

BMO Managed Portfolio Trust PLC

Interim Report for the
six months ended
30 November 2018

Formerly F&C Managed
Portfolio Trust PLC

Contents

<ul style="list-style-type: none"> ● Overview Company Overview 3 Income shares – Financial Highlights and Performance Summary for the six months 4 Growth shares – Financial Highlights and Performance Summary for the six months 5 Long-term Summary 6 ● Strategic Report Chairman’s Statement 7 Income shares – Investment Portfolio 10 Growth shares – Investment Portfolio 12 	<ul style="list-style-type: none"> ● Financial Report Unaudited Condensed Income Statement 14 Unaudited Condensed Balance Sheet 16 Unaudited Condensed Statement of Cash Flows 18 Unaudited Condensed Statement of Changes in Equity 20 Notes to the Condensed Accounts (unaudited) 23 Statement of Principal Risks and Uncertainties 32 Statement of Directors’ Responsibilities in Respect of the Interim Report 32 ● Other Information Alternative Performance Measures 33 How to Invest 34 Corporate Information 35
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Forward-looking statements

This interim 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.

Company Overview

BMO Managed Portfolio Trust PLC (the “Company”) (formerly F&C Managed Portfolio Trust PLC) launched on 16 April 2008 and its shares are listed on the Official List of the UK Listing Authority and traded on the London Stock Exchange.

Our aim

The Company’s shares provide investors with access to a broad spread of investment companies, covering a variety of geographies, sectors and investment managers, with the objective of providing both income and growth, while spreading investment risk.

This is intended to appeal, in particular, to investors with smaller investment portfolios and to regular savers.

Share classes

The Company has two classes of shares with two separate investment portfolios – the Income shares, where the investment focus is to provide an attractive level of income, together with some capital growth; and the Growth shares, where the investment focus is to achieve capital growth.

Subject to certain minimum and maximum thresholds which may be set, shareholders have the opportunity to convert between the two share classes on an annual basis. Currently this does not incur capital gains tax.

As at 30 November 2018, the Income shares had a dividend yield of 4.5% and had achieved a net asset value total return of 112.7% since launch. The net asset value of the Growth shares had achieved a total return of 103.2% since launch.

The benchmark index for both the Income portfolio and the Growth portfolio is the FTSE All-Share Index total return. Both portfolios have outperformed this benchmark over 1 year, 3 years, 5 years and since launch to 30 November 2018.

Visit our website at
www.bmomanagedportfolio.com

The Company is registered in Scotland with company registration number SC338196
 Legal Entity Identifier: 213800ZA6TW45NM9YY31

Income shares – Financial Highlights and Performance Summary for the six months

4.5%

Dividend yield⁽¹⁾

Dividend yield of 4.5% at 30 November 2018, compared to the yield on the FTSE All-Share Index of 4.2%. Dividends are paid quarterly. First two interim dividends increased by 3.8% compared to the prior year.

-2.3%

NAV total return⁽²⁾

Net asset value total return per Income share of -2.3% for the six months, outperforming the FTSE All-Share Index total return (-7.7%) by +5.4%.

Total return ⁽²⁾	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018
Net asset value per Income share	-2.3%	+2.0%	+3.0%
Income share price	-3.4%	+1.1%	+2.7%
FTSE All-Share Index	-7.7%	-0.2%	+6.5%

Other financial highlights	30 November 2018	31 May 2018	% Change
Net asset value per Income share	128.31p	135.29p	-5.2%
Income share price	129.50p	138.00p	-6.2%
FTSE All-Share Index	3,823.34	4,222.20	-9.4%
Dividend yield ⁽¹⁾	4.5%	4.1%	
Premium ⁽³⁾	+0.9%	+2.0%	
Net gearing ⁽⁴⁾	5.9%	5.3%	

Notes

⁽¹⁾ Dividend yield – see Alternative Performance Measures on page 33. Based on dividends at the expected minimum annual rate of 5.85 pence per Income share for the financial year to 31 May 2019 (31 May 2018: 5.7 pence, excluding the special dividend of 0.8 pence) and the Income share price at the above dates.

⁽²⁾ Total return – see Alternative Performance Measures on page 33.

⁽³⁾ Premium – see Alternative Performance Measures on page 33.

⁽⁴⁾ Net Gearing = (Borrowings less cash) expressed as a percentage of shareholders funds.

Sources: BMO Investment Business Limited and Datastream.

Investors are reminded that the value of investments and the income from them may go down as well as up and investors may not receive back the full amount invested. Tax benefits may vary as a result of statutory changes and their value will depend on individual circumstances.

Growth shares – Financial Highlights and Performance Summary for the six months

-3.5%

NAV total return⁽¹⁾

Net asset value total return per Growth share of -3.5% for the six months, outperforming the FTSE All-Share Index total return (-7.7%) by +4.2%.

-4.8%

Share price total return⁽¹⁾

Growth share price total return of -4.8% for the six months, outperforming the FTSE All-Share Index total return (-7.7%) by +2.9%.

Total return ⁽¹⁾	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018
Net asset value per Growth share	-3.5%	+6.3%	+11.0%
Growth share price	-4.8%	+5.8%	+10.6%
FTSE All-Share Index	-7.7%	-0.2%	+6.5%

Other financial highlights	30 November 2018	31 May 2018	% Change
Net asset value per Growth share	199.11p	206.23p	-3.5%
Growth share price	199.00p	209.00p	-4.8%
FTSE All-Share Index	3,823.34	4,222.20	-9.4%
-Discount/+premium ⁽²⁾	-0.1%	+1.3%	
Net cash ⁽³⁾	4.9%	4.4%	

Notes

⁽¹⁾ Total return – see Alternative Performance Measures on page 33.

⁽²⁾ -Discount/+premium – see Alternative Performance Measures on page 33.

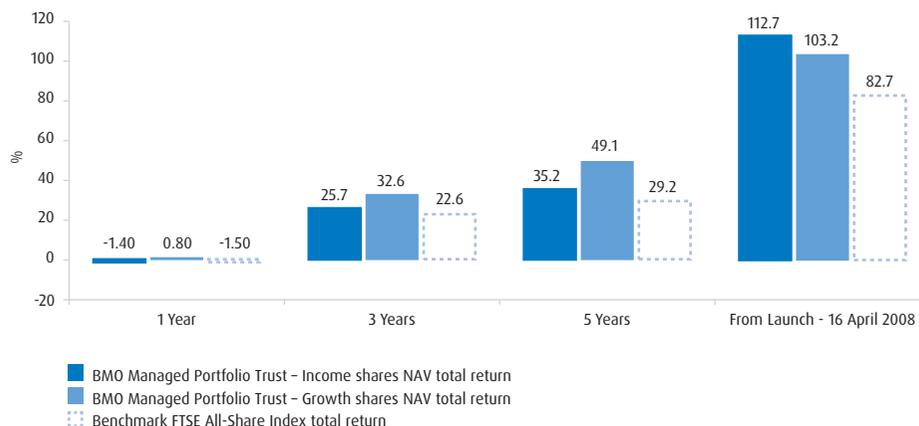
⁽³⁾ Net cash = (cash and cash equivalents after any offset against gearing) expressed as a percentage of shareholders funds.

Sources: BMO Investment Business Limited and Datastream.

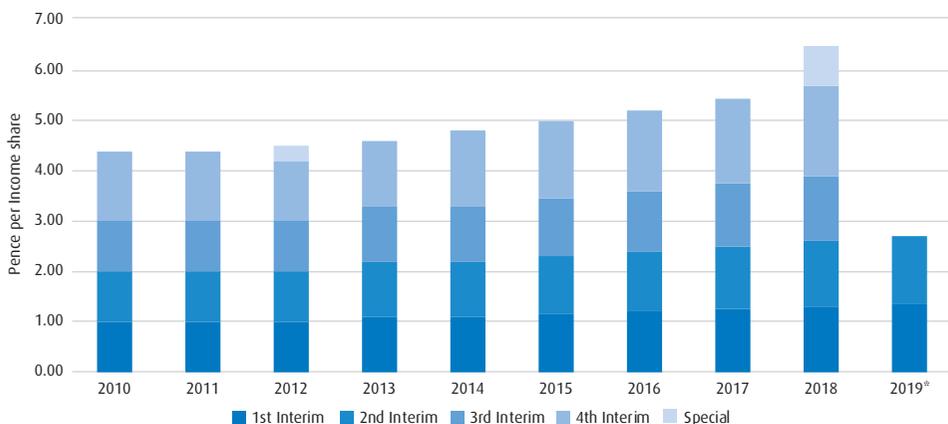
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Long-term Summary

Cumulative performance to 30 November 2018



Ten year dividend history for financial year to 31 May



* First two interim dividends paid to date for 2019 financial year

Chairman's Statement



Colin S McGill, Chairman

Highlights

- Net asset value total return for both the Income shares and the Growth shares outperformed the FTSE All-Share Index total return benchmark
- First two interim dividends increased from 1.30 pence to 1.35 pence per Income share
- Income share dividend yield of 4.5% at 30 November 2018

Investment performance

For the six months to 30 November 2018, the net asset value (NAV) total return was -2.3% for the **Income** shares and -3.5% for the **Growth** shares. The total return for the benchmark index for both portfolios, the FTSE All-Share Index, was -7.7%.

The past six months have been the most challenging for equity markets for some time. While there has not been one single cause behind the market downturn, the policy of the US Federal Reserve to continue to raise interest rates, in response to a strong US economy, was a key catalyst. Although this policy had been well signalled, during the autumn it finally began to take its toll on the previously buoyant US stock market which in turn led global markets lower. With the European Central Bank ending bond purchases at the end of 2018, the policy of Quantitative Easing, which has been so beneficial for financial assets, has drawn to a close. Meantime in the UK, financial markets are right in the middle of "Brexit uncertainty" which has caused some pressure on

sterling and has also been a factor in the UK being a relative underperformer when compared to other major equity markets.

Against this difficult background it is encouraging that both portfolios outperformed the FTSE All-Share Index, albeit that they declined in absolute terms. This maintains their long-term record where both portfolios have outperformed the benchmark over one year, three years, five years and from launch to 30 November 2018.

One theme evident amongst the better performers for the **Growth** portfolio was biotechnology and healthcare exposure. There are signs that key holdings in the **Woodford Patient Capital Trust** portfolio are, at last, starting to deliver, resulting in this trust being the strongest performer in the **Growth** portfolio over the past six months with a gain of 20%. In a similar vein **Syncona** has continued to be an outstanding performer due to its biotechnology holdings. A mention also for **BH Macro** which is an investment company wholly invested in the Brevan Howard Master Fund, a macro strategy hedge fund. It performs well when there is volatility in bond and foreign exchange markets and also interest rates. After a long period of sideways performance, it gained 15% over the period under review. The laggards were exclusively investment companies exposed to the poorly performing UK equity market, particularly in smaller companies, examples being **Henderson Smaller Companies Investment Trust** and **Miton UK MicroCap Trust**.

Chairman's Statement (continued)

For the **Income** portfolio the healthcare theme was also to the fore amongst the better performers with **BB Healthcare Trust** achieving a 17% share price gain. Otherwise the stronger performers tended to be in the wider Alternatives sector with investment companies that typically had little direct equity exposure. Two examples of notable positive performers were **3i Infrastructure** which has been an outstanding long-term performer and **The Renewables Infrastructure Group** which specialises as an operator of wind and solar farms. As with the **Growth** portfolio those trusts with UK exposure, especially to UK smaller companies, were laggards, examples being **Aberforth Split Level Income Trust** and **Invesco Perpetual UK Smaller Companies Investment Trust**. Encouragingly even in the case of the underperforming trusts, dividends were generally ahead of last year payments.

(All share prices are total return)

Revenue and dividends

The Company's net revenue for the six months was £1.41 million which is equivalent to 3.27p per Income share (compared to 3.36p per Income share for the corresponding period in 2017). Income shares are entitled to all the dividends paid by the Company.

In line with our objective of increasing dividends over time, the Company has declared a first and second interim dividend in respect of the year to 31 May 2019, each of 1.35p per Income share (1.3p per Income share in the corresponding period in the year to 31 May 2018).

In the absence of unforeseen circumstances, the Board intends to pay three interim dividends, each of 1.35p per Income share and the aggregate dividends for the current financial year to 31 May 2019 will be at least 5.85p per Income share (2018: 5.7p per Income share, excluding the special dividend of 0.8p per Income share). The amount of the fourth interim dividend will be determined

when a clearer view of income for the year emerges. A minimum expected annual rate of 5.85p per Income share represents a yield on the Income share price at 30 November 2018 of 4.5%.

Borrowing

At 30 November 2018 the Income portfolio had total borrowings of £5 million (8.3% of gross assets) the investment of which helps to boost net income after allowing for the interest cost. The Growth portfolio had no borrowings.

Discount to NAV and share buy-backs

In normal circumstances we aim to maintain our discount at not more than 5%, by buying back shares from time to time if necessary. In practice over the years the shares have generally traded close to NAV. During the six months to 30 November 2018 the average premium to NAV for the Income shares and for the Growth shares was 1.0% and 1.3% respectively. At 30 November 2018, the Income shares stood at a premium to NAV of 0.9% and the Growth shares at a discount of 0.1% to NAV.

Share conversion facility

Shareholders have the opportunity to convert their Income shares into Growth shares or their Growth shares into Income shares annually subject to minimum and maximum conversion thresholds. Following shareholder approval at the Annual General Meeting ("AGM") in September 2018, the Company's Articles of Association ("Articles") were amended to enhance the operation of the conversion facility. At the end of October 2018 the conversion proceeded for the first time since launch, for those shareholders who had elected to do so. The ability to convert without incurring capital gains tax should be an attractive facility for shareholders and the next opportunity (subject to minimum and maximum thresholds) will be in October 2019. Details will be provided when the Company's annual report is published in late July 2019.

Continuation vote

Under the terms of the Company's Articles, at the AGM in September 2018, (being the tenth AGM of the Company) the Company was required to propose an ordinary resolution to the effect that the Company should continue as an investment trust. The Board was pleased that shareholders voted overwhelmingly to approve this resolution. The requirement to put such a resolution to shareholders will next occur at the Company's AGM in 2023 and, if that is passed, at every fifth AGM thereafter.

Name change

On 9 November 2018, it was announced that it had been decided to change the Company's name to BMO Managed Portfolio Trust PLC. The Company's Manager, F&C Investment Business Limited, became part of the BMO Financial Group in 2014. BMO was founded over 200 years ago as Bank of Montreal and is now the eighth largest bank by assets in North America. As part of its development plans, BMO decided to rebrand F&C's savings plans to the BMO prefix. Many of the Company's shareholders invest through these savings plans and with the F&C brand changing your Board therefore resolved that continuing to align with the brand of its Manager, as well as the savings plans, avoids unnecessary confusion and ensures the Company maximises the benefits resulting from broader investment by BMO in its brand. The investment policy and process remain unchanged with Peter Hewitt as Fund Manager.

Board changes

As was indicated in the 2018 Annual Report, the Chairman Richard Martin retired from the Board on 31 December 2018. I was honoured to accept the Board's invitation to become Chairman and I would like to thank Richard for his outstanding contribution and commitment to the Company since its launch. Following Richard's retirement I have also become Chairman of the Nomination Committee and I have been succeeded by Alistair Stewart as Chairman of the Audit Committee.

The Board was pleased to announce that, with effect from 1 January 2019, David Warnock was appointed as a non-executive director. David co-founded the investment firm of Aberforth Partners and was a partner for 19 years until his retirement in 2008. He has held non-executive directorships of several public and private companies and we believe that his investment experience and extensive knowledge of the industry will add considerable value to the Board. David's election will be proposed to shareholders for approval at the AGM to be held in September 2019.

Outlook

Uncertainty characterises the outlook for global equity markets as we move into 2019. Quantitative easing, the policy which helped recovery from the financial crash a decade ago and was so good for asset prices, has run its course and monetary tightening has begun in the US. Europe is no longer pursuing monetary easing and, if not for Brexit, interest rates would likely be higher in the UK. Whilst trade wars and Brexit are very important factors for 2019 the key to the future direction for financial markets lies with the Federal Reserve in the US and its policy on interest rates. If they are close to the peak in this cycle and the Federal Reserve can engineer a soft landing then that is positive for risk assets, especially equities. However, should they raise interest rates too far or too fast then recession could eventually result with markets likely to move into a bear phase. The sharp pull back in equity markets over recent months, which illustrates investor uncertainty, has brought valuations back towards long term averages with segments of the UK stock market starting to offer attractive value. With such levels of uncertainty, the next period is likely to be more about preserving capital and so a more cautious investment strategy has been adopted.

Colin S McGill

Chairman
25 January 2019

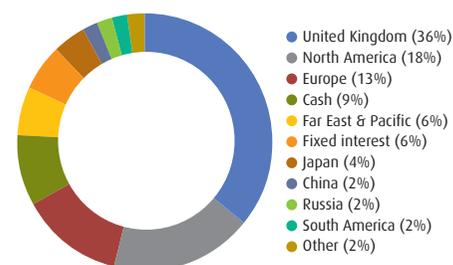
Income shares – Investment Portfolio

At 30 November 2018			
Investment	Sector	Valuation £'000	% of Net assets of income portfolio
BB Healthcare Trust	Biotechnology & Healthcare	2,093	3.8%
Law Debenture Corporation	Global	1,974	3.6%
Secure Income REIT	Property Specialist	1,895	3.4%
NB Private Equity Partners	Private Equity	1,890	3.4%
BB Biotech	Biotechnology & Healthcare	1,888	3.4%
JPMorgan Global Growth & Income	Global Equity Income	1,794	3.3%
Henderson International Income Trust	Global Equity Income	1,772	3.3%
Princess Private Equity Holding	Private Equity	1,764	3.2%
Murray International Trust	Global Equity Income	1,750	3.2%
CC Japan Income & Growth Trust	Japan	1,725	3.1%
Ten largest investments		18,545	33.7%
Invesco Perpetual UK Smaller Companies Investment Trust	UK Smaller Companies	1,710	3.1%
3i Infrastructure	Infrastructure	1,705	3.1%
City of London Investment Trust	UK Equity Income	1,689	3.1%
Schroder Oriental Income Fund	Asia Pacific – Exc Japan	1,631	3.0%
Temple Bar Investment Trust	UK Equity Income	1,601	2.9%
Troy Income & Growth Trust	UK Equity Income	1,592	2.9%
Scottish American Investment Company	Global Equity Income	1,560	2.8%
Civitas Social Housing REIT	Property Specialist	1,545	2.8%
GCP Asset Backed Income Fund	Debt	1,543	2.8%
Henderson Far East Income	Asia Pacific – Exc Japan	1,525	2.8%
Twenty largest investments		34,646	63.0%
CQS New City High Yield Fund	UK Equity & Bond Income	1,513	2.7%
Perpetual Income & Growth Investment Trust	UK Equity Income	1,500	2.7%
European Assets Trust [†]	European Smaller Companies	1,473	2.7%
Monks Investment Trust	Global	1,456	2.6%
The Bankers Investment Trust	Global	1,441	2.6%
Invesco Perpetual Enhanced Income	Global High Income	1,416	2.6%
Majedie Investments	Global	1,397	2.5%
Lowland Investment Company	UK Equity Income	1,360	2.5%
Henderson High Income Trust	UK Equity & Bond Income	1,245	2.3%
Impact Healthcare REIT	Property Specialist	1,224	2.2%
Thirty largest investments		48,671	88.4%

At 30 November 2018			
Investment	Sector	Valuation £'000	% of Net assets of income portfolio
Assura	Property Specialist	1,202	2.2%
JP Morgan Global Emerging Markets Income Trust	Global Emerging Markets	1,185	2.2%
Jupiter Emerging & Frontier Income Trust	Global Emerging Markets	1,183	2.1%
The Renewables Infrastructure Group	Infrastructure – Renewable Energy	1,130	2.1%
Hipgnosis Songs Fund	Tech Media & Telecomm	1,070	1.9%
Allianz Technology Trust	Tech Media & Telecomm	1,064	1.9%
Utilico Emerging Markets Trust	Global Emerging Markets	995	1.8%
Sequoia Economic Infrastructure Income Fund	Infrastructure	981	1.8%
Aberforth Split Level Income Trust	UK Smaller Companies	814	1.5%
Total investments		58,295	105.9%
Net current assets		1,775	3.2%
Fixed term bank loan		-5,000	-9.1%
Net assets of Income portfolio		55,070	100.0%

[†] Investment managed by the Manager, BMO.

Analysis of the investment areas of the Income portfolio's investments on a 'look-through' basis



Note: This analysis is gross of any gearing in the underlying investee companies. Source: AIC (underlying data at 30 November 2018)

Growth shares – Investment Portfolio

At 30 November 2018

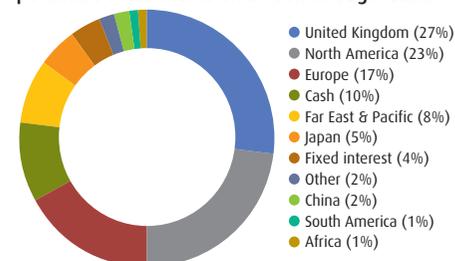
Investment	Sector	Valuation £'000	% of Net assets of Growth portfolio
Monks Investment Trust	Global	3,148	4.4%
Syncona	Biotechnology & Healthcare	2,365	3.3%
Polar Capital Technology Trust	Tech Media & Telecomm	2,205	3.1%
Baillie Gifford Japan Trust	Japan	2,149	3.0%
Worldwide Healthcare Trust	Biotechnology & Healthcare	2,140	3.0%
Allianz Technology Trust	Tech Media & Telecomm	2,128	3.0%
RIT Capital Partners	Flexible Investment	2,110	3.0%
Personal Assets Trust	Flexible Investment	1,995	2.8%
BH Macro	Hedge Funds	1,989	2.8%
Scottish Mortgage Investment Trust	Global	1,981	2.8%
Ten largest investments		22,210	31.2%
Capital Gearing Trust	Flexible Investment	1,918	2.7%
HgCapital Trust	Private Equity	1,895	2.7%
Ruffer Investment Company	Flexible Investment	1,870	2.6%
Mid Wynd International Investment Trust	Global	1,847	2.6%
Impax Environmental Markets	Environmental	1,836	2.6%
TR Property Investment Trust [†]	Property Securities	1,745	2.5%
Finsbury Growth & Income Trust	UK Equity Income	1,742	2.5%
Jupiter European Opportunities Trust	Europe	1,658	2.3%
Herald Investment Trust	Small Media, Comms & IT Cos	1,617	2.3%
Fidelity Special Values	UK All Companies	1,606	2.3%
Twenty largest investments		39,944	56.3%
ICG Enterprise Trust	Private Equity	1,554	2.2%
JPMorgan American Investment Trust	North America	1,484	2.1%
Henderson Opportunities Trust	UK All Companies	1,476	2.1%
Edinburgh Worldwide Investment Trust	Global	1,462	2.1%
Woodford Patient Capital Trust	UK All Companies	1,403	2.0%
Templeton Emerging Markets Investment Trust	Global Emerging Markets	1,402	2.0%
Henderson European Focus Trust	Europe	1,386	2.0%
Lowland Investment Company	UK Equity Income	1,360	1.9%
Schroder Asian Total Return Investment Company	Asia Pacific – Exc Japan	1,352	1.9%
Diverse Income Trust	UK Equity Income	1,331	1.8%
Thirty largest investments		54,154	76.4%

At 30 November 2018

Investment	Sector	Valuation £'000	% of Net assets of Growth portfolio
Murray International Trust	Global Equity Income	1,313	1.8%
Fidelity Asian Values	Asia Pacific – Exc Japan	1,302	1.8%
Biotech Growth Trust	Biotechnology & Healthcare	1,263	1.8%
Aurora Investment Trust	UK All Companies	1,200	1.7%
British Empire Trust	Global	1,181	1.7%
Standard Life Private Equity Trust	Private Equity	1,158	1.6%
Henderson Smaller Companies Investment Trust	UK Smaller Companies	1,158	1.6%
Baillie Gifford UK Growth Fund	UK All Companies	1,086	1.5%
BlackRock Frontiers Investment Trust	Global Emerging Markets	1,025	1.4%
Miton UK MicroCap Trust	UK Smaller Companies	959	1.4%
Forty largest investments		65,799	92.7%
Law Debenture Corporation	Global	959	1.4%
Mobius Investment Trust	Global Emerging Markets	935	1.3%
Total investments		67,693	95.4%
Net current assets		3,257	4.6%
Net assets of Growth portfolio		70,950	100.0%

[†] Investment managed by the Manager, BMO.

Analysis of the investment areas of the Growth portfolio's investments on a 'look-through' basis



Note: This analysis is gross of any gearing in the underlying investee companies. Source: AIC (underlying data at 30 November 2018)

Unaudited Condensed Income Statement

Six months to 30 November 2018			
Notes	Revenue £'000	Capital £'000	Total £'000
	-	(4,747)	(4,747)
	-	(2)	(2)
2 Income	1,822	-	1,822
3 Investment management and performance fees	(124)	(492)	(616)
Other expenses	(260)	-	(260)
Return on ordinary activities before finance costs and tax	1,438	(5,241)	(3,803)
Finance costs	(22)	(33)	(55)
Return on ordinary activities before tax	1,416	(5,274)	(3,858)
Tax on ordinary activities	(7)	-	(7)
Return attributable to shareholders	1,409	(5,274)	(3,865)
5 Return per Income share (pence)	3.27p	(6.32p)	(3.05p)
5 Return per Growth share (pence)	-	(7.20p)	(7.20p)

The total column of this statement is the Profit and Loss Account of the Company. The supplementary revenue and capital columns are prepared under guidance published by The Association of Investment Companies. All revenue and capital items in the Income Statement derive from continuing operations.

Previous Periods

Six months to 30 November 2017			Year to 31 May 2018 [‡]		
Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
-	4,384	4,384	-	6,558	6,558
-	2	2	-	(1)	(1)
1,812	-	1,812	3,905	-	3,905
(124)	(620)	(744)	(249)	(849)	(1,098)
(235)	-	(235)	(476)	-	(476)
1,453	3,766	5,219	3,180	5,708	8,888
(22)	(33)	(55)	(44)	(66)	(110)
1,431	3,733	5,164	3,136	5,642	8,778
(10)	-	(10)	(27)	-	(27)
1,421	3,733	5,154	3,109	5,642	8,751
3.36p	(0.67p)	2.69p	7.32p	(3.42p)	3.90p
-	11.65p	11.65p	-	20.45p	20.45p

[‡] These figures are audited.

Unaudited Condensed Balance Sheet

		As at 30 November 2018		
Notes		Income shares £'000	Growth shares £'000	Total £'000
	Fixed assets			
4	Investments	58,295	67,693	125,988
	Current assets			
	Debtors	245	83	328
	Cash at bank and on deposit	1,750	3,481	5,231
		1,995	3,564	5,559
	Creditors			
	Amounts falling due within one year	(220)	(307)	(527)
	Net current assets	1,775	3,257	5,032
	Creditors			
	Amounts falling due in more than one year	(5,000)	-	(5,000)
	Net assets	55,070	70,950	126,020
	Capital and reserves			
7	Called-up share capital	4,298	3,564	7,862
	Share premium	22,718	21,409	44,127
	Capital redemption reserve	24	185	209
	Special reserve	19,066	17,117	36,183
	Capital reserves	6,693	28,675	35,368
	Revenue reserve	2,271	-	2,271
	Shareholders' Funds	55,070	70,950	126,020
8	Net asset value per share (pence)	128.31p	199.11p	

Approved by the Board and authorised for issue on 25 January 2019 and signed on its behalf by:

Colin S McGill, Director

Previous Periods

		As at 30 November 2017			As at 31 May 2018 [†]		
	Income shares £'000	Growth shares £'000	Total £'000	Income shares £'000	Growth shares £'000	Total £'000	
	61,877	67,042	128,919	61,255	69,911	131,166	
	266	100	366	260	62	322	
	982	1,895	2,877	1,905	3,197	5,102	
	1,248	1,995	3,243	2,165	3,259	5,424	
	(254)	(413)	(667)	(170)	(645)	(815)	
	994	1,582	2,576	1,995	2,614	4,609	
	(5,000)	-	(5,000)	(5,000)	-	(5,000)	
	57,871	68,624	126,495	58,250	72,525	130,775	
	4,254	3,475	7,729	4,306	3,517	7,823	
	21,894	19,626	41,520	22,597	20,408	43,005	
	-	182	182	-	182	182	
	19,163	17,190	36,353	19,371	17,190	36,561	
	10,582	28,151	38,733	9,414	31,228	40,642	
	1,978	-	1,978	2,562	-	2,562	
	57,871	68,624	126,495	58,250	72,525	130,775	
	136.63p	197.47p		135.29p	206.23p		

[†] These figures are audited.

Unaudited Condensed Statement of Cash Flows

		Six months to 30 November 2018		
Notes		Income shares £'000	Growth shares £'000	Total £'000
9	Net cash inflow/(outflow) from operating activities	927	(136)	791
	Investing activities			
	Purchases of investments	(2,324)	(5,819)	(8,143)
	Sales of investments	3,110	5,261	8,371
	Cash flows from investing activities	786	(558)	228
	Cash flows before financing activities	1,713	(694)	1,019
	Financing activities			
	Equity dividends paid	(1,700)	-	(1,700)
	Net proceeds from issuance of new shares	64	746	810
	Sale of shares from treasury	-	-	-
	Share conversion	(232)	232	-
	Cash flows from financing activities	(1,868)	978	(890)
	Net movement in cash and cash equivalents	(155)	284	129
	Cash and cash equivalents at the beginning of the period	1,905	3,197	5,102
	Cash and cash equivalents at the end of the period	1,750	3,481	5,231
	Represented by:			
	Cash at bank and short-term deposits	1,750	3,481	5,231

Previous Periods

		Six months to 30 November 2017			Year to 31 May 2018 [‡]		
		Income shares £'000	Growth shares £'000	Total £'000	Income shares £'000	Growth shares £'000	Total £'000
		848	77	925	2,098	240	2,338
		(5,733)	(4,374)	(10,107)	(15,258)	(7,307)	(22,565)
		6,015	2,714	8,729	15,354	5,962	21,316
		282	(1,660)	(1,378)	96	(1,345)	(1,249)
		1,130	(1,583)	(453)	2,194	(1,105)	1,089
		(1,266)	-	(1,266)	(2,370)	-	(2,370)
		-	787	787	708	1,611	2,319
		345	-	345	600	-	600
		-	-	-	-	-	-
		(921)	787	(134)	(1,062)	1,611	549
		209	(796)	(587)	1,132	506	1,638
		773	2,691	3,464	773	2,691	3,464
		982	1,895	2,877	1,905	3,197	5,102
		982	1,895	2,877	1,905	3,197	5,102

[‡] These figures are audited.

Unaudited Condensed Statement of Changes in Equity

Six months to 30 November 2018

Notes	Income shares						
	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2018	4,306	22,597	-	19,371	9,414	2,562	58,250
7 Increase in share capital in issue, net of issuance expenses	5	59	-	-	-	-	64
Share conversion	(13)	62	24	(305)	-	-	(232)
Transfer of net income from Growth to Income portfolio	-	-	-	-	-	333	333
Transfer of capital from Income to Growth portfolio	-	-	-	-	(333)	-	(333)
6 Dividends paid	-	-	-	-	-	(1,700)	(1,700)
Return attributable to shareholders	-	-	-	-	(2,388)	1,076	(1,312)
As at 30 November 2018	4,298	22,718	24	19,066	6,693	2,271	55,070
Growth shares							
Notes	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2018	3,517	20,408	182	17,190	31,228	-	72,525
7 Increase in share capital in issue, net of share issuance expenses	34	712	-	-	-	-	746
Share conversion	13	289	3	(73)	-	-	232
Transfer of net income from Growth to Income portfolio	-	-	-	-	-	(333)	(333)
Transfer of capital from Income to Growth portfolio	-	-	-	-	333	-	333
Return attributable to shareholders	-	-	-	-	(2,886)	333	(2,553)
As at 30 November 2018	3,564	21,409	185	17,117	28,675	-	70,950
Total							
Notes	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2018	7,823	43,005	182	36,561	40,642	2,562	130,775
Share conversion	-	351	27	(378)	-	-	-
Increase in share capital in issue, net of share issuance expenses	39	771	-	-	-	-	810
6 Dividends paid	-	-	-	-	-	(1,700)	(1,700)
Return attributable to shareholders	-	-	-	-	(5,274)	1,409	(3,865)
Total Company as at 30 November 2018	7,862	44,127	209	36,183	35,368	2,271	126,020

Six months to 30 November 2017

Notes	Income shares						
	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2017	4,254	21,839	-	18,873	10,865	1,823	57,654
7 Shares sold from treasury	-	55	-	290	-	-	345
Transfer of net income from Growth to Income portfolio	-	-	-	-	-	338	338
Transfer of capital from Income to Growth portfolio	-	-	-	-	(338)	-	(338)
6 Dividends paid	-	-	-	-	-	(1,266)	(1,266)
Return attributable to shareholders	-	-	-	-	55	1,083	1,138
As at 30 November 2017	4,254	21,894	-	19,163	10,582	1,978	57,871
Growth shares							
Notes	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2017	3,435	18,879	182	17,190	24,135	-	63,821
7 Increase in share capital in issue, net of share issuance expenses	40	747	-	-	-	-	787
Transfer of net income from Growth to Income portfolio	-	-	-	-	-	(338)	(338)
Transfer of capital from Income to Growth portfolio	-	-	-	-	338	-	338
Return attributable to shareholders	-	-	-	-	3,678	338	4,016
As at 30 November 2017	3,475	19,626	182	17,190	28,151	-	68,624
Total							
Notes	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2017	7,689	40,718	182	36,063	35,000	1,823	121,475
Shares sold from treasury	-	55	-	290	-	-	345
Increase in share capital in issue, net of share issuance expenses	40	747	-	-	-	-	787
6 Dividends paid	-	-	-	-	-	(1,266)	(1,266)
Return attributable to shareholders	-	-	-	-	3,733	1,421	5,154
Total Company as at 30 November 2017	7,729	41,520	182	36,353	38,733	1,978	126,495

Unaudited Condensed Statement of Changes in Equity (continued)

Year to 31 May 2018 [‡]							
NOTES	Income shares						
	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2017	4,254	21,839	-	18,873	10,865	1,823	57,654
Increase in share capital in issue, net of share issuance expenses	52	656	-	-	-	-	708
Shares sold from treasury	-	102	-	498	-	-	600
Transfer of net income from Growth to Income portfolio	-	-	-	-	-	631	631
Transfer of capital from Income to Growth portfolio	-	-	-	-	(631)	-	(631)
6 Dividends paid	-	-	-	-	-	(2,370)	(2,370)
Return attributable to shareholders	-	-	-	-	(820)	2,478	1,658
As at 31 May 2018	4,306	22,597	-	19,371	9,414	2,562	58,250
NOTES	Growth shares						
	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2017	3,435	18,879	182	17,190	24,135	-	63,821
Increase in share capital in issue, net of share issuance expenses	82	1,529	-	-	-	-	1,611
Transfer of net income from Growth to Income portfolio	-	-	-	-	-	(631)	(631)
Transfer of capital from Income to Growth portfolio	-	-	-	-	631	-	631
Return attributable to shareholders	-	-	-	-	6,462	631	7,093
As at 31 May 2018	3,517	20,408	182	17,190	31,228	-	72,525
NOTES	Total						
	Share capital £000	Share premium account £000	Capital redemption reserve £000	Special reserve £000	Capital reserves £000	Revenue reserve £000	Total shareholders' funds £000
As at 31 May 2017	7,689	40,718	182	36,063	35,000	1,823	121,475
Increase in share capital in issue, net of share issuance expenses	134	2,185	-	-	-	-	2,319
Shares sold from treasury	-	102	-	498	-	-	600
6 Dividends paid	-	-	-	-	-	(2,370)	(2,370)
Return attributable to shareholders	-	-	-	-	5,642	3,109	8,751
Total Company as at 31 May 2018	7,823	43,005	182	36,561	40,642	2,562	130,775

[‡] These figures are audited.

Notes to the Condensed Accounts (unaudited)

1. Accounting policies

These condensed financial statements have been prepared on a going concern basis in accordance with the Disclosure Guidance and Transparency Rules of the Financial Conduct Authority, FRS 102, FRS 104 Interim Financial Reporting and the Statement of Recommended Practice ("SORP") "Financial Statements of Investment Trust Companies and Venture Capital Trusts" issued by The Association of Investment Companies ("AIC").

The accounting policies applied for the condensed set of financial statements are set out in the Company's annual report for the year ended 31 May 2018.

2. Income

	Six months to 30 November 2018 £'000	Six months to 30 November 2017 £'000	Year to 31 May 2018 £'000
UK dividends	1,174	1,100	2,234
Overseas dividends	640	706	1,659
Interest on fixed interest securities	-	2	2
Deposit income	8	4	10
Total income	1,822	1,812	3,905

3. Investment management and performance fees

The Company's investment manager, F&C Investment Business Limited, changed its name to BMO Investment Business Limited effective 31 October 2018. There have been no changes to the terms of the management and performance fee arrangements with BMO Investment Business Limited, which are set out in detail in the Annual Report and Accounts to 31 May 2018.

During the period, the Company incurred investment management fees of £443,000 (30 November 2017: £419,000; 31 May 2018: £843,000), of which £209,000 was payable to BMO Investment Business Limited at the period end.

At 30 November 2018 the adjusted total return of the Income portfolio for the period since 31 May 2016 (being the date a performance fee was last payable) exceeded that of the FTSE All-Share Index and a performance fee of £60,000 was accrued in the Income portfolio at 30 November 2018. At 30 November 2018 the adjusted total return of the Growth portfolio since 31 May 2018 (being the date a performance fee was last payable) exceeded that of the FTSE All-Share Index and a performance fee of £113,000 was accrued in the Growth portfolio at 30 November 2018 (30 November 2017: £85,000 – Income portfolio and £240,000 – Growth portfolio; 31 May 2018: £nil – Income portfolio and £255,000 – Growth portfolio).

Notes to the Condensed Accounts (unaudited) (continued)

4. Investments

	Income shares Level 1* £'000	Growth shares Level 1* £'000	Total £'000
Cost at 31 May 2018	47,714	41,538	89,252
Gains at 31 May 2018	13,541	28,373	41,914
Valuation at 31 May 2018	61,255	69,911	131,166
Movement in the period:			
Purchases at cost	2,324	5,616	7,940
Sales proceeds	(3,110)	(5,261)	(8,371)
Gains on investments sold in period	152	2,357	2,509
Losses on investments held at period end	(2,326)	(4,930)	(7,256)
Valuation of investments held at 30 November 2018	58,295	67,693	125,988

	Income shares Level 1* £'000	Growth shares Level 1* £'000	Total £'000
Cost at 30 November 2018	47,080	44,250	91,330
Gains at 30 November 2018	11,215	23,443	34,658
Valuation at 30 November 2018	58,295	67,693	125,988

*Fair value hierarchy

The Company's Investments as disclosed in the balance sheet are valued at fair value. The fair value as at the reporting date has been estimated using the following fair value hierarchy:

- Level 1 – quoted prices (unadjusted) in active markets for identical assets;
- Level 2 – investments whose value is evidenced by comparison with other observable current market transactions in the same instrument or based on a valuation technique whose variables includes only data from observable markets; and
- Level 3 – investments whose value is not based on observable market data.

There were no investments held which are valued in accordance with levels 2 or 3.

5. Return per share

The return per share for the six months to 30 November 2018 is as follows:

	Income shares			Growth shares		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Return attributable to portfolios	1,076	(2,388)	(1,312)	333	(2,886)	(2,553)
Transfer of net income from Growth to Income portfolio	333	-	333	(333)	-	(333)
Transfer of capital from Income to Growth portfolio	-	(333)	(333)	-	333	333
Return attributable to shareholders	1,409	(2,721)	(1,312)	-	(2,553)	(2,553)
Return per share	3.27p	(6.32p)	(3.05p)	-	(7.20p)	(7.20p)
Weighted average number of shares in issue during the period	43,025,637			35,465,599		

The return per share for the comparative six months to 30 November 2017 is as follows:

	Income shares			Growth shares		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Return attributable to portfolios	1,083	55	1,138	338	3,678	4,016
Transfer of net income from Growth to Income portfolio	338	-	338	(338)	-	(338)
Transfer of capital from Income to Growth portfolio	-	(338)	(338)	-	338	338
Return attributable to shareholders	1,421	(283)	1,138	-	4,016	4,016
Return per share	3.36p	(0.67p)	2.69p	-	11.65p	11.65p
Weighted average number of shares in issue during the period	42,256,401			34,476,491		

Notes to the Condensed Accounts (unaudited) (continued)

5. Return per share (continued)

The return per share for the comparative year to 31 May 2018 is as follows:

	Income shares			Growth shares		
	Revenue £'000	Capital £'000	Total £'000	Revenue £'000	Capital £'000	Total £'000
Return attributable to portfolios	2,478	(820)	1,658	631	6,462	7,093
Transfer of net income from Growth to Income portfolio	631	-	631	(631)	-	(631)
Transfer of capital from Income to Growth portfolio	-	(631)	(631)	-	631	631
Return attributable to shareholders	3,109	(1,451)	1,658	-	7,093	7,093
Return per share	7.32p	(3.42p)	3.90p	-	20.45p	20.45p
Weighted average number of shares in issue during the period	42,451,199		34,687,229			

6. Dividends

	Payment date	Six months to 30 November 2018 £'000	Six months to 30 November 2017 £'000	Year to 31 May 2018 £'000
Dividends on Income shares				
Amounts recognised as distributions during the period:				
In respect of the previous financial year:				
- fourth interim of 1.80p (prior period: 1.70p) per share	13-Jul-2018	775	716	716
- Special dividend of 0.8p (prior period: nil) per share	13-Jul-2018	344	-	-
In respect of the period under review:				
- first interim of 1.35p (prior period: 1.30p) per share	5-Oct-2018	581	550	550
- second interim (prior period: 1.30p per share)	-	-	-	550
- third interim (prior period: 1.30p per share)	-	-	-	554
		1,700	1,266	2,370

A second interim dividend in respect of the year to 31 May 2019 of 1.35p per Income share was paid on 11 January 2019 to shareholders on the register on 14 December 2018. This amount has not been accrued in the results for the six months to 30 November 2018.

For the financial year to 31 May 2018 interim dividends totalled 5.7p per Income share (excluding the special dividend of 0.8p per Income share).

The Growth shares do not carry an entitlement to receive dividends.

7. Share capital

	Listed		Held in treasury		In issue	
	Number	£'000	Number	£'000	Number	£'000
Income shares of 10p each						
Balance at 1 June 2018	43,055,035	4,306	-	-	43,055,035	4,306
Share conversion:						
- Income to Growth	(242,448)	(24)	-	-	(242,448)	(24)
- Growth to Income	58,118	5	-	-	58,118	5
Issued	50,000	5	-	-	50,000	5
Balance at 30 November 2018	42,920,705	4,292	-	-	42,920,705	4,292
					Deferred shares – Income	
					Number	£'000
Deferred shares – Income						
Balance at 1 June 2018					-	-
Issue of 242,448 shares of £0.0237601 each					242,448	6
Balance at 30 November 2018					242,448	6
Total called-up share capital						4,298

During the period, the Company issued 50,000 Income shares from the block listing facilities receiving net proceeds of £64,000. At 30 November 2018, the Company held no Income shares in treasury.

During the period, valid conversion notices were received to convert 242,448 Income shares. These were converted into 155,064 Growth shares in accordance with the Company's Articles and by reference to the ratio of the relative underlying net asset values of the Growth shares and Income shares on the conversion date.

The Company's Articles allow for Deferred shares to be allotted as part of the share conversion to ensure that the conversion does not result in a reduction of the aggregate par value of the Company's issued share capital. The Deferred shares issued as part of the share conversion in the current period are set out above. The Deferred shares will be repurchased by the Company from time to time as authorised by shareholders at the September 2018 AGM.

Notes to the Condensed Accounts (unaudited) (continued)

7. Share capital (continued)

	Listed		Held in treasury		In issue	
	Number	£'000	Number	£'000	Number	£'000
Growth shares of 10p each						
Balance at 1 June 2018	35,167,037	3,517	-	-	35,167,037	3,517
Share conversion:						
- Growth to Income	(37,172)	(3)	-	-	(37,172)	(3)
- Income to Growth	155,064	15	-	-	155,064	15
Issued	350,000	34	-	-	350,000	34
Balance at 30 November 2018	35,634,929	3,563	-	-	35,634,929	3,563

Deferred shares – Growth
Number £'000

Deferred shares – Growth		
Balance at 1 June 2018	-	-
Issue of 37,172 shares of £0.0237601 each	37,172	1
Balance at 30 November 2018	37,172	1
Total called-up share capital		3,564

During the period, the Company issued 350,000 Growth shares from the block listing facilities receiving net proceeds of £746,000. At 30 November 2018, the Company held no Growth shares in treasury.

During the period, valid conversions were received to convert 37,172 Growth shares. These were converted into 58,118 Income shares in accordance with the Company's Articles and by reference to the ratio of the relative underlying net asset values of the Growth shares and Income shares on the conversion date.

The Company's Articles allow for Deferred shares to be allotted as part of the share conversion to ensure that the conversion does not result in a reduction of the aggregate par value of the Company's issued share capital. The Deferred shares issued as part of the share conversion in the current period are set out above. The Deferred shares will be repurchased by the Company from time to time as authorised by shareholders at the September 2018 AGM.

8. Net asset value per share

	30 November 2018	30 November 2017	31 May 2018
Income shares			
Net asset value per share	128.31p	136.63p	135.29p
Net assets attributable at end of period – £'000s	55,070	57,871	58,250
Shares in issue at end of period – number	42,920,705	42,355,035	43,055,035
Growth shares			
Net asset value per share	199.11p	197.47p	206.23p
Net assets attributable at end of period – £'000s	70,950	68,624	72,525
Shares in issue at end of period – number	35,634,929	34,752,037	35,167,037

9. Reconciliation of return on ordinary activities before tax to net cash flows from operating activities

	Income shares £'000	Growth shares £'000	Total £'000
Six months to 30 November 2018			
Return on ordinary activities before tax	(1,308)	(2,550)	(3,858)
Adjust for returns from non-operating activities:			
Losses on investments	2,174	2,573	4,747
Exchange losses	2	-	2
Return from operating activities	868	23	891
Decrease/(increase) in prepayments and accrued income	6	(23)	(17)
Increase/(decrease) in creditors	53	(135)	(82)
Withholding tax suffered	-	(1)	(1)
Net cash flows from operating activities	927	(136)	791

Notes to the Condensed Accounts (unaudited) (continued)

9. Reconciliation of return on ordinary activities before tax to net cash flows from operating activities (continued)

	Income shares £'000	Growth shares £'000	Total £'000
Six months to 30 November 2017			
Return on ordinary activities before tax	1,145	4,019	5,164
Adjust for returns from non-operating activities:			
Gains on investments	(294)	(4,090)	(4,384)
Exchange gains	(2)	-	(2)
Return from operating activities	849	(71)	778
Increase in prepayments and accrued income	(86)	(51)	(137)
Increase in creditors	83	202	285
Withholding tax suffered	2	(3)	(1)
Net cash flows from operating activities	848	77	925
	Income shares £'000	Growth shares £'000	Total £'000
Year to 31 May 2018			
Return on ordinary activities before tax	1,679	7,099	8,778
Adjust for returns from non-operating activities:			
Losses/(gains) on investments	512	(7,070)	(6,558)
Exchange losses	1	-	1
Return from operating activities	2,192	29	2,221
Increase in prepayments and accrued income	(56)	(17)	(73)
Increase in creditors	6	236	242
Withholding tax suffered	(44)	(8)	(52)
Net cash flows from operating activities	2,098	240	2,338

10. Earnings

Earnings for the six months to 30 November 2018 should not be taken as a guide to the results of the full year to 31 May 2019.

11. Tax

The effective revenue tax rate for the period to 30 November 2018 is 0.5% (30 November 2017: 0.7%; 31 May 2018: 0.9%). This is lower than the rate of corporation tax for small companies due to the level of non-taxable dividend income.

12. Bank borrowing

The Company has a £5 million fixed term loan to 10 February 2022 and a £2 million revolving credit facility agreement ("RCF") with The Royal Bank of Scotland International Limited. £5 million of the fixed term loan was drawn down as at 30 November 2018 at a fixed interest rate of 2.03% per annum. £nil of the RCF was drawn down at 30 November 2018. The RCF terminates on 10 February 2019 and the Company will not renew this.

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 and have undertaken a rigorous review of the Company's ability to continue as a going concern. As part of that review, the Board considered a wide range of Brexit scenarios and their probable implications for the Company's two investment portfolios.

The Company's investment objective and policy, which is subject to regular Board monitoring processes, is designed to ensure that the Company is invested principally in listed securities. The Company retains title to all assets held by its custodian and has an agreement relating to its borrowing facilities with which it has complied. Cash is only held with banks approved and regularly reviewed by the Manager.

The Directors believe, in light of the controls and review processes and bearing in mind the nature of the Company's business and assets and revenue and expenditure projections, that the Company has adequate resources to continue in operational existence within its stated investment policy for a period of at least twelve months commencing from the date of approval of the accounts. Accordingly, the financial statements have been drawn up on the basis that the Company is a going concern.

The Company does not have a fixed life. However, the Company's Articles of Association require the Board to put a resolution to shareholders at the tenth AGM of the Company and five-yearly thereafter to continue the Company. An ordinary resolution to approve the continuation of the Company was passed at the AGM held on 19 September 2018 and will next be put to shareholders at the AGM in 2023.

14. Results

The Company's auditor, KPMG LLP, has not audited or reviewed the Interim Report to 30 November 2018 pursuant to the Auditing Practices Board guidance on 'Review of Interim Financial Information'. These are not full statutory accounts in terms of Section 434 of the Companies Act 2006 and are unaudited. Statutory accounts for the year ended 31 May 2018, which received an unqualified audit report, and which did not contain a statement under Section 498 of the Companies Act 2006, have been lodged with the Registrar of Companies. The abridged financial statements included for the year ended 31 May 2018 are an extract from those accounts. No full statutory accounts in respect of any period after 31 May 2018 have been reported on by the Company's auditor or delivered to the Registrar of Companies.

Statement of Principal Risks and Uncertainties

Most of the Company's principal risks that could threaten the achievement of its objective; strategy, future performance, liquidity and solvency are market related and comparable to those of other investment trusts investing primarily in listed securities.

These risks, and the way in which they are managed, are described in more detail under the heading "Principal Risks and Viability Statement" within the Strategic Report in the Company's 2018 Annual Report.

The Company's principal risks and uncertainties have not changed materially since the date of that report and are not expected to change materially for the remainder of the Company's financial year.

The most important types of risk associated with financial instruments are credit risk, market price risk, liquidity risk, interest rate risk and foreign currency risk. Other risks faced by the Company include investment, custody and operational risks.

Statement of Directors' Responsibilities in Respect of the Interim 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 Chairman's Statement and the Statement of Principal Risks and Uncertainties set out above (together constituting the Interim Management Report) include a fair review of the information required by the Disclosure Guidance and Transparency Rules ('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 Statement of Principal Risks and Uncertainties shown above is a fair review of

the principal risks and uncertainties for the remainder of the financial year; and

- the Chairman's Statement together with the condensed set of financial statements include 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

Colin S McGill
Director

25 January 2019

Alternative Performance Measures ("APMs")

The Company uses the following APMs:

Discount/premium – the share price of an Investment Trust is derived from buyers and sellers trading their shares on the stock market. This price is not identical to the net asset value (NAV) per share of the underlying assets less liabilities of the Company. If the share price is lower than the NAV per share, the shares are trading at a discount. This usually indicates that there are more sellers of shares than buyers. Shares trading at a price above NAV per share are deemed to be at a premium usually indicating there are more buyers of shares than sellers.

		30 November 2018		31 May 2018	
		Income shares	Growth shares	Income shares	Growth shares
Net asset value per share	(a)	128.31p	199.11p	135.29p	206.23p
Share price	(b)	129.50p	199.00p	138.00p	209.00p
+Premium/-discount (c = (b-a)/(a))	(c)	+0.9%	-0.1%	+2.0%	+1.3%

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 NAV 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.

The share price and NAV for the Income shares and Growth shares at the period end is shown above. The NAV for the Income shares and Growth shares is also shown in note 8 on page 29 and the dividends which went ex-dividend on the Income shares during the period (see note 6 on page 26) are set out below. The effect of reinvesting these dividends on the respective ex-dividend dates and the share price total returns and NAV total returns are shown below.

	Dividends			Effect of reinvestment			Share price total return		
	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018
Income shares	3.95p	3.00p	5.60p	3.51p	3.04p	5.78p	-3.4%	1.1%	2.7%
Growth shares	n/a	n/a	n/a	n/a	n/a	n/a	-4.8%	5.8%	10.6%

	Dividends			Effect of reinvestment			NAV total return		
	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018	Six months to 30 November 2018	Six months to 30 November 2017	Year to 31 May 2018
Income shares	3.95p	3.00p	5.60p	3.87p	3.18p	5.75p	-2.3%	2.1%	3.0%
Growth shares	n/a	n/a	n/a	n/a	n/a	n/a	-3.5%	6.3%	11.0%

Dividend yield – the total annual dividend expressed as a percentage of the period-end share price.

	30 November 2018	31 May 2018
Annual dividend	(a)	5.85p ⁽¹⁾
Income share price	(b)	129.50p
Yield (c = a/b)	(c)	4.5%

⁽¹⁾ Based on dividends on the expected minimum annual rate of 5.85 pence per Income share for the financial year to 31 May 2019.

⁽²⁾ Excluding the special dividend of 0.8p per Income share.

How to Invest

One of the most convenient ways to invest in BMO Managed Portfolio Trust PLC is through one of the savings plans run by BMO.

BMO Investment Trust ISA

You can use your ISA allowance to make an annual tax-efficient investment of up to £20,000 for the 2018/19 tax year with a lump sum from £500 or regular savings from £50 a month per Trust. You can also transfer any existing ISAs to us whilst maintaining the tax benefits.

BMO Junior ISA (JISA)*

You can invest up to £4,260 for the tax year 2018/19 from £500 lump sum or £30 a month per Trust, or a combination of both. Please note, if your child already has a Child Trust Fund (CTF), then you cannot open a separate JISA, however you can transfer the existing CTF (held either with BMO or another provider) to a BMO JISA.

BMO Child Trust Fund (CTF)*

If your child has a CTF you can invest up to £4,260 for the 2018/19 tax year, from £100 lump sum or £25 a month per Trust, or a combination of both. You can also transfer a CTF from another provider to a BMO CTF. Please note, the CTF has been replaced by the JISA and is only available to investors who already hold a CTF.

BMO 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 £500 lump sum or £50 a month per Trust. You can also make additional lump sum top-ups at any time from £250 per Trust.

BMO 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 £250 lump sum or £25 a month per Trust. You can also make additional lump sum top-ups at any time from £100 per Trust.

*The CTF and JISA accounts are opened 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.

Charges

Annual management charges and other charges apply according to the type of plan.

Annual account charge

ISA: £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

ISA: 0.2%
GIA/JIA/JISA: postal instructions £12, online instructions £8 per Trust.

Dealing charges apply when shares are bought or sold but not on the reinvestment of dividends or the investment of monthly direct debits for the GIA, JIA and JISA.

There are no dealing charges on a CTF but a switching charge of £25 applies if more than 2 switches are carried out in one year.

Government stamp duty of 0.5% also applies on the purchase of shares (where applicable).

There may be additional charges made if you transfer a plan to another provider or transfer the shares from your plan.

The value of investments and the income from them 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 disclosures related to the product you are applying for, and the relevant Key Information Documents (KIDs) for the investment trusts you are wanting to invest into.

How to Invest

To open a new BMO plan, apply online at bmogam.com/apply

Note, this is not available if you are transferring an existing plan with another provider to BMO, or if you are applying for a new plan in more than one name.

New Customers

Call: **0800 136 420**** (8.30am – 5.30pm, weekdays)
Email: info@bmogam.com

Existing Plan Holders

Call: **0345 600 3030**** (9.00am – 5.00pm, weekdays)
Email: investor.enquiries@bmogam.com
By post:
BMO Administration Centre
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: [Alliance Trust Savings](#), [AJ Bell](#), [Barclays Stockbrokers](#), [Halifax](#), [Hargreaves Lansdown](#), [HSBC](#), [Interactive Investor](#), [Lloyds Bank](#), [Selftrade](#), [The Share Centre](#)

Corporate Information

Directors

Colin S McGill (Chairman)⁽¹⁾
David Harris⁽²⁾
Susan P Inglis
Alistair G Stewart⁽³⁾
David Warnock (appointed
1 January 2019)
Richard M Martin (retired
31 December 2018)

Alternative Investment Fund Manager ('AIFM'), Investment Manager and Company Secretary

BMO Investment Business Limited⁽⁴⁾
6th Floor, Quartermile 4
7a Nightingale Way
Edinburgh EH3 9EG

Auditor

KPMG LLP
20 Castle Terrace
Edinburgh EH1 2EG

Depository

JPMorgan Europe Limited
25 Bank Street
Canary Wharf
London E14 5JP

Registrar

Equiniti Limited
Aspect House
Spencer Road
Lancing
West Sussex BN99 6DA

Bankers and Custodian

JPMorgan Chase Bank
25 Bank Street
Canary Wharf
London E14 5JP

Bankers

The Royal Bank of Scotland
International Limited
1 Princes Street
London EC2R 8BP

Solicitors

Dickson Minto W.S.
16 Charlotte Square
Edinburgh EH2 4DF

Company Number

SC338196

Website

www.bmomanagedportfolio.com

⁽¹⁾ Chairman of the Nomination Committee

⁽²⁾ Senior Independent Director

⁽³⁾ Chairman of the Remuneration Committee and Audit Committee

⁽⁴⁾ F&C Investment Business Limited changed its name to BMO Investment Business Limited effective 31 October 2018

BMO Managed Portfolio Trust PLC

Interim Report 2018

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Registrars

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Aspect House
Spencer Road
Lancing
West Sussex BN99 6DA
-  Registrars' Shareholder Helpline: 0371 384 2923*
Registrars' Broker Helpline: 0906 559 6025†
Registrars' Overseas Helpline: +44 121 415 7012**
-  www.shareview.co.uk

* Lines open 8.30 am to 5.30 pm, Monday to Friday, excluding public holidays in England and Wales.

† Calls to this number are charged at £1 per minute from a BT landline. Other telephony providers' costs may vary.

Lines open 8.30 am to 5.30 pm, Monday to Friday, excluding public holidays in England and Wales.

** Local overseas call rates will apply.

