT

JISA/JIA/CTF: £25+VAT

You can pay the annual charge from your account, or by direct debit (in addition to any annual subscription limits).

### Dealing charges

£12 per fund (reduced to £0 for deals placed through the online Columbia Threadneedle Investor Portal) for ISA/GIA/LISA/JIA and JISA. There are no dealing charges on a CTF.

Dealing charges apply when shares are bought or sold but not on the reinvestment of dividends or the investment of monthly direct debits. Government stamp duty of 0.5% also applies on the purchase of shares (where applicable).

**The value of investments can go down as well as up and you may not get back your original investment. Tax benefits depend on your individual circumstances and tax allowances and rules may change. Please ensure you have read the full Terms and Conditions, Privacy Policy and relevant Key Features documents before investing.** For regulatory purposes, please ensure you have read the Pre-sales Cost & Charges disclosure related to the product you are applying for, and the relevant Key Information Documents (KIDs) for the investment trusts you want to invest in, these can be found at [www.ctinvest.co.uk/documents](http://www.ctinvest.co.uk/documents).

### How to Invest

To open a new Columbia Threadneedle Savings Plan, apply online at [www.ctinvest.co.uk](http://www.ctinvest.co.uk) Online applications are not available if you are transferring an existing Savings Plan with another provider to Columbia Threadneedle Investments, or if you are applying for a new Savings Plan in more than one name but paper applications are available at [www.ctinvest.co.uk/documents](http://www.ctinvest.co.uk/documents) or by contacting Columbia Threadneedle Investments.

#### New Customers:

Call: **0345 600 3030\*\*** (9.00am – 5.00pm, weekdays)

Email: **invest@columbiathreadneedle.com**

#### Existing Savings Plan Holders:

Call: **0345 600 3030\*\*** (9:00am – 5:00pm, weekdays)

Email: **investor.enquiries@columbiathreadneedle.com**

By post: Columbia Threadneedle Management Limited  
PO Box 11114  
Chelmsford CM99 2DG

You can also invest in the trust through online dealing platforms for private investors that offer share dealing and ISAs. Companies include: **Barclays Stockbrokers, EQI, Halifax, Hargreaves Lansdown, HSBC, Interactive Investor, Lloyds Bank, The Share Centre**

#### Notes

\*The CTF and JISA accounts are opened by parents in the child's name and they have access to the money at age 18.

\*\*Calls may be recorded or monitored for training and quality purposes.

To find out more,  
visit [ctinvest.co.uk](https://ctinvest.co.uk)

**0345 600 3030**, 9.00am – 5.00pm,  
weekdays, calls may be recorded or  
monitored for training and quality purposes.



Capital at risk.

The material relates to an investment trust and its Ordinary Shares are traded on the main market of the London Stock Exchange.

The Investor Disclosure Document, Key Information Document (KID), latest annual or interim reports and the applicable terms & conditions are available from Columbia Threadneedle Investments Cannon Place, 78 Cannon Street, London EC4N 6AG, your financial advisor and/or on our website [www.columbiathreadneedle.com](https://www.columbiathreadneedle.com). Please read the Investor Disclosure Document before taking any investment decision.

This material should not be considered as an offer, solicitation, advice or an investment recommendation. This communication is valid at the date of publication and may be subject to change without notice. Information from external sources is considered reliable but there is no guarantee as to its accuracy or completeness.

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## Information for Shareholders

#### Net Asset Value and share price

The Company's Net Asset Value per share is released daily, on the working day following the calculation date, to the London Stock Exchange. The current share price of CT UK Capital and Income Investment Trust PLC is shown in the investment trust section of the stock market page in most leading newspapers, usually under "CT UK Capital and Income".

#### Performance information

Information on the Company's performance is provided in the half-yearly and final reports which are sent to Shareholders in June and December respectively. More up-to-date performance information is available on the Internet at [ctcapitalandincome.co.uk](https://ctcapitalandincome.co.uk). This website also provides a monthly update on the Company's largest holdings, along with comments from the Fund Manager.

#### AIC

CT UK Capital and Income Investment Trust PLC is a member of the AIC, which publishes a monthly statistical information service in respect of member companies. The publication also has details of ISA and other investment plans available. For further details, please contact the AIC on 020 7282 5555, or visit the website: [theaic.co.uk](https://theaic.co.uk)

#### Electronic communications

Computershare provides a service to enable Shareholders to receive Shareholder correspondence electronically (including annual and half-yearly financial reports) if they wish. If a Shareholder opts to receive documents in this

way, paper documents will only be available on request. Shareholders who opt for this service will receive a Notice of Availability via e-mail from Computershare with a link to the relevant section of the Company's website where the documents can be viewed or printed. For more information, to view the terms and conditions and to register for this service, please visit Computershare's internet site at [investorcentre.co.uk](https://investorcentre.co.uk) (you will need your Shareholder reference number which can be found on your share certificate or dividend confirmation).

#### Common reporting standards

Tax legislation requires investment fund companies to provide information annually to the local tax authority on the tax residencies of a number of non-UK based certificated Shareholders and corporate entities who have purchased shares in investment trusts. All new Shareholders, excluding those whose shares are held in CREST, who are entered onto the share register are sent a certification form for the purpose of collecting this information.

For further information, please see HMRC's Quick Guide: Automatic Exchange of Information – information for account holders [gov.uk/government/publications/exchange-of-information-account-holders](https://gov.uk/government/publications/exchange-of-information-account-holders).

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If you have trouble reading small print, please let us know. We can provide literature in alternative formats, for example large print or on audiotape. Please call 0345 600 3030\*\*.

**Warning to Shareholders – Beware of Share Fraud.**

Fraudsters use persuasive and high-pressure tactics to lure investors into scams. They may offer to sell shares that turn out to be worthless or non-existent, or to buy shares at an inflated price in return for an upfront payment.

If you receive unsolicited investment advice or requests:

- Check the Financial Services Register at [fca.org.uk](https://www.fca.org.uk) to see if the person or firm contacting you is authorised by the FCA
- Call the Financial Conduct Authority (“FCA”) on [0800 111 6768](tel:08001116768) if the firm does not have contact details on the Register or you are told they are out of date
- Search the list of unauthorised firms to avoid at [fca.org.uk/scams](https://www.fca.org.uk/scams)
- Consider that if you buy or sell shares from an unauthorised firm you will not have access to the Financial Ombudsman Service or Financial Services Compensation Scheme
- Think about getting independent financial and professional advice

If you are approached by fraudsters please tell the FCA by using the share fraud reporting form at [fca.org.uk/scams](https://www.fca.org.uk/scams) where you can find out more about investment scams. You can also call the FCA Consumer Helpline on [0800 111 6768](tel:08001116768). If you have already paid money to share fraudsters you should contact Action Fraud on [0300 123 2040](tel:03001232040).

\*\* Calls may be recorded or monitored for training and quality purposes.