

# **TM UBS (UK) Fund**

Annual Report & Accounts  
for the year ended 31st March 2021



investment architecture

**THEISIS UNIT TRUST MANAGEMENT LIMITED**

Authorised and regulated by the Financial Conduct Authority

# TM UBS (UK) Fund

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## Contents

	Page
Management and Professional Service Providers' Details* .....	6
Report of the Authorised Corporate Director* .....	7
Investment Objective and Policy* .....	7
Report of the Investment Manager* .....	13
Constitution* .....	30
Sub-fund Cross-Holdings* .....	30
Regulatory Disclosure* .....	30
Remuneration Disclosures (unaudited)* .....	31
Certification of Annual Report & Accounts by Directors .....	31
Responsibilities of the Authorised Corporate Director .....	32
Statement of the Depositary's Responsibilities .....	33
Report of the Depositary .....	33
Independent auditors' report to the Shareholders of TM UBS (UK) Fund .....	34
Statement of Accounting Policies, Distribution Policies and Risk Management Policies .....	37
<b>TM UBS (UK) - Global Balanced Fund</b>	
Portfolio Statement* .....	41
Sub-fund Information* .....	43
Assessment of Value (unaudited)* .....	43
Statement of Total Return .....	51
Statement of Change in Net Assets Attributable to Shareholders .....	51
Balance Sheet .....	52
Notes to the Financial Statements .....	53
Distribution Tables .....	62

\* These collectively comprise the Authorised Corporate Director's Report.

# TM UBS (UK) Fund

---

## Contents *(continued)*

	<b>Page</b>
<b>TM UBS (UK) - Global Equity Fund</b>	
Portfolio Statement* .....	65
Sub-fund Information* .....	67
Assessment of Value (unaudited)* .....	67
Statement of Total Return .....	74
Statement of Change in Net Assets Attributable to Shareholders .....	74
Balance Sheet .....	75
Notes to the Financial Statements .....	76
Distribution Tables .....	85
<b>TM UBS (UK) - Global Fixed Income Fund</b>	
Portfolio Statement* .....	88
Sub-fund Information* .....	89
Assessment of Value (unaudited)* .....	89
Statement of Total Return .....	93
Statement of Change in Net Assets Attributable to Shareholders .....	93
Balance Sheet .....	94
Notes to the Financial Statements .....	95
Distribution Tables .....	102

\* These collectively comprise the Authorised Corporate Director's Report.

# TM UBS (UK) Fund

---

## Contents *(continued)*

	<b>Page</b>
<b>TM UBS (UK) - Global Growth Fund</b>	
Portfolio Statement* .....	103
Sub-fund Information* .....	105
Assessment of Value (unaudited)* .....	105
Statement of Total Return .....	113
Statement of Change in Net Assets Attributable to Shareholders .....	113
Balance Sheet .....	114
Notes to the Financial Statements .....	115
Distribution Tables .....	124
<b>TM UBS (UK) - Global Yield Fund</b>	
Portfolio Statement* .....	127
Sub-fund Information* .....	129
Assessment of Value (unaudited)* .....	129
Statement of Total Return .....	136
Statement of Change in Net Assets Attributable to Shareholders .....	136
Balance Sheet .....	137
Notes to the Financial Statements .....	138
Distribution Tables .....	146

\* These collectively comprise the Authorised Corporate Director's Report.

# TM UBS (UK) Fund

---

## Contents *(continued)*

	<b>Page</b>
<b>TM UBS (UK) - UK Balanced Fund</b>	
Portfolio Statement* .....	149
Sub-fund Information* .....	152
Assessment of Value (unaudited)* .....	152
Statement of Total Return .....	160
Statement of Change in Net Assets Attributable to Shareholders .....	160
Balance Sheet .....	161
Notes to the Financial Statements .....	162
Distribution Tables .....	171
<b>TM UBS (UK) - UK Equity Fund</b>	
Portfolio Statement* .....	174
Sub-fund Information* .....	176
Assessment of Value (unaudited)* .....	176
Statement of Total Return .....	185
Statement of Change in Net Assets Attributable to Shareholders .....	185
Balance Sheet .....	186
Notes to the Financial Statements .....	187
Distribution Tables .....	196

\* These collectively comprise the Authorised Corporate Director's Report.

# TM UBS (UK) Fund

---

## Contents *(continued)*

	Page
<b>TM UBS (UK) - UK Growth Fund</b>	
Portfolio Statement* .....	200
Sub-fund Information* .....	203
Assessment of Value (unaudited)* .....	203
Statement of Total Return .....	211
Statement of Change in Net Assets Attributable to Shareholders .....	211
Balance Sheet .....	212
Notes to the Financial Statements .....	213
Distribution Tables .....	222
<b>TM UBS (UK) - UK Income Focus Fund</b>	
Portfolio Statement* .....	225
Sub-fund Information* .....	228
Assessment of Value (unaudited)* .....	228
Statement of Total Return .....	236
Statement of Change in Net Assets Attributable to Shareholders .....	236
Balance Sheet .....	237
Notes to the Financial Statements .....	238
Distribution Tables .....	248

\* These collectively comprise the Authorised Corporate Director's Report.

# TM UBS (UK) Fund

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## Management and Professional Service Providers' Details

### Authorised Corporate Director:

Thesis Unit Trust Management Limited  
Exchange Building  
St John's Street  
Chichester  
West Sussex PO19 1UP  
Tel: 01243 531 234

*Authorised and regulated by  
the Financial Conduct Authority*

### Investment Manager:

UBS AG, London Branch  
5 Broadgate  
London EC2M 2QS

*Authorised and regulated by  
the Financial Conduct Authority*

### Dealing & Registration:

Northern Trust Global Services SE UK Branch  
PO Box 3733  
Royal Wootton Bassett  
Swindon SN4 4BG  
Tel: 0333 300 0375  
Fax: 020 7982 3924

*Authorised and regulated by  
the Financial Conduct Authority*

### Depository:

NatWest Trustee and Depositary Services Limited  
House A, Floor 0  
Gogarburn  
175 Glasgow Road  
Edinburgh EH12 1HQ

*Authorised and regulated by  
the Financial Conduct Authority*

### Custodian:

UBS Europe SE, Luxembourg Branch  
33a Avenue J. F. Kennedy  
L-1855 Luxembourg

### Directors of the ACD:

S. R. Mugford - Finance Director  
D. W. Tyerman - Chief Executive Officer  
S. E. Noone - Client Services Director  
D. K. Mytnik - Non-Executive Director  
V. R. Smith - Non-Executive Director  
W. D. Prew - Independent Non-Executive Director  
C. J. Willson - Independent Non-Executive Director  
N. C. Palios - Non-Executive Chair

D.W. Tyerman and S.R. Mugford also hold directorships of other companies within the Thesis group and perform senior management roles within these companies, particularly Thesis Asset Management Limited, which acts as an investment manager for some authorised funds operated by the Authorised Corporate Director.

D.K. Mytnik, V.R. Smith and N.C. Palios also hold non-executive directorships of other companies within the Thesis group. They are not engaged in other business activities that are of significance to TM UBS (UK) Fund. W. D. Prew is a Director of Indos Financial Limited, the primary business of which is the provision of Alternative Investment Fund Managers Directive independent depositary services to Alternative Investment Funds. Indos Financial Limited is not appointed as depositary on any alternative investment funds managed by the Authorised Corporate Director.

### Independent Auditors:

PricewaterhouseCoopers LLP  
Level 4, Atria One  
144 Morrison Street  
Edinburgh EH3 8EX

# TM UBS (UK) Fund

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## **Report of the Authorised Corporate Director**

*for the year ended 31st March 2021*

Thesis Unit Trust Management Limited (the “ACD”) is pleased to present the ACD's Annual Report & Accounts for the TM UBS (UK) Fund (the “Company”) for the year ended 31st March 2021.

This Company is an umbrella fund with nine sub-funds, namely:

- TM UBS (UK) - Global Balanced Fund
- TM UBS (UK) - Global Equity Fund
- TM UBS (UK) - Global Fixed Income Fund
- TM UBS (UK) - Global Growth Fund
- TM UBS (UK) - Global Yield Fund
- TM UBS (UK) - UK Balanced Fund
- TM UBS (UK) - UK Equity Fund
- TM UBS (UK) - UK Growth Fund
- TM UBS (UK) - UK Income Focus Fund

## **Investment Objective and Policy**

The sub-funds of the Company, their respective names, investment objectives and policies, are as follows:

### **TM UBS (UK) - Global Balanced Fund**

The objective of the sub-fund is to generate long-term appreciation through the active management of a globally diversified portfolio of investments.

The sub-fund will provide investors with an actively managed diversified portfolio. For comparison purposes only, the sub-fund's performance will be measured against UBS AG, London Branch's proprietary 'Global Balanced' benchmark, one of a range of UBS created multi-asset class benchmarks specifically designed for the private investor. The sub-fund will balance its investments between UK and global bonds and UK and global equities. In normal circumstances, the sub-fund will primarily use collective investment vehicles. At the Investment Manager's discretion, the sub-fund may also invest in other transferable securities, money market instruments, cash and near cash. The sub-fund may be invested more heavily than usual in government and public securities while the Investment Manager is carrying out due diligence on managers of collective investment vehicles in which the sub-fund may invest.

### **TM UBS (UK) - Global Equity Fund**

The objective of the sub-fund is to provide long-term capital growth from a portfolio of investments.

The sub-fund will provide investors with an actively managed diversified portfolio with performance measured against UBS AG, London Branch's proprietary 'Global Equity' benchmark, one of a range of UBS created benchmarks specifically designed for the private investor.

In normal circumstances, the sub-fund will primarily invest in open ended collective investment vehicles in order to gain exposure to UK and global equities. At the Investment Manager's discretion, the sub-fund may also invest directly in equities as well as other transferable securities, money market instruments, cash and near cash.

### **TM UBS (UK) - Global Fixed Income Fund**

The objective of the sub-fund is to provide income from a portfolio of investments.

The sub-fund will provide investors with an actively managed diversified portfolio with performance measured against UBS AG, London Branch's proprietary 'Global Fixed Income' benchmark, one of a range of UBS created benchmarks specifically designed for the private investor.

The sub-fund will primarily invest in open ended collective investment vehicles in order to gain exposure to UK and global bonds. At the Investment Manager's discretion, the sub-fund may also invest directly in government and corporate bonds as well as other transferable securities, money market instruments, cash and near cash.



# TM UBS (UK) Fund

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## **Report of the Authorised Corporate Director** *for the year ended 31st March 2021 (continued)*

### **Investment Objective and Policy (continued)**

#### **TM UBS (UK) - Global Growth Fund**

The objective of the sub-fund is to provide capital growth through the active management of a globally diversified portfolio of investments.

The sub-fund will provide investors with an actively managed diversified portfolio. For comparison purposes only, the sub-fund's performance will be measured against UBS's proprietary 'Global Growth' benchmark, one of a range of UBS created multi-asset class benchmarks specifically designed for the private investor. The sub-fund will predominately invest in UK and global equities with a smaller allocation to UK and global bonds, primarily using collective investment vehicles. At the Investment Manager's discretion, the sub-fund may also invest in other transferable securities, money market instruments, cash and near cash.

#### **TM UBS (UK) - Global Yield Fund**

The objective of the sub-fund is to generate income as well as moderate long term appreciation through the active management of a globally diversified portfolio of investments.

The sub-fund will provide investors with an actively managed diversified portfolio. For comparison purposes only, the sub-fund's performance will be measured against UBS AG, London Branch's proprietary 'Global Yield' benchmark, one of a range of UBS created multi-asset class benchmarks specifically designed for the private investor. The sub-fund will predominantly invest in UK and global bonds with a smaller allocation to UK and global equities. In normal circumstances, the sub-fund will primarily use collective investment vehicles. At the Investment Manager's discretion, the sub-fund may also invest in other transferable securities, money market instruments, cash and near cash. The sub-fund may be invested more heavily than usual in government and public securities while the Investment Manager is carrying out due diligence on managers of collective investment vehicles in which the sub-fund may invest.

#### **TM UBS (UK) - UK Balanced Fund**

The objective of the sub-fund is to generate income and capital growth through active management of a diversified portfolio.

The sub-fund will provide investors with an actively managed diversified portfolio with performance measured against UBS AG, London Branch's proprietary 'UK Balanced' benchmark, one of a range of multi asset class benchmarks specifically designed for the private investor. The sub-fund will invest primarily in UK equities, government bonds, corporate bonds and open ended collective investment vehicles. At the Investment Manager's discretion, the sub-fund may also invest in other transferable securities, money market instruments, cash and near cash.

It is not intended that the sub-fund invests in derivative instruments.

#### **TM UBS (UK) - UK Equity Fund**

The objective of the sub-fund is to provide long term capital growth from a portfolio of investments.

The sub-fund will mainly invest in mid to large cap UK equities with a view to maximising potential returns. The sub-fund may invest in securities, money market instruments, deposits and warrants subject to the limitations set out in the prospectus.

#### **TM UBS (UK) - UK Growth Fund**

The objective of the sub-fund is to provide capital growth through active management of a diversified portfolio.

The sub-fund will provide investors with an actively managed diversified portfolio with performance measured against UBS AG, London Branch's proprietary 'UK Growth' benchmark, one of a range of multi asset class benchmarks specifically designed for the private investor. The sub-fund will invest primarily in UK equities, government bonds, corporate bonds and open collective investment vehicles. At the Investment Manager's discretion, the sub-fund may also invest in other transferable securities, money market instruments, cash and near cash.

It is not intended that the sub-fund invests in derivative instruments.

# TM UBS (UK) Fund

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## **Report of the Authorised Corporate Director** *for the year ended 31st March 2021 (continued)*

### **Investment Objective and Policy** *(continued)*

#### **TM UBS (UK) - UK Income Focus Fund**

The objective of the sub-fund is to generate income through active management of a diversified portfolio.

The sub-fund will provide investors with an actively managed diversified portfolio with performance measured against the UBS AG, London Branch's proprietary 'UK Income Focus' benchmark, one of a range of UBS created multi asset class benchmarks specifically designed for the private investor. The sub-fund will invest primarily in UK equities, government bonds, corporate bonds and open ended collective investment vehicles. At the Investment Manager's discretion, the sub-fund may also invest in other transferable securities, money market instruments, cash and near cash.

It is not intended that the sub-fund invests in derivative instruments.

### **Performance Comparator**

#### **TM UBS (UK) - Global Balanced Fund**

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 14.7% Barclays Sterling Gilt 1-3 year Index, 6.3% Barclays Sterling Gilts Index, 12% Barclays US Intermediate Corporate Hedged GBP, 7% Barclays Euro Aggregate Corporate Hedged GBP, 6% Bank of America Merrill Lynch Global High Yield Constrained Hedged GBP, 17% Morgan Stanley Capital International (MSCI) United Kingdom, 32% Morgan Stanley Capital International (MSCI) AC World for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Mixed Investment 20-60% Shares as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the NatWest Trustee and Depositary Services Limited ("Depositary") and in accordance with the rules of Collective Investment Schemes sourcebook ("COLL"). A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

#### **TM UBS (UK) - Global Equity Fund**

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 32% MSCI United Kingdom, 63% Morgan Stanley Capital International (MSCI) AC World for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Global peer group as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

#### **TM UBS (UK) - Global Fixed Income Fund**

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 52% Barclays Sterling Gilt 1-3 year Index, 13% Barclays Sterling Gilts Index, 7.2% Barclays Euro Aggregate Corporate hedged GBP, 13.8% Barclays US Intermediate Corporate hedged GBP, 9% Bank of America Merrill Lynch Global High Yield Constrained Hedged GBP, for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Global Bonds peer group as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

# TM UBS (UK) Fund

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## **Report of the Authorised Corporate Director** *for the year ended 31st March 2021 (continued)*

### **Performance Comparator** *(continued)*

#### **TM UBS (UK) - Global Fixed Income Fund** *(continued)*

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

#### **TM UBS (UK) - Global Growth Fund**

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 9.8% Barclays Sterling Gilt 1-3 year Index, 4.2% Barclays Sterling Gilts Index, 3.6% Barclays Euro Aggregate Corporate hedged GBP, 6.4% Barclays US Intermediate Corporate hedged GBP, 23% Morgan Stanley Capital International (MSCI) United Kingdom, 48% Morgan Stanley Capital International (MSCI) AC World for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Mixed Investment 40-85% Shares as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

#### **TM UBS (UK) - Global Yield Fund**

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 21% Barclays Sterling Gilt 1-3 year Index, 9% Barclays Sterling Gilts Index, 8.6% Barclays Euro Aggregate Corporate hedged GBP, 16.4% Barclays US Intermediate Corporate hedged GBP, 9% Bank of America Merrill Lynch Global High Yield Constrained Hedged GBP, 11% Morgan Stanley Capital International (MSCI) United Kingdom, 20% Morgan Stanley Capital International (MSCI) AC World for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Mixed Investment 0-35% Shares as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

#### **TM UBS (UK) - UK Balanced Fund**

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 14.7% Barclays Sterling Gilt 1-3 year Index, 6.3% Barclays Sterling Gilts Index, 12% Barclays US Intermediate Corporate Hedged GBP, 7.0% Barclays Euro Aggregate Corporate Hedged GBP, 6% Bank of America Merrill Lynch Global High Yield Constrained Hedged GBP, 28% Morgan Stanley Capital International (MSCI) United Kingdom, 21% Morgan Stanley Capital International (MSCI) AC World, for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Mixed Investment 20-60% Shares as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

# TM UBS (UK) Fund

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## Report of the Authorised Corporate Director

*for the year ended 31st March 2021 (continued)*

### Performance Comparator *(continued)*

#### TM UBS (UK) - UK Equity Fund

The sub-fund uses a composite benchmark of 1% FTSE Euro Deposits 3 months GBP, 99% Morgan Stanley Capital International (MSCI) United Kingdom, for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association UK All Companies as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

#### TM UBS (UK) - UK Growth Fund

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 9.8% Barclays Sterling Gilt 1-3 year Index, 4.2% Barclays Sterling Gilts Index, 6.4% Barclays US Intermediate Corporate Hedged GBP, 3.6% Barclays Euro Aggregate Corporate Hedged GBP, 41% Morgan Stanley Capital International (MSCI) United Kingdom, 30% Morgan Stanley Capital International (MSCI) AC World for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Mixed Investment 40-85% Shares as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

#### TM UBS (UK) - UK Income Focus Fund

The sub-fund uses a composite benchmark of 5% FTSE Euro Deposits 3 months GBP, 11% Barclays Sterling Gilt 1-3 year Index, 4.4% Barclays Sterling Gilts Index, 8.6% Barclays US Intermediate Corporate Hedged GBP, 5% Barclays Euro Aggregate Corporate Hedged GBP, 5% Bank of America Merrill Lynch Global High Yield Constrained Hedged GBP, 47% Morgan Stanley Capital International (MSCI) United Kingdom, 14% Morgan Stanley Capital International (MSCI) AC World for performance comparison purposes only and the benchmark is not a target benchmark and the sub-fund is not constrained by it. The sub-fund also uses the peer group Investment Association Mixed Investment 40-85% Shares as a performance comparator.

The Index and peer group have been selected as comparators for performance because the constituents are representative of the areas in which the sub-fund itself is likely to invest.

The ACD reserves the right to change the benchmarks or peer group following consultation with the Depositary and in accordance with the rules of COLL. A change could arise, for example, where the ACD determines that an alternative may be more appropriate. Shareholders will be notified of such a change through an update to the Prospectus and the change noted in the subsequent annual and half yearly reports.

### Impact of COVID-19

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

# TM UBS (UK) Fund

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## **Report of the Authorised Corporate Director**

*for the year ended 31st March 2021 (continued)*

### **Impact of COVID-19 (continued)**

There are no material events that have been identified that may cast significant doubt about the Company's ability to continue as a going concern for at least the next twelve months from the date these financial statements are authorised for issue. The financial statements of the Company and the sub-funds have been prepared on a going concern basis.

This assessment is made as at the date of issue of these financial statements and is based additionally on the following:

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

Thesis Unit Trust Management Limited  
Authorised Corporate Director  
27th July 2021



# TM UBS (UK) Fund

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## **Report of the Investment Manager** *for the year ended 31st March 2021*

### **Investment Report - TM UBS (UK) - Global Balanced Fund**

#### **Market Commentary**

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### **Fund Performance**

The total return of the Global Balanced fund (Class C Accumulation shares) over the 12 month period was +22.8%, outperforming the composite benchmark which was up +18.1% and the broader peer group, IA Mixed Investment 20-60% Shares, which was +20.05%.

The contribution from tactical asset allocation over the period was positive driven by the underweight to high grade bonds and overweight to corporate bonds, emerging market debt and US and global equities. The contribution from security selection was also positive over the period.

The equity funds we own delivered strong performance over the period. Liontrust Special Situations outperformed through sector underweights in oil & gas and financials. Morgan Stanley US Advantage 'ZX' Inc USD also performed very well amidst the sell-off driven largely by an overweight in technology. Recently, J O Hambro UK Equity Income 'Y' GBP Acc performed exceptionally strongly given its value tilt. Overall, the funds we own are outperforming the benchmark on aggregate over the longer term.

#### **Major Sales/Purchases**

In April, we reduced our US TIPS position as we do not view inflation as being a major driver to performance in the medium term, re-investing the proceeds into corporate bonds. We also made some changes to the corporate bond funds selling Eastspring and Pimco and initiating a position in the Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc. In August, we closed our overweight to US high yield and reallocated risk to emerging market debt through Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc and Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc. We then closed our overweight to emerging market debt in February as spreads tightened and reduced our overweight to corporate bonds in March. We continue to hold an underweight position to high grade bonds and an overweight to high yield bonds.

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - Global Balanced Fund *(continued)*

#### Major Sales/Purchases *(continued)*

In equities in May, we took a small overweight position in US equities through buying the iShares Core S&P 500 UCITS ETF USD Acc which we later took profit on in August as US equities had enjoyed a good run driven by the large US technology names. In June, we went overweight global equities through the UBS MSCI ACWI SF UCITS ETF USD 'A' INC. There were some changes to our US and European funds in October. In the US, we sold Old Mutual and reduced the position in the UBS S&P 500 Index 'J' Inc to fund purchases of Artemis US Select 'I' Inc GBP and Brown Advisory US Sustainable Growth 'SI' GBP. In Europe, JO Hambro continental European was replaced by GAM Star Continental European Equity Institutional Inc. In January this year, we went overweight emerging market equities and this was followed by initiating an overweight to the Global Energy sector in March.

#### Fund Selection

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - Global Equity Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) - Global Equity fund (Class C Accumulation shares) over the 12 month period was +35.2%, outperforming the composite benchmark which was up 30.9% whilst lagging the broader peer group, IA Global, which was +40.4%. Performance vs the peer group can be explained by the fund holding a higher weight to UK equities which lagged global equities over the period.

The contribution from tactical asset allocation over the period was flat as the positions in equities were funded from fixed income so this strategy did not participate.

The equity funds we own delivered strong performance over the period. Liontrust Special Situations outperformed through sector underweights in oil & gas and financials. Morgan Stanley US Advantage 'ZX' Inc USD also performed very well amidst the sell-off driven largely by an overweight in technology. Recently, J O Hambro UK Equity Income 'Y' GBP Acc performed exceptionally strongly given its value tilt. Overall, the funds we own are outperforming the benchmark on aggregate over the longer term.

#### Major Sales/Purchases

There were some changes to our US and European funds in October. In the US, we sold Old Mutual and reduced the position in the UBS S&P 500 Index 'J' Inc to fund purchases of Artemis US Select 'I' Inc GBP and Brown Advisory US Sustainable Growth 'SI' GBP. In Europe, JO Hambro continental European was replaced by GAM Star Continental European Equity Institutional Inc. This was followed by initiating an overweight to the Global Energy sector in March.



# TM UBS (UK) Fund

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## **Report of the Investment Manager**

*for the year ended 31st March 2021 (continued)*

### **Investment Report - TM UBS (UK) - Global Equity Fund (continued)**

#### **Fund Selection**

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - Global Fixed Income Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) – Global Fixed Income fund (Class E Accumulation shares) over the 12 month period was +5.2%, outperforming the composite benchmark which rose 2.9% and the broader peer group, IA Global Bonds, rose 5.1%.

The contribution from tactical asset allocation over the period was broadly positive as was instrument selection driven by the underweight to high grade bonds and overweight to corporate and emerging market debt. With spreads having widened after the sell-off in risk assets amidst the coronavirus outbreak, and with interest rates so low, the yield offered on corporate and emerging market debt became an attractive investment and has since proved to be a positive contributor to performance.

#### Major Sales/Purchases

In April, we reduced our US TIPS position as we do not view inflation as being a major driver to performance in the medium term, re-investing the proceeds into corporate bonds. We also made some changes to the corporate bond funds selling Eastspring and Pimco and initiating a position in the Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc. In August, we closed our overweight to US high yield and reallocated risk to emerging market debt through Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc and Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc. We then closed our overweight to emerging market debt in February as spreads tightened and reduced our overweight to corporate bonds in March. We continue to hold an underweight position to high grade bonds and an overweight to high yield bonds.

# TM UBS (UK) Fund

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## **Report of the Investment Manager**

*for the year ended 31st March 2021 (continued)*

### **Investment Report - TM UBS (UK) - Global Fixed Income Fund (continued)**

#### **Fund Selection**

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - Global Growth Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) - Global Growth fund (Class C Accumulation shares) over the 12 month period was +29.5%, outperforming the composite benchmark which was +23.5% and the broader peer group, IA Mixed Investment 40-85% Shares, which was +26.8%.

The contribution from tactical asset allocation over the period was positive driven by the underweight to high grade bonds and overweight to corporate bonds, emerging market debt and US and global equities. The contribution from security selection was also positive over the period.

The equity funds we own delivered strong performance over the period. Liontrust Special Situations outperformed through sector underweights in oil & gas and financials. Morgan Stanley US Advantage 'ZX' Inc USD also performed very well amidst the sell-off driven largely by an overweight in technology. Recently, J O Hambro UK Equity Income 'Y' GBP Acc performed exceptionally strongly given its value tilt. Overall, the funds we own are outperforming the benchmark on aggregate over the longer term.

#### Major Sales/Purchases

In April, we reduced our US TIPS position as we do not view inflation as being a major driver to performance in the medium term, re-investing the proceeds into corporate bonds. We also made some changes to the corporate bond funds selling Eastspring and Pimco and initiating a position in the Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc. In August, we closed our overweight to US high yield and reallocated risk to emerging market debt through Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc and Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc. We then closed our overweight to emerging market debt in February as spreads tightened and reduced our overweight to corporate bonds in March. We continue to hold an underweight position to high grade bonds and an overweight to high yield bonds.

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - Global Growth Fund *(continued)*

#### Major Sales/Purchases *(continued)*

In equities in May, we took a small overweight position in US equities through buying the iShares Core S&P 500 UCITS ETF USD Acc which we later took profit on in August as US equities had enjoyed a good run driven by the large US technology names. In June, we went overweight global equities through the UBS MSCI ACWI SF UCITS ETF USD 'A' INC. There were some changes to our US and European funds in October. In the US, we sold Old Mutual and reduced the position in the UBS S&P 500 Index 'J' Inc to fund purchases of Artemis US Select 'I' Inc GBP and Brown Advisory US Sustainable Growth 'SI' GBP. In Europe, JO Hambro continental European was replaced by GAM Star Continental European Equity Institutional Inc. In January this year, we went overweight emerging market equities and this was followed by initiating an overweight to the Global Energy sector in March.

#### Fund Selection

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - Global Yield Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) - Global Yield fund (Class C Accumulation shares) over the 12 month period was +16.5%, outperforming the composite benchmark which was up +13.2% and the broader peer group, IA Mixed Investment 0-35% Shares, which was +12.3%.

The contribution from tactical asset allocation over the period was positive driven by the underweight to high grade bonds and overweight to corporate bonds, emerging market debt and US and global equities. The contribution from security selection was also positive over the period.

The equity funds we own delivered strong performance over the period. Liontrust Special Situations outperformed through sector underweights in oil & gas and financials. Morgan Stanley US Advantage 'ZX' Inc USD also performed very well amidst the sell-off driven largely by an overweight in technology. Recently, J O Hambro UK Equity Income 'Y' GBP Acc performed exceptionally strongly given its value tilt. Overall, the funds we own are outperforming the benchmark on aggregate over the longer term.

#### Major Sales/Purchases

In April, we reduced our US TIPS position as we do not view inflation as being a major driver to performance in the medium term, re-investing the proceeds into corporate bonds. We also made some changes to the corporate bond funds selling Eastspring and Pimco and initiating a position in the Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc. In August, we closed our overweight to US high yield and reallocated risk to emerging market debt through Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc and Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc. We then closed our overweight to emerging market debt in February as spreads tightened and reduced our overweight to corporate bonds in March. We continue to hold an underweight position to high grade bonds and an overweight to high yield bonds.

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - Global Yield Fund *(continued)*

#### Major Sales/Purchases *(continued)*

In equities in May, we took a small overweight position in US equities through buying the iShares Core S&P 500 UCITS ETF USD Acc which we later took profit on in August as US equities had enjoyed a good run driven by the large US technology names. In June, we went overweight global equities through the UBS MSCI ACWI SF UCITS ETF USD 'A' INC. There were some changes to our US and European funds in October. In the US, we sold Old Mutual and reduced the position in the UBS S&P 500 Index 'J' Inc to fund purchases of Artemis US Select 'I' Inc GBP and Brown Advisory US Sustainable Growth 'SI' GBP. In Europe, JO Hambro continental European was replaced by GAM Star Continental European Equity Institutional Inc. In January this year, we went overweight emerging market equities and this was followed by initiating an overweight to the Global Energy sector in March.

#### Fund Selection

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021



# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - UK Balanced Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) - UK Balanced fund (Class C Accumulation shares) over the 12 month period was +19.7%, outperforming the composite benchmark which was +16.2% however the broader peer group, IA Mixed Investment 20-60% Shares, was up +20.05%.

The contribution from tactical asset allocation over the period was positive driven by the underweight to high grade bonds and overweight to corporate bonds, emerging market debt and US and global equities.

The contribution from security selection was also positive over the period. However, within UK equities the contribution from sector allocation was negative primarily driven by underperformance as value stocks struggled to perform to the same extent as growth. Sector allocation benefitted from the overweight to financials and small caps and underweight to health care and oil & gas. However, this was outweighed by the underweight to basic materials and industrials.

The funds we own delivered strong performance over the period. Morgan Stanley US Advantage 'ZX' Inc USD performed very well driven largely by an overweight in technology. Overall, the funds we own are outperforming the benchmark on aggregate over the longer term.

#### Major Sales/Purchases

In April, we reduced our US TIPS position as we do not view inflation as being a major driver to performance in the medium term, re-investing the proceeds into corporate bonds. We also made some changes to the corporate bond funds selling Eastspring and Pimco and initiating a position in the Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc. In August, we closed our overweight to US high yield and reallocated risk to emerging market debt through Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc and Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc. We then closed our overweight to emerging market debt in February as spreads tightened and reduced our overweight to corporate bonds in March. We continue to hold an underweight position to high grade bonds and an overweight to high yield bonds.



# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - UK Balanced Fund *(continued)*

#### Major Sales/Purchases *(continued)*

In equities in May, we took a small overweight position in US equities through buying the iShares Core S&P 500 UCITS ETF USD Acc which we later took profit on in August as US equities had enjoyed a good run driven by the large US technology names. In June, we went overweight global equities through the UBS MSCI ACWI SF UCITS ETF USD 'A' INC. There were some changes to our US and European funds in October. In the US, we sold Old Mutual and reduced the position in the UBS S&P 500 Index 'J' Inc to fund purchases of Artemis US Select 'I' Inc GBP and Brown Advisory US Sustainable Growth 'SI' GBP. In Europe, JO Hambro continental European was replaced by GAM Star Continental European Equity Institutional Inc. In January this year, we went overweight emerging market equities and this was followed by initiating an overweight to the Global Energy sector in March.

Within UK equities, in July we sold out of Unilever as UBS IB moved the company to a sell recommendation based on short term trading expectations and applied an elevated discount rate.

At the same time, we initiated positions in IMI, Halma and Schroders. IMI is a specialist in the design, manufacture and servicing of highly engineered products that control the precise movement of fluids and has shown relatively good resilience with life sciences and energy among the areas to provide offsetting increases in demand for the company's products. Halma is a diverse group operating in four sectors: process safety, infrastructure safety, medical, and environmental & analysis, and we see a lot of growth potential in the company. Whilst Schroders is a leading asset manager with a strong brand and reputation in Europe and Asia with significant growth potential in the US with attractive valuations.

In February, we sold Pearson as valuations moved higher and initiated a position in Intertek. Intertek is a leading international testing, inspection and certification organisation, which assesses customers' products, commodities and systems against a range of safety, regulatory, quality and performance standards. Intertek combines sustainable growth, high returns, low leverage, low volatility (ex-global pandemics) and has strong market positions.

#### Fund Selection

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - UK Equity Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) - UK Equity fund (Class C Accumulation shares) over the 12 month period was +25.1%, whilst the benchmark return was +26.7% and the broader peer group, IA UK All Companies, was +38.2%.

The contribution from security selection was positive but this was offset by negative sector allocation primarily driven by underperformance as value stocks struggled to perform to the same extent as growth. Sector allocation benefitted from the overweight to financials and small caps and underweight to health care and oil & gas. However, this was outweighed by the underweight to basic materials and industrials.

#### Major Sales/Purchases

Within UK equities, in July we sold out of Unilever as UBS IB moved the company to a sell recommendation based on short term trading expectations and applied an elevated discount rate.

At the same time, we initiated positions in IMI, Halma and Schroders. IMI is a specialist in the design, manufacture and servicing of highly engineered products that control the precise movement of fluids and has shown relatively good resilience with life sciences and energy among the areas to provide offsetting increases in demand for the company's products. Halma is a diverse group operating in four sectors: process safety, infrastructure safety, medical, and environmental & analysis, and we see a lot of growth potential in the company. Whilst Schroders is a leading asset manager with a strong brand and reputation in Europe and Asia with significant growth potential in the US with attractive valuations.

In February, we sold Pearson as valuations moved higher and initiated a position in Intertek. Intertek is a leading international testing, inspection and certification organisation, which assesses customers' products, commodities and systems against a range of safety, regulatory, quality and performance standards. Intertek combines sustainable growth, high returns, low leverage, low volatility (ex-global pandemics) and has strong market positions.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - UK Growth Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) - UK Growth fund (Class C Accumulation shares) over the 12 month period was +24.4%, outperforming the composite benchmark which was +20.3% whilst the broader peer group, IA Mixed Investment 40-85% Shares, was +26.8%.

The contribution from tactical asset allocation over the period was positive driven by the underweight to high grade bonds and overweight to corporate bonds, emerging market debt and US and global equities.

The contribution from security selection was also positive over the period. However, within UK equities the contribution from sector allocation was negative primarily driven by underperformance as value stocks struggled to perform to the same extent as growth. Sector allocation benefitted from the overweight to financials and small caps and underweight to health care and oil & gas. However, this was outweighed by the underweight to basic materials and industrials.

The funds we own delivered strong performance over the period. Morgan Stanley US Advantage 'ZX' Inc USD performed very well driven largely by an overweight in technology. Overall, the funds we own are outperforming the benchmark on aggregate over the longer term.

#### Major Sales/Purchases

In April, we reduced our US TIPS position as we do not view inflation as being a major driver to performance in the medium term, re-investing the proceeds into corporate bonds. We also made some changes to the corporate bond funds selling Eastspring and Pimco and initiating a position in the Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc. In August, we closed our overweight to US high yield and reallocated risk to emerging market debt through Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc and Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc. We then closed our overweight to emerging market debt in February as spreads tightened and reduced our overweight to corporate bonds in March. We continue to hold an underweight position to high grade bonds and an overweight to high yield bonds.

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - UK Growth Fund *(continued)*

#### Major Sales/Purchases *(continued)*

In equities in May, we took a small overweight position in US equities through buying the iShares Core S&P 500 UCITS ETF USD Acc which we later took profit on in August as US equities had enjoyed a good run driven by the large US technology names. In June, we went overweight global equities through the UBS MSCI ACWI SF UCITS ETF USD 'A' INC. There were some changes to our US and European funds in October. In the US, we sold Old Mutual and reduced the position in the UBS S&P 500 Index 'J' Inc to fund purchases of Artemis US Select 'I' Inc GBP and Brown Advisory US Sustainable Growth 'SI' GBP. In Europe, JO Hambro continental European was replaced by GAM Star Continental European Equity Institutional Inc. In January this year, we went overweight emerging market equities and this was followed by initiating an overweight to the Global Energy sector in March.

Within UK equities, in July we sold out of Unilever as UBS IB moved the company to a sell recommendation based on short term trading expectations and applied an elevated discount rate.

At the same time, we initiated positions in IMI, Halma and Schroders. IMI is a specialist in the design, manufacture and servicing of highly engineered products that control the precise movement of fluids and has shown relatively good resilience with life sciences and energy among the areas to provide offsetting increases in demand for the company's products. Halma is a diverse group operating in four sectors: process safety, infrastructure safety, medical, and environmental & analysis, and we see a lot of growth potential in the company. Whilst Schroders is a leading asset manager with a strong brand and reputation in Europe and Asia with significant growth potential in the US with attractive valuations.

In February, we sold Pearson as valuations moved higher and initiated a position in Intertek. Intertek is a leading international testing, inspection and certification organisation, which assesses customers' products, commodities and systems against a range of safety, regulatory, quality and performance standards. Intertek combines sustainable growth, high returns, low leverage, low volatility (ex-global pandemics) and has strong market positions.

#### Fund Selection

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - UK Income Focus Fund

#### Market Commentary

Following the fall in risk assets in Q1 2020, equities and credit markets rebounded sharply in Q2 and ended the first half of the year with positive momentum. While concerns around the economic impact of the COVID-19 pandemic remained, markets were buoyed by the unprecedented levels of liquidity provided by the world's central banks and emergency government stimulus measures to help ward off a further downturn. Cyclical and value stocks lagged during the Q2 rally, while growth stocks, in particular technology companies, were the main driver of the recovery in stock markets. In fixed income, credit spreads continued to narrow in investment grade (IG), high yield (HY) and emerging market (EM) debt, largely driven by the US Fed intervention.

Since the peak of the COVID-19 pandemic, the market narrative has been dominated by the transition to a 'new normal', driven by the forces of technological disruption, deficit spending and further central bank action. With these drivers still very much in force, equity markets continued to trend higher during the third quarter. Performance in equities continued to be led by the US, as large-cap technology and growth stocks helped the S&P 500 reach all-time highs. Conversely, European markets ended the quarter barely in positive territory as rising infection rates unnerved investors. The UK remained one of the worst performing equity markets, largely due to its large value bias but this dynamic changed in Q3 2020 as a cyclical rotation took place as the market began to price in the prospects of economies reopening.

The first quarter of 2021 was dominated by rising bond yields and a value-led equity market rally. The two key drivers of this performance were the Democrat victory in Georgia at the start of the year, paving the way for massive further US fiscal stimulus, and the success of the vaccine rollout in the US and UK. It is now just over a year since equity markets bottomed with numerous global equity indexes now pushing through all-time highs. The 10-year US Treasury yield ended the 12 month period at 1.75%: the rise in bond yields has been closely correlated with significant outperformance for financials and value stocks.

The common theme driving all these moves has been rising optimism about the outlook for global growth. Assuming vaccines are effective at preventing hospitalisation against all variants of the virus, we expect growth to continue to rebound as restrictions are eased. Against that backdrop, we remain positive on the outlook for equities relative to bonds, with a preference for U.S and emerging market equities.

#### Fund Performance

The total return of the TM UBS (UK) - UK Income Focus fund (Class C Accumulation shares) over the 12 month period was +21.3%, outperforming the composite benchmark which was +17% however the broader peer group, IA Mixed Investment 40-85% Shares, which was up +26.8%.

The contribution from tactical asset allocation over the period was positive driven by the underweight to high grade bonds and overweight to corporate bonds, emerging market debt and US and global equities.

The contribution from security selection was also positive over the period. However, within UK equities the contribution from sector allocation was negative primarily driven by underperformance as value stocks struggled to perform to the same extent as growth. Sector allocation benefitted from the overweight to financials and small caps and underweight to health care and oil & gas. However, this was outweighed by the underweight to basic materials and industrials.

The funds we own delivered strong performance over the period. Morgan Stanley US Advantage 'ZX' Inc USD performed very well driven largely by an overweight in technology. Overall, the funds we own are outperforming the benchmark on aggregate over the longer term.

#### Major Sales/Purchases

In April, we reduced our US TIPS position as we do not view inflation as being a major driver to performance in the medium term, re-investing the proceeds into corporate bonds. We also made some changes to the corporate bond funds selling Eastspring and Pimco and initiating a position in the Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc. In August, we closed our overweight to US high yield and reallocated risk to emerging market debt through Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc and Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc. We then closed our overweight to emerging market debt in February as spreads tightened and reduced our overweight to corporate bonds in March. We continue to hold an underweight position to high grade bonds and an overweight to high yield bonds.



# TM UBS (UK) Fund

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## Report of the Investment Manager

*for the year ended 31st March 2021 (continued)*

### Investment Report - TM UBS (UK) - UK Income Focus Fund *(continued)*

#### Major Sales/Purchases *(continued)*

In equities in May, we took a small overweight position in US equities through buying the iShares Core S&P 500 UCITS ETF USD Acc which we later took profit on in August as US equities had enjoyed a good run driven by the large US technology names. In June, we went overweight global equities through the UBS MSCI ACWI SF UCITS ETF USD 'A' INC. There were some changes to our US and European funds in October. In the US, we sold Old Mutual and reduced the position in the UBS S&P 500 Index 'J' Inc to fund purchases of Artemis US Select 'I' Inc GBP and Brown Advisory US Sustainable Growth 'SI' GBP. In Europe, JO Hambro continental European was replaced by GAM Star Continental European Equity Institutional Inc. In January this year, we went overweight emerging market equities and this was followed by initiating an overweight to the Global Energy sector in March.

Within UK equities, in July we sold out of Unilever as UBS IB moved the company to a sell recommendation based on short term trading expectations and applied an elevated discount rate.

At the same time, we initiated positions in 3i Group, Halma and Schroders. 3i is an international private equity investor who also specialise in infrastructure and debt management. Halma is a diverse group operating in four sectors: process safety, infrastructure safety, medical, and environmental & analysis, and we see a lot of growth potential in the company. Whilst Schroders is a leading asset manager with a strong brand and reputation in Europe and Asia with significant growth potential in the US with attractive valuations.

In February, we sold Pearson as valuations moved higher and initiated a position in Intertek. Intertek is a leading international testing, inspection and certification organisation, which assesses customers' products, commodities and systems against a range of safety, regulatory, quality and performance standards. Intertek combines sustainable growth, high returns, low leverage, low volatility (ex-global pandemics) and has strong market positions.

#### Fund Selection

Our security selection process is designed to be scalable, consistent, and risk controlled. We operate a modular concept, whereby we manage a portfolio for each sub-asset class, which we refer to as a module. Modules are therefore the building blocks for every portfolio. Our approach to investing via funds is based on managing the sum of the parts in order to arrive at a desired exposure at the module level. We are therefore interested in the interaction of different but complementary fund styles and exposures as opposed to picking funds in isolation. We believe this approach of maximising diversification benefit results in a more efficient portfolio with better risk-adjusted returns.

No underlying collective investments contain a potential significant risk to the fund.

UBS AG, London Branch  
Investment Manager  
18th May 2021

# TM UBS (UK) Fund

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## **Constitution**

The TM UBS (UK) Fund (the “Company”) is an open-ended investment company with variable capital incorporated in England and Wales under registered number IC000294 and is authorised by the FCA with effect from 9th January 2004. The Company has been certified under the UCITS directive. The head office of the Company is at Exchange Building, St John’s Street, Chichester, West Sussex, PO19 1UP and this is also the address for service of notices or other documents required or authorised to be served on it.

The shareholders of the Company are not liable for the debts of the Company.

Currently, the Company has nine sub-funds as provided on page 7.

Sub-funds established by the Company are segregated portfolios of assets, and accordingly, the assets of a sub-fund belong exclusively to that sub-fund, and shall not be used to discharge directly or indirectly the liabilities of, or claims against, any other person or body, including the Company or any other sub-fund, and shall not be available for any such purpose.

The base currency of the Company and each sub-fund is Pounds Sterling.

## **Sub-fund Cross-Holdings**

No sub-fund held shares in any other sub-fund within the Company during the current or prior year.

## **Regulatory Disclosure**

This document has been issued by Thesis Unit Trust Management Limited (authorised and regulated by the Financial Conduct Authority).

Past performance is not necessarily a guide to future performance. The value of shares can go down as well as up and is not guaranteed. Changes in rates of exchange may also cause the value of shares to fluctuate. Any references in this report to other investments held within this Company should not be read as a recommendation to the investor to buy and sell the same, but are included as illustration only.

# TM UBS (UK) Fund

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## Remuneration Disclosures *(unaudited)*

The provisions of the UCITS V Directive took effect on 18th March 2016. That legislation requires the Thesis Unit Trust Management Limited (the “ACD”), to establish and maintain remuneration policies for its staff which are consistent with and promote sound and effective risk management and do not encourage risk taking that is inconsistent with the risk profile and the rules of the Company nor impair compliance with the ACD’s duty to act in the best interest of the Company.

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

Arrangements for variable remuneration within the group are calculated primarily by reference to the performance of each individual and the profitability of the relevant business unit. The performance of individuals working on the business of the ACD is assessed primarily by reference to non-financial criteria, especially the effectiveness of their oversight monitoring of delegates appointed to perform investment advisory or fund administration services for the Company.

Within the group, all staff are employed by the parent company with none employed directly by the ACD. A number of staff are considered, however, to devote the whole of their time to the business of the ACD and its subsidiary, TUTMAN LLP, which also acts as an Authorised Fund Manager. The costs of a number of other individuals are allocated between the entities within the group based on the expected amount of time devoted to each.

The total remuneration of those individuals considered to comprise the entire staff of the ACD and its subsidiary, including those whose time is allocated between group entities, for the financial year ended 30th April 2020, is analysed below:

	£
Fixed Remuneration	856,753
Variable Remuneration	86,788
<b>Total</b>	<b>943,541</b>
Headcount (FTE)	16

The staff members included in the above analysis support the entirety of the funds managed by the ACD. A breakdown of these figures in relation to each fund managed by the ACD does not exist.

Management have carried out a review of the general principles within the remuneration policy and the implementation of the remuneration policy during the year and following this review, no changes have been considered necessary.

## Certification of Annual Report & Accounts by Directors

In accordance with the requirements of the Open-Ended Investment Companies Regulations 2001 (the “OEIC Regulations”) and the Collective Investment Schemes sourcebook (“COLL Rules”), we hereby certify this Annual Report & Accounts on behalf of the ACD, Thesis Unit Trust Management Limited.

D.W. TYERMAN                      Director

S. E. NOONE                        Director

27th July 2021



# TM UBS (UK) Fund

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## **Responsibilities of the Authorised Corporate Director**

The Open-Ended Investment Companies Regulations 2001 (the "OEIC Regulations") and the Collective Investment Schemes sourcebook ("COLL Rules") published by the FCA requires the ACD to prepare financial statements for each annual accounting period which give a true and fair view of the financial position of the Company and of the net revenue/expense and net capital gains/losses on the property of the Company for the year.

In preparing the financial statements, the ACD is responsible for:

- selecting suitable accounting policies and then applying them consistently;
- making judgements and estimates that are reasonable and prudent;
- following UK accounting standards, including FRS 102 The Financial Reporting Standard Applicable in the UK and Republic of Ireland and the Statement of Recommended Practice for UK Authorised Funds issued by the Investment Management Association (now known as The Investment Association) in May 2014 and amended in June 2017;
- keeping proper accounting records which enable it to demonstrate that the financial statements as prepared comply with the above requirements;
- assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern;
- using the going concern basis of accounting unless they either intend to liquidate the Company or to cease operations, or have no realistic alternative but to do so;
- such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error; and
- taking reasonable steps for the prevention and detection of fraud and irregularities.

The ACD is responsible for the management of the Company in accordance with its Instrument of Incorporation, the Prospectus and the COLL Rules.

Thesis Unit Trust Management Limited  
Authorised Corporate Director  
West Sussex  
27th July 2021

# TM UBS (UK) Fund

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## **Statement of the Depositary's Responsibilities and Report of the Depositary to the Shareholders of TM UBS (UK) Fund (the "Company") for the Year Ended 31st March 2021**

The Depositary must ensure that the Company is managed in accordance with the Financial Conduct Authority's Collective Investment Schemes Sourcebook, the Open-Ended Investment Companies Regulations 2001 (SI 2001/1228) (the "OEIC Regulations"), as amended, the Financial Services and Markets Act 2000, as amended, (together the "Regulations"), the Company's Instrument of Incorporation and Prospectus (together the "Scheme documents") as detailed below.

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

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

The Depositary must ensure that:

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

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

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

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

NatWest Trustee and Depositary Services Limited  
Edinburgh  
27th July 2021

# TM UBS (UK) Fund

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## Independent auditors' report to the Shareholders of TM UBS (UK) Fund

### Report on the audit of the financial statements

#### Opinion

In our opinion, the financial statements of TM UBS (UK) Fund (the "Company"):

- give a true and fair view of the financial position of the Company and each of the sub-funds as at 31st March 2021 and of the net revenue and the net capital gains on the scheme property of the Company and each of the sub-funds for the year then ended; and
- have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards, comprising FRS 102 "The Financial Reporting Standard applicable in the UK and Republic of Ireland", and applicable law), the Statement of Recommended Practice for UK Authorised Funds, the Collective Investment Schemes sourcebook and the Instrument of Incorporation.

TM UBS (UK) Fund is an Open Ended Investment Company ('OEIC') with nine sub-funds. The financial statements of the Company comprise the financial statements of each of the sub-funds. We have audited the financial statements, included within the Annual Report & Accounts (the "Annual Report"), which comprise: the Balance Sheets as at 31st March 2021; the Statements of Total Return and the Statements of Change in Net Assets Attributable to Shareholders for the year then ended; the Distribution Tables; the Statement of Accounting Policies, Distribution Policies and Risk Management Policies; and the Notes to the Financial Statements.

#### Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) ("ISAs (UK)") and applicable law. Our responsibilities under ISAs (UK) are further described in the Auditors' responsibilities for the audit of the financial statements section of our report. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### Independence

We remained independent of the Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, which includes the FRC's Ethical Standard, and we have fulfilled our other ethical responsibilities in accordance with these requirements.

#### Conclusions relating to going concern

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Company's or any sub-funds' ability to continue as a going concern for a period of at least twelve months from the date on which the financial statements are authorised for issue.

In auditing the financial statements, we have concluded that the Authorised Corporate Director's use of the going concern basis of accounting in the preparation of the financial statements is appropriate.

However, because not all future events or conditions can be predicted, this conclusion is not a guarantee as to the Company's or any sub-funds' ability to continue as a going concern.

Our responsibilities and the responsibilities of the Authorised Corporate Director with respect to going concern are described in the relevant sections of this report.

#### Reporting on other information

The other information comprises all of the information in the Annual Report other than the financial statements and our auditors' report thereon. The Authorised Corporate Director is responsible for the other information. Our opinion on the financial statements does not cover the other information and, accordingly, we do not express an audit opinion or, except to the extent otherwise explicitly stated in this report, any form of assurance thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If we identify an apparent material inconsistency or material misstatement, we are required to perform procedures to conclude whether there is a material misstatement of the financial statements or a material misstatement of the other information. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report based on these responsibilities.

# TM UBS (UK) Fund

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## Independent auditors' report to the Shareholders of TM UBS (UK) Fund (continued)

### *Authorised Corporate Director's Report*

In our opinion, the information given in the Authorised Corporate Director's Report for the financial year for which the financial statements are prepared is consistent with the financial statements.

### **Responsibilities for the financial statements and the audit**

#### *Responsibilities of the Authorised Corporate Director for the financial statements*

As explained more fully in the Responsibilities of the Authorised Corporate Director, the Authorised Corporate Director is responsible for the preparation of the financial statements in accordance with the applicable framework and for being satisfied that they give a true and fair view. The Authorised Corporate Director is also responsible for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Authorised Corporate Director is responsible for assessing the Company's and each of the sub-fund's ability to continue as a going concern, disclosing as applicable, matters related to going concern and using the going concern basis of accounting unless the Authorised Corporate Director either intends to wind up or terminate the Company or individual sub-fund, or has no realistic alternative but to do so.

#### *Auditors' responsibilities for the audit of the financial statements*

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

Irregularities, including fraud, are instances of non-compliance with laws and regulations. We design procedures in line with our responsibilities, outlined above, to detect material misstatements in respect of irregularities, including fraud. The extent to which our procedures are capable of detecting irregularities, including fraud, is detailed below.

Based on our understanding of the Company/industry, we identified that the principal risks of non-compliance with laws and regulations related to breaches of the Collective Investment Schemes sourcebook, and we considered the extent to which non-compliance might have a material effect on the financial statements, in particular those parts of the sourcebook which may directly impact on the determination of amounts and disclosures in the financial statements. We evaluated management's incentives and opportunities for fraudulent manipulation of the financial statements (including the risk of override of controls), and determined that the principal risks were related to posting inappropriate journal entries to increase revenue or to increase the net asset value of the Company or the sub-funds. Audit procedures performed included:

- Discussions with the Authorised Corporate Director, including consideration of known or suspected instances of non-compliance with laws and regulation and fraud;
- Reviewing relevant meeting minutes, including those of the Authorised Corporate Director's board of directors;
- Identifying and testing journal entries, specifically any journals posted as part of the financial year end close process; and
- Designing audit procedures to incorporate unpredictability around the nature, timing or extent of our testing.

There are inherent limitations in the audit procedures described above. We are less likely to become aware of instances of non-compliance with laws and regulations that are not closely related to events and transactions reflected in the financial statements. Also, the risk of not detecting a material misstatement due to fraud is higher than the risk of not detecting one resulting from error, as fraud may involve deliberate concealment by, for example, forgery or intentional misrepresentations, or through collusion.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: [www.frc.org.uk/auditorsresponsibilities](http://www.frc.org.uk/auditorsresponsibilities). This description forms part of our auditors' report.

# TM UBS (UK) Fund

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## **Independent auditors' report to the Shareholders of TM UBS (UK) Fund (continued)**

### *Use of this report*

This report, including the opinions, has been prepared for and only for the Company's shareholders as a body in accordance with paragraph 4.5.12 of the Collective Investment Schemes sourcebook as required by paragraph 67(2) of the Open-Ended Investment Companies Regulations 2001 and for no other purpose. We do not, in giving these opinions, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

### **Other required reporting**

#### **Opinion on matter required by the Collective Investment Schemes sourcebook**

In our opinion, we have obtained all the information and explanations we consider necessary for the purposes of the audit.

#### **Collective Investment Schemes sourcebook exception reporting**

Under the Collective Investment Schemes sourcebook we are also required to report to you if, in our opinion:

- proper accounting records have not been kept; or
- the financial statements are not in agreement with the accounting records.

We have no exceptions to report arising from this responsibility.

PricewaterhouseCoopers LLP  
Chartered Accountants and Statutory Auditors  
Edinburgh  
27th July 2021

# TM UBS (UK) Fund

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## TM UBS (UK) Fund

### Statement of Accounting Policies, Distribution Policies and Risk Management Policies for the year ended 31st March 2021

#### 1. Statement of Compliance

The financial statements have been prepared in accordance with the United Kingdom Generally Accepted Accounting Practice (UK GAAP), as defined within the UK Financial Reporting Standard (FRS 102) and the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' (the "SORP"), issued by the Investment Management Association (now known as the Investment Association) in May 2014 and amended in June 2017.

#### 2. Summary of Significant Accounting Policies

##### a) Basis of Preparation

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

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

##### b) Functional and Presentation Currency

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

##### c) Valuation of Investments

Quoted investments are valued at bid-market value as at 12 noon on the last working day of the accounting year, net of any accrued interest which is included in the balance sheet as accrued revenue. Where values cannot be readily determined, the securities are valued at the ACD's best assessment of their fair value. Purchases and sales are recognised when a legally binding and unconditional right to obtain, or an obligation to deliver, an asset or liability arises.

In the prior year, as a result of market movements between 12 midday and close of business, the ACD chose to disclose the following sub-funds at close of business bid-market values: TM UBS (UK) - Global Balanced Fund, TM UBS (UK) - Global Equity Fund, TM UBS (UK) - Global Growth Fund, TM UBS (UK) - UK Equity Fund, TM UBS (UK) - UK Growth Fund and TM UBS (UK) - UK Income Focus Fund. As a result of market movements between 12 midday and close of business, the ACD has chosen to disclose the following sub-funds at close of business bid-market values: TM UBS (UK) - Global Balanced Fund, TM UBS (UK) - Global Equity Fund, TM UBS (UK) - Global Growth Fund, TM UBS (UK) - UK Equity Fund, TM UBS (UK) - UK Growth Fund and TM UBS (UK) - UK Income Focus Fund.

Collective investment schemes operated by the ACD are valued at their cancellation price for dual priced funds and their single price for single priced funds. Other Collective Investment Schemes are valued at their bid price for dual priced funds and their single price for single priced funds. Where a substantial proportion of the Company's assets are invested in other collective investment schemes, the maximum level of management fees that may be charged to the Company and to the other collective investment schemes in which it invests should not exceed 2.5% per annum plus VAT if applicable. However, it is expected that the actual annual management fee will not exceed 2%.

All realised and unrealised gains and losses on investments are recognised as net capital gains/(losses) in the Statement of Total Return. Unrealised gains and losses comprise changes in the fair value of investments for the year and from reversal of prior year's unrealised gains and losses for investments which were realised in the accounting year. Realised gains and losses represent the difference between an instrument's initial carrying amount and disposal amount.

##### d) Foreign Exchange

Transactions in foreign currencies are translated at the rate of exchange ruling on the date of the transaction. Where applicable, assets and liabilities denominated in foreign currencies are translated into Sterling at the rates of exchange ruling as at 12 noon on the last working day of the accounting year.

##### e) Revenue

Revenue from quoted equity and non-equity shares is recognised when the security is quoted ex-dividend as a gross amount of any withholding taxes but excludes any other taxes such as attributable tax credits. Bank interest and other revenue are recognised on an accruals basis.

Distributions from collective investment schemes are recognised when the security is quoted ex-dividend. Management fee rebates from underlying collective investment schemes are accounted for on an accruals basis. Management fee rebates, where applicable, are included in revenue or net capital gains dependent upon the original treatment of management fees in the underlying collective investment scheme.

# TM UBS (UK) Fund

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## TM UBS (UK) Fund

### Statement of Accounting Policies, Distribution Policies and Risk Management Policies for the year ended 31st March 2021 (continued)

#### 2. Summary of Significant Accounting Policies (continued)

##### e) Revenue (continued)

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

Special dividends are reviewed on a case by case basis in determining whether the amount is revenue or capital in nature. Where there is evidence to treat all or some of such receipts as revenue, such amounts are recognised as dividend revenue of the sub-fund. Any tax treatment would follow the accounting treatment of the principal amount.

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

##### f) Expenses

For accounting purposes, all expenses (other than those relating to the purchase and sale of investments) are charged against revenue for the year on an accruals basis except for TM UBS (UK) - UK Income Focus Fund and the TM UBS (UK) - Global Yield Fund, where all expenses are attributed to capital.

The ACD's periodic charge rebates is at the ACD's discretion and is recognised upon the ACD's confirmation that the rebate will be paid to the sub-funds impacted.

##### g) Taxation

Corporation tax is provided at the rate of 20% of taxable revenue after the deduction of allowable expenses. Deferred tax is recognised in respect of all timing differences that have originated but not reversed at the balance sheet date where transactions or events have occurred at that date that will result in an obligation to pay less or receive more tax. Deferred tax assets are recognised only to the extent that the ACD considers that it will be more likely than not that there will be taxable profits from which underlying timing differences can be deducted.

#### 3. Distribution Policies

##### a) Basis of Distribution

The Company will allocate any surplus net revenue as a dividend distribution. Distributions of income are paid on or before the annual income allocation date of 31st May and on or before the interim allocation date of 30th November in each year, for each sub-fund except for the TM UBS (UK) - UK Income Focus Fund which has additional income allocation dates on 31st August and the last day of February, in each year.

For distribution purposes, all the expenses are borne by the income account of the Company except for TM UBS (UK) - Global Yield Fund and TM UBS (UK) - UK Income Focus Fund, which transfer all expenses to capital. Where expenses are transferred to capital for distribution purposes, this will increase the amount of revenue for distribution. This will, however, erode capital and may constrain capital growth.

##### b) Distribution from Collective Investment Schemes

The distributions received from investments in collective investment schemes may include an element of equalisation which represents the average amount of revenue included in the price paid for shares. The equalisation is treated as a return of capital for taxation purposes and does not carry a tax credit.

##### c) Equalisation

Equalisation received from the underlying investments has been treated as a reduction in the book cost of the investments and not distributed.

##### d) Unclaimed distributions

All distributions unclaimed for a period of six years after having become due for payment shall be forfeited and shall revert to the capital of the Company in accordance with COLL.



# TM UBS (UK) Fund

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## TM UBS (UK) Fund

### Statement of Accounting Policies, Distribution Policies and Risk Management Policies for the year ended 31st March 2021 (continued)

#### 4. Risk Management Policies

##### *Market price risk*

Market risk is the risk that the fair value or future cash flows from financial instruments will fluctuate due to changes in market variables such as interest rates, foreign exchange rates or underlying investment prices. The Company can be exposed to market risk by virtue of its investment into equities and other financial instruments. The Company may also from time to time utilise derivatives for efficient portfolio management and for hedging purposes. These instruments may be volatile, involve certain special risks and can expose investors to a risk of loss. When used for hedging purposes there may be an imperfect correlation between these instruments and the investment or market sectors being hedged, although this basis of risk will be monitored and any material breakdown in correlation can generally be corrected by delta hedging the position or liquidation.

Market price risk is managed through active portfolio management.

##### *Foreign currency risk*

Foreign currency risk is the risk that the value of the Company's investment holdings will fluctuate as a result of changes in foreign currency exchange rates.

A proportion of the Company's investment portfolio is invested in overseas securities and collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet, can be affected by movements in foreign exchange rates. At times, the Investment Manager seek to manage exposure to currency movements by using forward exchange contracts or by hedging the Sterling value of investments that are priced in other currencies.

##### *Interest rate risk*

Interest rate risk is the risk that the value of the Company's investment holdings will fluctuate as a result of changes in interest rates.

The Company may invest in fixed rate securities. The revenue of the Company may be affected by changes to interest rates relevant to particular securities or as a result of the Investment Manager being unable to secure similar returns on the expiry of contracts or sale of securities. The value of fixed rate securities may be affected by interest rate movements or the expectation of such movements in the future. The sub-funds are not invested in fixed rate securities as at 31st March 2021. Interest receivable on bank deposits or payable on bank overdraft positions will be affected by fluctuations in interest rates.

The Company invests in collective investment schemes which do not pay interest. However, some of the underlying collective investment scheme investments may be directly or indirectly exposed to interest rate risk.

In general, if interest rates rise, the income potential of the Company also rises but the value of fixed rate securities will decline (along with certain expenses calculated by reference to the assets of the Company). A decline in interest rates will in general have the opposite effect.

Due to the nature of the investments held, the risk to the Company is insignificant and is therefore not actively managed.

##### *Liquidity risk*

Liquidity risk is the risk that the Company is unable to meet its obligations as they fall due. The main liability of the Company is the redemption of any shares that investors wish to sell.

##### *Credit risk*

Credit risk is the risk that an issuer or counterparty will be unable to meet a commitment that it has entered into with the Company. To the extent that a counterparty defaults on its obligation and the Company is delayed or prevented from exercising its rights with respect to the investments in its portfolio, it may experience a decline in the value of its position, lose income and incur costs associated with asserting its rights. The Company's maximum exposure to credit risk (not taking account of the value of any collateral or other securities held) in the event that counterparties fail to perform their obligations as of 31st March 2021 in relation to each class of recognised financial assets including derivatives, is the carrying amount of those assets in the balance sheet.

##### **Exposure**

Exposure to market risk is calculated using the "commitment approach" methodology. In relation to Position Risk (concentration), this approach involves converting derivative positions into the equivalent positions of the underlying assets. The commitment approach is a simplistic way of identifying the level of exposure that a Company has through derivatives to the underlying equities, bonds, commodities, currencies etc. However, it does have its limitations and therefore is only used as long as the use of derivatives by the Company is "non-sophisticated".



# TM UBS (UK) Fund

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## TM UBS (UK) Fund

### Statement of Accounting Policies, Distribution Policies and Risk Management Policies for the year ended 31st March 2021 (continued)

#### 4. Risk Management Policies (continued)

##### Objectives, policies and processes for managing risks

The risks identified above are subject to management and monitoring through the ACD's Risk Management Programme. The principal objectives of the programme are:

- To ensure that all risks are identified and monitored, and that preventive or mitigating actions are implemented
- To assess, review and challenge current and emerging risks
- To minimise the risk of loss to investors
- To administer the sub-fund in a manner which complies with COLL and the SORP

The ACD has built a Funds Oversight Programme which comprises a range of rolling independent checks including the specific use of derivatives. The results of the programme are reported to the Investment Committee with escalation through to the Operating Committee and the ACD Board. Results of the Funds Oversight Programme are made available to the Depositary as part of their audit programme on the ACD and are also collated into a pack for review and analysis by the Investment Committee on a monthly basis.

There have not been any changes from the prior year.

##### Methods used to measure risks

###### *Market price risk*

The following checks are also performed as part of the Funds Oversight Programme on a daily basis as follows: limit breaches or positions approaching limits; leverage; eligibility; global exposure; counterparty exposure; collateral cover; OTC pricing check; fair value pricing.

###### *Liquidity risk*

Liquidity risk is controlled through monitoring the liquidity of all instruments used in the context of the investment objectives and liquidity requirements of the Company. Cash positions are monitored and reported to ensure the Company has sufficient capacity to meet obligations arising from investment in financial derivative positions.

Procedures are in place to review the Company's weightings to ensure liquidity requirements will be met in the event of extreme market movements to meet the obligation at expiry/ maturity. The process involves at least daily assessment of any impending cash liability to ensure sufficient cash can be raised to cover such liability when it falls due.

The Company's liquidity is also monitored through a daily check, which assesses the Company's ability to liquidate the portfolio within one working day. Any portfolio that has less than 60% liquidity is marked as a higher risk, and details are reported to the Fund Risk committee, and are then monitored for significant changes either to the sub-fund's makeup, and/or shares being traded in the sub-fund. This liquidity check is stress tested on assumptions of reduced market liquidity. The full process for this check is documented and is available upon request.

###### *Credit risk*

In order to manage credit risk, the ACD undertakes a cash management check on the Company, testing for any negative balances and balances in excess of £1m. Any balances highlighted are discussed with the Investment Manager to ensure that the Company does not take on any unnecessary counterparty risk with the relevant bank and that the strategy is being adhered to.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 98.01% (97.65%)</b>		
<b>Ireland 40.05% (42.29%)</b>		
1,952,410 Brown Advisory US Sustainable Growth 'SI' GBP	24,248,932	1.72
819,554 DCI Investment Grade Corporate Bond 'D' Inc	91,986,741	6.50
13,051,933 Federated Hermes Global Emerging Markets 'J' GBP Inc	23,075,817	1.63
363,660 Findlay Park American USD Inc	43,647,650	3.09
896,906 GAM Star Continental European Equity Institutional Inc	23,981,473	1.70
4,967,291 iShares Core Euro Corporate Bond UCITS ETF Hedged Inc	26,654,483	1.89
165,166 iShares Core S&P 500 UCITS ETF USD Acc	48,282,977	3.41
2,096,812 iShares Core UK Gilts UCITS ETF GBP Inc	28,736,808	2.03
425,861 iShares FTSE 250 UCITS ETF GBP Inc	8,681,176	0.61
867,911 iShares MSCI Europe ex-UK UCITS ETF EUR Inc	27,460,704	1.94
2,213,424 iShares MSCI Japan UCITS ETF USD Inc	27,734,203	1.96
216,370 iShares UK Gilts 0-5 year UCITS ETF GBP Inc	28,857,267	2.04
43,178,704 UBS Ireland Select Money Market Premier Inc <sup>1</sup>	43,178,704	3.05
382,461 UBS MSCI ACWI SF UCITS ETF USD 'A' Inc <sup>1</sup>	35,350,685	2.50
999,656 Vanguard FTSE 100 UCITS ETF	29,579,821	2.09
267,805 Vanguard US Treasury Inflation-Protected Securities Index Inc	27,094,284	1.92
1,426,203 Xtrackers MSCI World Energy UCITS ETF	27,873,334	1.97
	<b>566,425,059</b>	<b>40.05</b>
<b>Luxembourg 33.22% (34.38%)</b>		
92,520 Ashmore SICAV Emerging Markets Corporate Debt 'Z' Inc	8,610,836	0.61
145,662 AXA World US High Yield Bonds 'I' GBP Hedged Inc	14,895,398	1.05
911,873 Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc <sup>1</sup>	92,099,173	6.51
190,176 Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc	19,791,653	1.40
2,369,320 Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc	20,755,240	1.47
4,820,677 Goldman Sachs Global High Yield 'IS' GBP Hedged Inc	42,229,135	2.99
201,598 JPMorgan Emerging Markets Corporate 'I2' GBP Hedged Inc	19,897,723	1.41
1,103,936 Morgan Stanley Euro Corporate Bond 'ZHX' Inc GBP	28,304,919	2.00
224,753 Morgan Stanley US Advantage 'ZX' Inc USD	25,079,780	1.77
968,118 Ninety One Global Strategy Fund - Emerging Markets Equity 'JX' Inc GBP	32,209,286	2.28
2,946,114 Nordea Investment European High Yield Bond 'HAI' GBP Inc	28,783,534	2.03
2,686,544 Schroder ISF EURO Corporate Bond 'C' GBP Hedged Inc	42,225,218	2.98
135,534 UBAM Global High Yield Solution 'IH' Inc	14,399,132	1.02
808,087 UBS Barclays US Liquid Corporates UCITS ETF 'A' GBP Hedged Inc <sup>1</sup>	13,680,913	0.97
438,404 UBS MSCI Emerging Markets UCITS ETF 'A' Inc <sup>1</sup>	41,538,779	2.94
1,547,038 UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc <sup>1</sup>	25,324,124	1.79
	<b>469,824,843</b>	<b>33.22</b>
<b>United Kingdom 24.74% (20.98%)</b>		
61,840,999 Artemis Income 'E' Inc	60,839,175	4.30
10,399,331 Artemis US Select 'I' Inc GBP	26,072,163	1.84

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings		Market value £	Percentage of total net assets %
<b>United Kingdom (continued)</b>			
13,950,900	BlackRock European Dynamic 'D' Inc	33,691,423	2.38
48,009,678	J O Hambro UK Equity Income 'Y' GBP Acc	75,231,165	5.32
7,508,767	Liontrust Special Situations 'I' Inc	35,005,870	2.47
60,964,303	Threadneedle UK 'L' Inc GBP	72,102,481	5.10
199,891	UBS S&P 500 Index 'J' Inc <sup>1</sup>	47,042,928	3.33
		<b>349,985,205</b>	<b>24.74</b>
<b>Net investments 98.01% (97.65%)</b>		<b>1,386,235,107</b>	<b>98.01</b>
Net other assets		28,163,301	1.99
<b>Total net assets</b>		<b>1,414,398,408</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.

# TM UBS (UK) Fund

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## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information

The Comparative Tables on pages 44 to 49 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class B Income*

	<i>31/03/2021</i> <i>(pence per share)</i>	<i>31/03/2020</i> <i>(pence per share)</i>	<i>31/03/2019</i> <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	130.28	142.83	140.17
Return before operating charges*	31.04	(8.18)	6.96
Operating charges	(2.64)	(2.63)	(2.55)
Return after operating charges*	28.40	(10.81)	4.41
Distributions on income shares	(1.45)	(1.74)	(1.75)
Closing net asset value per share	157.23	130.28	142.83
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.01
<b>Performance</b>			
Return after charges	21.80%	(7.57)%	3.15%
<b>Other Information</b>			
Closing net asset value (£'000)	83	137	150
Closing number of shares	52,500	105,000	105,000
Operating charges <sup>2</sup>	1.78%	1.77%	1.79%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	159.80	155.00	147.70
Lowest share price	128.10	125.00	135.10

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.49% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class B Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	142.73	154.74	150.06
Return before operating charges*	34.07	(9.18)	7.42
Operating charges	(2.91)	(2.83)	(2.74)
Return after operating charges*	31.16	(12.01)	4.68
Distributions	(1.62)	(1.93)	(2.01)
Retained distributions on accumulation shares	1.62	1.93	2.01
Closing net asset value per share	173.89	142.73	154.74
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.01
<b>Performance</b>			
Return after charges	21.83%	(7.76)%	3.12%
<b>Other Information</b>			
Closing net asset value (£'000)	44	36	166
Closing number of shares	25,414	25,414	107,310
Operating charges <sup>2</sup>	1.78%	1.77%	1.79%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	175.90	168.30	158.00
Lowest share price	140.40	135.60	145.10

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.49% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	129.80	142.32	139.67
Return before operating charges*	30.83	(8.24)	6.88
Operating charges	(2.27)	(2.25)	(2.19)
Return after operating charges*	28.56	(10.49)	4.69
Distributions on income shares	(1.76)	(2.03)	(2.04)
Closing net asset value per share	156.60	129.80	142.32
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.01
<b>Performance</b>			
Return after charges	22.00%	(7.37)%	3.36%
<b>Other Information</b>			
Closing net asset value (£'000)	46,686	34,057	36,975
Closing number of shares	29,811,914	26,237,113	25,980,527
Operating charges <sup>2</sup>	1.53%	1.52%	1.54%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	159.30	154.60	147.30
Lowest share price	127.60	124.60	134.60

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.49% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.



# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	146.09	157.81	152.71
Return before operating charges*	34.80	(9.22)	7.50
Operating charges	(2.56)	(2.50)	(2.40)
Return after operating charges*	32.24	(11.72)	5.10
Distributions	(1.99)	(2.26)	(2.24)
Retained distributions on accumulation shares	1.99	2.26	2.24
Closing net asset value per share	178.33	146.09	157.81
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.02
<b>Performance</b>			
Return after charges	22.07%	(7.43)%	3.34%
<b>Other Information</b>			
Closing net asset value (£'000)	320,529	285,094	387,833
Closing number of shares	179,740,006	195,150,757	245,754,534
Operating charges <sup>2</sup>	1.53%	1.52%	1.54%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	180.40	172.20	161.10
Lowest share price	143.70	138.80	147.90

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.49% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	109.97	120.57	118.31
Return before operating charges*	26.10	(7.04)	5.78
Operating charges	(1.62)	(1.59)	(1.55)
Return after operating charges*	24.48	(8.63)	4.23
Distributions on income shares	(1.75)	(1.97)	(1.97)
Closing net asset value per share	132.70	109.97	120.57
 *After direct transaction costs of <sup>1</sup> :	 0.01	 0.04	 0.01

#### Performance

Return after charges	22.26%	(7.16)%	3.58%
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#### Other Information

Closing net asset value (£'000)	138,531	86,976	82,315
Closing number of shares	104,392,769	79,089,333	68,270,355
Operating charges <sup>2</sup>	1.28%	1.27%	1.29%
Direct transaction costs	0.01%	0.03%	0.01%

#### Prices

Highest share price	135.10	131.00	124.90
Lowest share price	108.20	105.70	114.10

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.49% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	121.02	130.46	125.98
Return before operating charges*	28.79	(7.71)	6.14
Operating charges	(1.78)	(1.73)	(1.66)
Return after operating charges*	27.01	(9.44)	4.48
Distributions	(1.93)	(2.14)	(2.10)
Retained distributions on accumulation shares	1.93	2.14	2.10
Closing net asset value per share	148.03	121.02	130.46
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.01
<b>Performance</b>			
Return after charges	22.32%	(7.24)%	3.56%
<b>Other Information</b>			
Closing net asset value (£'000)	908,525	763,981	809,932
Closing number of shares	613,755,107	631,286,772	620,812,928
Operating charges <sup>2</sup>	1.28%	1.27%	1.29%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	149.70	142.60	133.00
Lowest share price	119.10	115.00	122.20

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.49% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

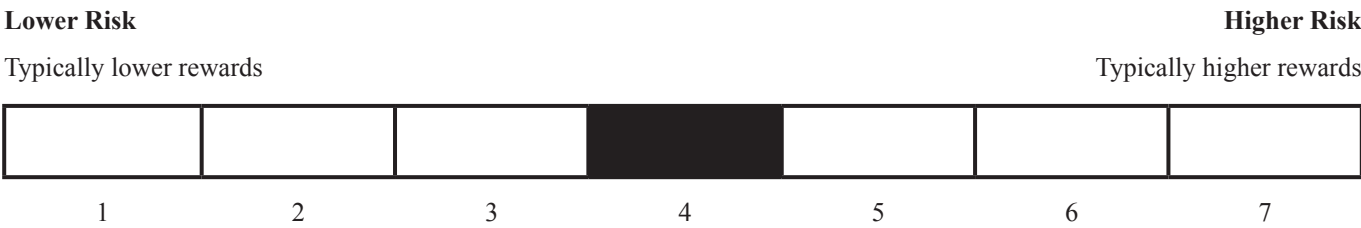
In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Sub-fund Information *(continued)*

#### Synthetic Risk and Reward Indicator (“SRRI”)



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	242,318	(114,412)
Revenue	7	30,608	33,130
Expenses	8	(11,560)	(11,746)
Interest payable and similar charges		(21)	(75)
Net revenue before taxation		19,027	21,309
Taxation	9	(1,060)	(936)
Net revenue after taxation for the year		17,967	20,373
<b>Total return before distributions</b>		<b>260,285</b>	<b>(94,039)</b>
Distributions	10	(17,983)	(20,385)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>242,302</b>	<b>(114,424)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>1,170,281</b>	<b>1,317,371</b>
Amounts receivable on issue of shares		216,870	163,288
Amounts payable on cancellation of shares		(230,614)	(214,063)
		(13,744)	(50,775)
Dilution levy		–	23
Change in net assets attributable to shareholders from investment activities		242,302	(114,424)
Retained distribution on accumulation shares	10	15,559	18,086
<b>Closing net assets attributable to shareholders</b>		<b>1,414,398</b>	<b>1,170,281</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		1,386,235	1,142,823
Current assets:			
Debtors	11	4,474	18,562
Cash and bank balances		28,696	19,270
<b>Total assets</b>		<b>1,419,405</b>	<b>1,180,655</b>
<b>Liabilities</b>			
Creditors:			
Bank overdrafts		–	(4,691)
Distribution payable	10	(1,197)	(1,314)
Other creditors	12	(3,810)	(4,369)
<b>Total liabilities</b>		<b>(5,007)</b>	<b>(10,374)</b>
<b>Net assets attributable to shareholders</b>		<b>1,414,398</b>	<b>1,170,281</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	242,588	(114,155)
Currency losses	(263)	(249)
Transaction charges	(7)	(8)
Net capital gains/(losses)	<u>242,318</u>	<u>(114,412)</u>

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 43.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	761,219	73	–	761,292	0.01	–
	<u>761,219</u>	<u>73</u>	<u>–</u>	<u>761,292</u>		
<b>Sales</b>						
Collective Investment Schemes	766,909	(75)	–	766,834	0.01	–
	<u>766,909</u>	<u>(75)</u>	<u>–</u>	<u>766,834</u>		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.01%	–%			



# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	1,289,410	243	–	1,289,653	0.02	–
	1,289,410	243	–	1,289,653		
<b>Sales</b>						
Collective Investment Schemes	1,311,014	(231)	–	1,310,783	0.02	–
	1,311,014	(231)	–	1,310,783		
<b>Derivative purchases and sales</b>		–	–			
<b>Total cost as percentage of average net asset value</b>		0.04%	–%			

#### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.19% (31st March 2020: 0.04%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Bank interest	6	68
Franked CIS revenue	6,562	9,608
Offshore CIS dividend revenue	7,165	7,025
Offshore CIS interest revenue	16,875	15,926
Unfranked CIS revenue	–	503
	<b>30,608</b>	<b>33,130</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	10,967	11,133
	<b>10,967</b>	<b>11,133</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	122	123
Safe custody charges	321	338
	<b>443</b>	<b>461</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	11	10
Printing fees	5	7
Registration fees	134	135
	<b>150</b>	<b>152</b>
<b>Total expenses</b>	<b>11,560</b>	<b>11,746</b>

<sup>1</sup> Total audit fees of £8,750 (31st March 2020: £8,110), exclusive of VAT.

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Corporation tax	1,060	936
Irrecoverable income tax	—	—
<b>Total current taxation</b>	<b>1,060</b>	<b>936</b>
Deferred tax charge	—	—
<b>Total taxation</b>	<b>1,060</b>	<b>936</b>
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	19,027	21,309
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	3,805	4,262
Effects of:		
Franked CIS revenue	(1,312)	(1,922)
Offshore CIS dividend revenue	(1,433)	(1,404)
<b>Total tax charge (note 9a)</b>	<b>1,060</b>	<b>936</b>
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	—	—
Provision at start of year	—	—
<b>Provision at end of year</b>	<b>—</b>	<b>—</b>

The sub-fund has not recognised a deferred tax asset of £Nil (31st March 2020: £Nil) arising as a result of having unutilised management expenses.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	1,051	741
Interim accumulation	7,685	6,806
Final distribution	1,197	1,314
Final accumulation	7,874	11,280
	<b>17,807</b>	<b>20,141</b>
Add: Revenue deducted on shares cancelled	816	932
Deduct: Revenue received on shares created	(640)	(688)
<b>Net distribution for the year</b>	<b>17,983</b>	<b>20,385</b>

#### Reconciliation between net revenue and distribution

	2021 £'000	2020 £'000
Net revenue after taxation	17,967	20,373
Add: Revenue brought forward	1	1
Deduct: Revenue carried forward	–	(1)
Equalisation uplift on conversions	15	12
	<b>17,983</b>	<b>20,385</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	1,180	1,571
Amount receivable for issue of shares	3,294	2,201
Sales awaiting settlement	–	14,790
	<b>4,474</b>	<b>18,562</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	1,122	919
Amount payable for cancellation of shares	2,596	3,020
Corporation tax payable	92	430
	<b>3,810</b>	<b>4,369</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £1,061,117 (31st March 2020: £859,523) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
Focused SICAV High Grade Bond 'F' GBP Inc	–	290,383	–	£33,330,161
Focused SICAV US Corporate Bond Sustainable USD 'F'				
GBP Hedged Inc	<b>911,873</b>	–	<b>£92,099,173</b>	–
UBS Barclays US Liquid Corporates UCITS ETF 'A' GBP				
Hedged Inc	<b>808,087</b>	808,087	<b>£13,680,913</b>	£13,212,223
UBS Ireland Select Money Market Premier	<b>43,178,704</b>	35,837,999	<b>£43,178,704</b>	£35,837,999
UBS MSCI ACWI SF UCITS ETF USD 'A' Inc	<b>382,461</b>	495,363	<b>£35,350,685</b>	£34,938,511
UBS MSCI Emerging Markets 'A' Inc	<b>438,404</b>	514,724	<b>£41,538,779</b>	£34,749,017
UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc	<b>1,547,038</b>	1,707,802	<b>£25,324,124</b>	£25,506,924
UBS S&P 500 Index 'J' Inc	<b>199,891</b>	253,869	<b>£47,042,928</b>	£43,925,379

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has six share classes: Class B Income, Class B Accumulation, Class C Income, Class C Accumulation, Class F Income and Class F Accumulation. The distribution per share is given in the distribution tables on pages 62 to 64. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class B Income	1.25%
Class B Accumulation	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 16. Share Classes (continued)

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class B Income	105,000	—	(52,500)	—	52,500
Class B Accumulation	25,414	—	—	—	25,414
Class C Income	26,237,113	5,427,348	(1,185,059)	(667,488)	29,811,914
Class C Accumulation	195,150,757	25,512,203	(25,925,472)	(14,997,482)	179,740,006
Class F Income	79,089,333	34,339,407	(14,294,817)	5,258,846	104,392,769
Class F Accumulation	631,286,772	88,231,057	(119,790,630)	14,027,908	613,755,107

#### 17. Financial Instruments

In pursuing its investment objective set out on page 7, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £69,311,755 (31st March 2020: £57,141,143).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

The sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

At the year end date, a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements. These net assets consist of the following:

#### Foreign currency exposure as at 31st March 2021:

Currency	Monetary Exposures 2021 £'000	Non Monetary Exposures 2021 £'000	Total 2021 £'000
Pound sterling	28,119	1,228,960	1,257,079
Swiss franc	1	25,324	25,325
US dollar	43	131,951	131,994
	<b>28,163</b>	<b>1,386,235</b>	<b>1,414,398</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Pound sterling	20,554	1,028,414	1,048,968
Swiss franc	1	25,507	25,508
US dollar	6,903	88,902	95,805
	27,458	1,142,823	1,170,281

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £1,573,190 (31st March 2020: £1,213,127).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Pound sterling	28,652	–	1,228,960	1,257,612
Swiss franc	1	–	25,324	25,325
US dollar	43	–	131,951	131,994
	28,696	–	1,386,235	1,414,931

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Euro	30	–	–	30
Pound sterling	12,336	–	1,028,414	1,040,750
Swiss franc	1	–	25,507	25,508
US dollar	6,903	–	88,902	95,805
	19,270	–	1,142,823	1,162,093

There were no financial liabilities as at 31st March 2021.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Interest rate risk profile of financial liabilities as at 31st March 2020:

	Floating Rate Financial Liabilities 2020 £'000	Financial Liabilities Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency			
Euro	(30)	–	(30)
Pound sterling	(4,661)	–	(4,661)
	<u>(4,691)</u>	<u>–</u>	<u>(4,691)</u>

Short term debtors and creditors are excluded in the interest rate risk tables above.

The sub-fund's net cash holdings of £28,696,586 (31st March 2020: £14,578,701) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Valuation technique as at 31st March 2021</b>				
<b>Assets</b>				
Collective Investment Schemes	<u>369,755</u>	<u>1,016,480</u>	<u>–</u>	<u>1,386,235</u>
	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Valuation technique as at 31st March 2020</b>				
<b>Assets</b>				
Collective Investment Schemes	<u>351,890</u>	<u>790,933</u>	<u>–</u>	<u>1,142,823</u>

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).



# TM UBS (UK) Fund

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## TM UBS (UK) - Global Balanced Fund

### Notes to the Financial Statements

*for the year ended 31st March 2021 (continued)*

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class C Accumulation of 186.22p as at the close of business on 23rd July 2021 had increased on average across the share classes by 4.42% compared to the NAV at the year end of 178.33p.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.7020	—	0.7020	0.5201
2	0.7020	—	0.7020	0.5201

#### Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.8012	—	0.8012	0.5313
2	0.8012	—	0.8012	0.5313

#### Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.8675	—	0.8675	0.7022
2	0.4602	0.4073	0.8675	0.7022

#### Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.9799	—	0.9799	0.7784
2	0.5565	0.4234	0.9799	0.7784

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.8577	—	0.8577	0.7522
2	0.5245	0.3332	0.8577	0.7522

#### Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.9463	—	0.9463	0.8134
2	0.5822	0.3641	0.9463	0.8134

#### Final Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.7453	—	0.7453	1.2208
2	0.7453	—	0.7453	1.2208

#### Final Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.8195	—	0.8195	1.3970
2	0.8195	—	0.8195	1.3970

# TM UBS (UK) Fund

## TM UBS (UK) - Global Balanced Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.8962	—	0.8962	1.3293
2	0.5503	0.3459	0.8962	1.3293

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	1.0134	—	1.0134	1.4835
2	0.4600	0.5534	1.0134	1.4835

#### Final Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.8903	—	0.8903	1.2193
2	0.5073	0.3830	0.8903	1.2193

#### Final Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.9861	—	0.9861	1.3282
2	0.4914	0.4947	0.9861	1.3282

\* There were no group 2 shares for this period.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 95.13% (94.85%)</b>		
<b>Ireland 37.70% (40.53%)</b>		
594,950 Brown Advisory US Sustainable Growth 'SI' GBP	7,389,279	3.86
3,030,805 Federated Hermes Global Emerging Markets 'J' GBP Inc	5,358,463	2.80
106,090 Findlay Park American USD Inc	12,733,266	6.65
190,710 GAM Star Continental European Equity Institutional Inc	5,099,204	2.66
18,044 iShares Core S&P 500 UCITS ETF USD Acc	5,274,803	2.75
132,933 iShares MSCI Europe ex-UK UCITS ETF EUR Inc	4,206,000	2.19
559,091 iShares MSCI Japan UCITS ETF USD Inc	7,005,410	3.66
60,932 UBS MSCI ACWI SF UCITS ETF USD 'A' Inc <sup>1</sup>	5,631,916	2.94
202,005 UBS MSCI Australia UCITS ETF 'A' Acc <sup>1</sup>	3,817,365	1.99
401,179 Vanguard FTSE 100 UCITS ETF	11,870,887	6.20
196,312 Xtrackers MSCI World Energy UCITS ETF	3,836,670	2.00
	<b>72,223,263</b>	<b>37.70</b>
<b>Luxembourg 12.73% (12.45%)</b>		
65,362 Morgan Stanley US Advantage 'ZX' Inc USD	7,293,628	3.81
237,638 Ninety One Global Strategy Fund - Emerging Markets Equity 'JX' Inc GBP	7,906,216	4.13
138,531 UBS MSCI Canada UCITS ETF 'A' Inc <sup>1</sup>	3,765,291	1.97
18,913 UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc <sup>1</sup>	1,792,007	0.93
221,578 UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc <sup>1</sup>	3,627,110	1.89
	<b>24,384,252</b>	<b>12.73</b>
<b>United Kingdom 44.70% (41.87%)</b>		
14,660,590 Artemis Income 'E' Inc	14,423,088	7.53
3,091,017 Artemis US Select 'T' Inc GBP	7,749,489	4.05
3,378,974 BlackRock European Dynamic 'D' Inc	8,160,223	4.26
10,917,828 J O Hambro UK Equity Income 'Y' GBP Acc	17,108,236	8.93
1,855,139 Liontrust Special Situations 'T' Inc	8,648,657	4.51
983,777 Man GLG Japan CoreAlpha 'C' Acc	1,806,214	0.94
631,126 Schroder Tokyo 'Z' Inc	674,674	0.35

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>United Kingdom (continued)</b>		
14,292,446 Threadneedle UK 'L' Inc GBP	16,903,676	8.82
43,190 UBS S&P 500 Index 'J' Inc <sup>1</sup>	10,164,460	5.31
	<b>85,638,717</b>	<b>44.70</b>
<b>Net investments 95.13% (94.85%)</b>	<b>182,246,232</b>	<b>95.13</b>
Net other assets	9,322,604	4.87
<b>Total net assets</b>	<b>191,568,836</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.

# TM UBS (UK) Fund

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## TM UBS (UK) - Global Equity Fund

### Sub-fund Information

The Comparative Tables on pages 68 to 72 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.



# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class B Income*

	<i>31/03/2021<sup>3</sup></i> <i>(pence per share)</i>	<i>31/03/2020</i> <i>(pence per share)</i>	<i>31/03/2019</i> <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	151.03	171.95	164.72
Return before operating charges*	7.56	(15.84)	12.06
Operating charges	(0.29)	(3.36)	(3.28)
Return after operating charges*	7.27	(19.20)	8.78
Distributions on income shares	–	(1.72)	(1.55)
Last net asset value per shares	158.30	–	–
Closing net asset value per share	–	151.03	171.95
 *After direct transaction costs of <sup>1</sup> :	–	0.03	0.02
<b>Performance</b>			
Return after charges	4.81%	(11.17)%	5.33%
<b>Other Information</b>			
Closing net asset value (£'000)	–	35	40
Closing number of shares	–	23,237	23,237
Operating charges <sup>2</sup>	1.92%	1.85%	1.90%
Direct transaction costs	0.00%	0.02%	0.01%
<b>Prices</b>			
Highest share price	162.90	194.10	183.30
Lowest share price	145.60	140.30	157.40

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.60% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

<sup>3</sup> Class B Income share class became inactive on 6<sup>th</sup> May 2020.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	149.53	170.29	163.12
Return before operating charges*	52.66	(15.73)	11.95
Operating charges	(2.92)	(2.88)	(2.82)
Return after operating charges*	49.74	(18.61)	9.13
Distributions on income shares	(1.14)	(2.15)	(1.96)
Closing net asset value per share	198.13	149.53	170.29
 *After direct transaction costs of <sup>1</sup> :	—	0.03	0.01
<b>Performance</b>			
Return after charges	33.26%	(10.93)%	5.60%
<b>Other Information</b>			
Closing net asset value (£'000)	1,021	2,549	3,193
Closing number of shares	515,510	1,704,364	1,874,883
Operating charges <sup>2</sup>	1.67%	1.60%	1.65%
Direct transaction costs	0.00%	0.02%	0.01%
<b>Prices</b>			
Highest share price	199.50	192.40	181.70
Lowest share price	144.20	139.10	156.00

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.60% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	160.51	180.45	170.91
Return before operating charges*	56.80	(16.88)	12.50
Operating charges	(3.20)	(3.06)	(2.96)
Return after operating charges*	53.60	(19.94)	9.54
Distributions	(1.15)	(2.28)	(2.06)
Retained distributions on accumulation shares	1.15	2.28	2.06
Closing net asset value per share	214.11	160.51	180.45
 *After direct transaction costs of <sup>1</sup> :	—	0.03	0.02
<b>Performance</b>			
Return after charges	33.39%	(11.05)%	5.58%
<b>Other Information</b>			
Closing net asset value (£'000)	51,695	48,398	59,104
Closing number of shares	24,144,220	30,152,386	32,753,274
Operating charges <sup>2</sup>	1.67%	1.60%	1.65%
Direct transaction costs	0.00%	0.02%	0.01%
<b>Prices</b>			
Highest share price	215.30	205.20	190.40
Lowest share price	154.90	148.40	164.40

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.60% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	134.78	153.52	147.05
Return before operating charges*	47.59	(14.20)	10.77
Operating charges	(2.29)	(2.19)	(2.14)
Return after operating charges*	45.30	(16.39)	8.63
Distributions on income shares	(1.36)	(2.35)	(2.16)
Closing net asset value per share	178.72	134.78	153.52

\*After direct transaction costs of <sup>1</sup>:

	—	0.03	0.01
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#### Performance

Return after charges	33.61%	(10.68)%	5.87%
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#### Other Information

Closing net asset value (£'000)	19,677	12,989	8,431
Closing number of shares	11,009,407	9,636,595	5,491,619
Operating charges <sup>2</sup>	1.42%	1.35%	1.40%
Direct transaction costs	0.00%	0.02%	0.01%

#### Prices

Highest share price	180.10	173.60	164.00
Lowest share price	130.00	125.60	140.70

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.60% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	133.34	149.54	141.27
Return before operating charges*	47.26	(14.06)	10.35
Operating charges	(2.27)	(2.14)	(2.08)
Return after operating charges*	44.99	(16.20)	8.27
Distributions	(1.35)	(2.29)	(2.08)
Retained distributions on accumulation shares	1.35	2.29	2.08
Closing net asset value per share	178.33	133.34	149.54
 *After direct transaction costs of <sup>1</sup> :	—	0.03	0.01
<b>Performance</b>			
Return after charges	33.74%	(10.83)%	5.85%
<b>Other Information</b>			
Closing net asset value (£'000)	119,176	90,092	111,712
Closing number of shares	66,830,169	67,564,477	74,706,188
Operating charges <sup>2</sup>	1.42%	1.35%	1.40%
Direct transaction costs	0.00%	0.02%	0.01%
<b>Prices</b>			
Highest share price	179.30	170.40	157.50
Lowest share price	128.70	123.30	136.20

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.60% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Sub-fund Information *(continued)*

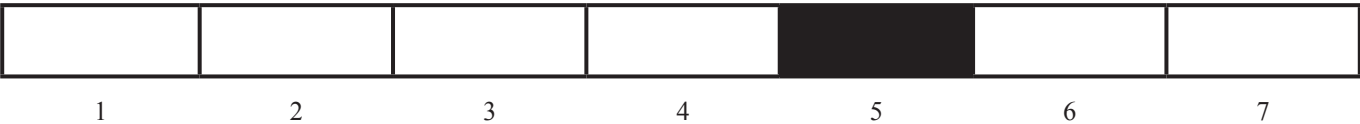
#### Synthetic Risk and Reward Indicator (“SRRI”)

Lower Risk

Typically lower rewards

Higher Risk

Typically higher rewards



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	48,213	(21,810)
Revenue	7	2,878	4,307
Expenses	8	(1,548)	(1,704)
Interest payable and similar charges		(1)	(7)
Net revenue before taxation		1,329	2,596
Taxation	9	–	–
Net revenue after taxation for the year		1,329	2,596
<b>Total return before distributions</b>		<b>49,542</b>	<b>(19,214)</b>
Distributions	10	(1,333)	(2,598)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>48,209</b>	<b>(21,812)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>154,063</b>	<b>182,480</b>
Amounts receivable on issue of shares		45,995	41,013
Amounts payable on cancellation of shares		(57,860)	(49,927)
		(11,865)	(8,914)
Dilution levy		13	8
Change in net assets attributable to shareholders from investment activities		48,209	(21,812)
Retained distribution on accumulation shares	10	1,149	2,301
<b>Closing net assets attributable to shareholders</b>		<b>191,569</b>	<b>154,063</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		182,246	146,121
Current assets:			
Debtors	11	506	4,510
Cash and bank balances		11,759	6,383
<b>Total assets</b>		<b>194,511</b>	<b>157,014</b>
<b>Liabilities</b>			
Creditors:			
Bank overdrafts		–	(3)
Distribution payable	10	(53)	(118)
Other creditors	12	(2,889)	(2,830)
<b>Total liabilities</b>		<b>(2,942)</b>	<b>(2,951)</b>
<b>Net assets attributable to shareholders</b>		<b>191,569</b>	<b>154,063</b>



# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	48,414	(21,789)
Currency losses	(192)	(14)
Transaction charges	(9)	(7)
Net capital gains/(losses)	48,213	(21,810)

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 67.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	86,058	7	(2)	86,063	0.01	–
	86,058	7	(2)	86,063		
<b>Sales</b>						
Collective Investment Schemes	99,188	(12)	–	99,176	0.01	–
	99,188	(12)	–	99,176		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.01%	0.00%			

##### Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	123,197	22	3	123,222	0.02	–
	123,197	22	3	123,222		
<b>Sales</b>						
Collective Investment Schemes	130,863	(18)	(3)	130,842	0.01	–
	130,863	(18)	(3)	130,842		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.02%	0.00%			

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

##### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.32% (31st March 2020: 0.04%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Bank interest	–	18
Franked CIS revenue	1,594	2,537
Offshore CIS dividend revenue	1,284	1,752
	<b>2,878</b>	<b>4,307</b>

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	1,441	1,587
	<b>1,441</b>	<b>1,587</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	17	16
Safe custody charges	40	46
	<b>57</b>	<b>62</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	11	10
Printing fees	4	4
Registration fees	35	41
	<b>50</b>	<b>55</b>
<b>Total expenses</b>	<b>1,548</b>	<b>1,704</b>

<sup>1</sup> Total audit fees of £8,750 (31st March 2020: £8,110), exclusive of VAT.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Corporation tax	–	–
Irrecoverable income tax	–	–
<b>Total current taxation</b>	–	–
Deferred tax charge	–	–
<b>Total taxation</b>	–	–
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	1,329	2,596
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	266	519
Effects of:		
Excess management expenses not utilised	310	339
Franked CIS revenue	(319)	(526)
Franked UK dividends	–	19
Offshore CIS dividend revenue	(257)	(351)
<b>Total tax charge (note 9a)</b>	–	–
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	–	–
Provision at start of year	–	–
<b>Provision at end of year</b>	–	–

The sub-fund has not recognised a deferred tax asset of £2,018,706 (31st March 2020: £1,708,948) arising as a result of having unutilised management expenses. The unutilised management expenses will only be recovered to the extent that the sub-fund has sufficient future taxable revenue.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	101	91
Interim accumulation	769	1,301
Final distribution	53	118
Final accumulation	380	1,000
	<b>1,303</b>	<b>2,510</b>
Add: Revenue deducted on shares cancelled	102	204
Deduct: Revenue received on shares created	(72)	(116)
<b>Net distribution for the year</b>	<b>1,333</b>	<b>2,598</b>

#### Reconciliation between net revenue and distribution

	2021 £'000	2020 £'000
Net revenue after taxation	1,329	2,596
Equalisation uplift on conversions	4	2
	<b>1,333</b>	<b>2,598</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	266	388
Amount receivable for issue of shares	240	1,519
Sales awaiting settlement	–	2,603
	<b>506</b>	<b>4,510</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	160	134
Amount payable for cancellation of shares	2,729	181
Purchases awaiting settlement	–	2,515
	<b>2,889</b>	<b>2,830</b>

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties (continued)

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £143,506 (31st March 2020: £115,524) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
UBS MSCI ACWI SF UCITS ETF USD 'A' Inc	60,932	71,358	£5,631,916	£5,032,960
UBS MSCI Australia UCITS ETF 'A' Acc	202,005	255,241	£3,817,365	£3,285,217
UBS MSCI Canada UCITS ETF 'A' Inc	138,531	153,720	£3,765,291	£3,026,919
UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc	18,913	19,169	£1,792,007	£1,294,099
UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc	221,578	200,557	£3,627,110	£2,995,425
UBS S&P 500 Index 'J' Inc	43,190	69,386	£10,164,460	£12,005,429

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has five share classes: Class B Income, Class C Income, Class C Accumulation, Class F Income, and Class F Accumulation. The distribution per share is given in the distribution tables on pages 85 to 87. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class B Income	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class B Income <sup>1</sup>	23,237	—	(23,237)	—	—
Class C Income	1,704,364	58,011	(660,655)	(586,210)	515,510
Class C Accumulation	30,152,386	6,253,442	(7,239,072)	(5,022,536)	24,144,220
Class F Income	9,636,595	1,162,553	(440,089)	650,348	11,009,407
Class F Accumulation	67,564,477	20,215,834	(26,986,857)	6,036,715	66,830,169

<sup>1</sup> Class B Income share class became inactive on 6th May 2020.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 17. Financial Instruments

In pursuing its investment objective set out on page 7, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £9,112,312 (31st March 2020: £7,306,061).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

The sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

At the year end date, a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements. These net assets consist of the following:

#### Foreign currency exposure as at 31st March 2021:

Currency	Monetary Exposures	Non Monetary Exposures	Total
	2021 £'000	2021 £'000	2021 £'000
Australian dollar	–	3,817	3,817
Canadian dollar	–	3,765	3,765
Pound sterling	9,314	141,541	150,855
Swiss franc	–	3,627	3,627
US dollar	9	29,496	29,505
	<b>9,323</b>	<b>182,246</b>	<b>191,569</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Australian dollar	113	3,285	3,398
Canadian dollar	28	3,027	3,055
Pound sterling	5,140	116,105	121,245
Swiss franc	–	2,995	2,995
US dollar	2,661	20,709	23,370
	7,942	146,121	154,063

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £407,136 (31st March 2020: £328,181).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Australian dollar	–	–	3,817	3,817
Canadian dollar	–	–	3,765	3,765
Pound sterling	11,750	–	141,541	153,291
Swiss franc	–	–	3,627	3,627
US dollar	9	–	29,496	29,505
	11,759	–	182,246	194,005

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Australian dollar	113	—	3,285	3,398
Canadian dollar	28	—	3,027	3,055
Euro	3	—	—	3
Pound sterling	3,578	—	116,105	119,683
Swiss franc	—	—	2,995	2,995
US dollar	2,661	—	20,709	23,370
	<u>6,383</u>	<u>—</u>	<u>146,121</u>	<u>152,504</u>

There were no financial liabilities as at 31st March 2021.

Interest rate risk profile of financial liabilities as at 31st March 2020:

	Floating Rate Financial Liabilities 2020 £'000	Financial Liabilities Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency			
Euro	<u>(3)</u>	<u>—</u>	<u>(3)</u>
	<u>(3)</u>	<u>—</u>	<u>(3)</u>

Short term debtors and creditors are excluded in the interest rate risk tables above.

The sub-fund's net cash holdings of £11,758,569 (31st March 2020: £6,380,015) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.



# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Collective Investment Schemes	50,827	131,419	–	182,246
Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Collective Investment Schemes	55,931	90,190	–	146,121

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class C Accumulation of 227.81p as at the close of business on 23rd July 2021 had increased on average across the share classes by 6.40% compared to the NAV at the year end of 214.11p.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	–	–	–	0.9936
2	–	–	–	0.9936

#### Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.8276	–	0.8276	1.2072
2	0.7328	0.0948	0.8276	1.2072

#### Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.8466	–	0.8466	1.2792
2	0.6129	0.2337	0.8466	1.2792

#### Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.8990	–	0.8990	1.2919
2	0.6541	0.2449	0.8990	1.2919

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.8915	—	0.8915	1.2590
2	0.6063	0.2852	0.8915	1.2590

#### Final Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	—	—	—	0.7223
2	—	—	—	0.7223

#### Final Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.3132	—	0.3132	0.9414
2	—	0.3132	0.3132	0.9414

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.3009	—	0.3009	1.0036
2	0.0327	0.2682	0.3009	1.0036

# TM UBS (UK) Fund

## TM UBS (UK) - Global Equity Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.4632	—	0.4632	1.0541
2	0.1986	0.2646	0.4632	1.0541

#### Final Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.4598	—	0.4598	1.0326
2	0.1471	0.3127	0.4598	1.0326

\* Class B Income share class became inactive on 6th May 2020.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 113.69% (97.79%)</b>		
<b>Ireland 28.11% (27.37%)</b>		
3,034 DCI Investment Grade Corporate Bond 'D' Inc	340,536	7.57
29,330 iShares Core Euro Corporate Bond UCITS ETF GBP Hedged Inc	157,385	3.50
3,142 iShares UK Gilts 0-5 year UCITS ETF GBP Inc	419,049	9.32
189,054 UBS Ireland Select Money Market GBP Premier Inc <sup>1</sup>	189,054	4.21
1,558 Vanguard US Treasury Inflation-Protected Securities Index Inc	157,651	3.51
	<b>1,263,675</b>	<b>28.11</b>
<b>Luxembourg 85.58% (70.42%)</b>		
505 Ashmore SICAV Emerging Markets Corporate Debt 'Z' Inc	46,973	1.04
515 AXA World US High Yield Bonds 'I' GBP Hedged Inc	52,663	1.17
7,796 Focused SICAV High Grade Bond 'F' GBP Inc <sup>1</sup>	881,572	19.61
6,090 Focused SICAV High Grade Long Term Bond 'F' GBP Inc <sup>1</sup>	878,239	19.54
592 Focused SICAV High Grade Long Term Bond USD (GBP Hedged) Inc <sup>1</sup>	60,118	1.34
637 Focused Sicav High Grade USD Inc <sup>1</sup>	62,362	1.39
3,346 Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc <sup>1</sup>	337,946	7.52
1,047 Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc	108,987	2.42
22,002 Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc	192,735	4.29
30,082 Goldman Sachs Global High Yield 'IS' GBP Hedged Inc	263,522	5.86
741 JPMorgan Emerging Markets Corporate 'I2' GBP Hedged Inc	73,137	1.63
5,737 Morgan Stanley Euro Corporate Bond 'ZHX' GBP Inc	147,097	3.27
10,771 Nordea Investment European High Yield Bond 'HAI' GBP Inc	105,233	2.34
13,914 Schroder ISF EURO Corporate Bond 'C' GBP Hedged Inc	218,690	4.86
498 UBAM Global High Yield Solution 'IH' Inc	52,907	1.18
26,250 UBS Bloomberg Barclays US Liquid Corporates 1-5 Year UCITS ETF (hedged to GBP) 'A' Inc <sup>1</sup>	365,137	8.12
	<b>3,847,318</b>	<b>85.58</b>
<b>Net investments 113.69% (97.79%)</b>	<b>5,110,993</b>	<b>113.69</b>
Net other liabilities	(615,433)	(13.69)
<b>Total net assets</b>	<b>4,495,560</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.

# TM UBS (UK) Fund

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## TM UBS (UK) - Global Fixed Income Fund

### Sub-fund Information

The Comparative Tables on pages 90 and 91 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### Class E Income

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	93.81	96.54	97.03
Return before operating charges*	6.15	(0.12)	2.32
Operating charges	(1.09)	(1.10)	(1.06)
Return after operating charges*	5.06	(1.22)	1.26
Distributions on income shares	(1.59)	(1.51)	(1.75)
Closing net asset value per share	97.28	93.81	96.54
 *After direct transaction costs of <sup>1</sup> :	 (0.01)	 0.01	 (0.02)
<b>Performance</b>			
Return after charges	5.39%	(1.26)%	1.30%
<b>Other Information</b>			
Closing net asset value (£'000)	1,221	1,402	1,398
Closing number of shares	1,255,088	1,494,863	1,448,095
Operating charges <sup>2</sup>	1.10%	1.12%	1.10%
Direct transaction costs	0.00%	0.01%	(0.02)%
<b>Prices</b>			
Highest share price	100.90	100.30	97.88
Lowest share price	93.99	93.19	95.16

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.29% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class E Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	104.28	105.61	104.26
Return before operating charges*	6.85	(0.12)	2.49
Operating charges	(1.21)	(1.21)	(1.14)
Return after operating charges*	5.64	(1.33)	1.35
Distributions	(1.80)	(1.66)	(1.87)
Retained distributions on accumulation shares	1.80	1.66	1.87
Closing net asset value per share	109.92	104.28	105.61
 *After direct transaction costs of <sup>1</sup> :	 (0.01)	 0.01	 (0.02)
<b>Performance</b>			
Return after charges	5.41%	(1.26)%	1.29%
<b>Other Information</b>			
Closing net asset value (£'000)	3,275	4,328	4,253
Closing number of shares	2,978,989	4,150,315	4,027,296
Operating charges <sup>2</sup>	1.10%	1.12%	1.10%
Direct transaction costs	0.00%	0.01%	(0.02)%
<b>Prices</b>			
Highest share price	112.40	109.90	105.70
Lowest share price	104.60	102.10	102.70

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.29% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

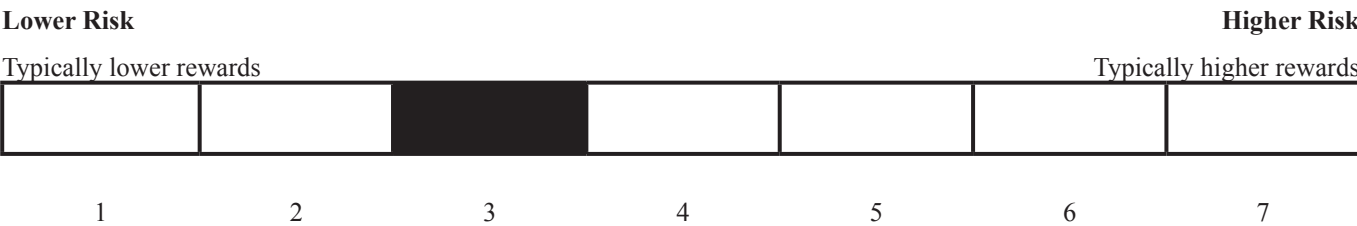


# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Sub-fund Information *(continued)*

#### Synthetic Risk and Reward Indicator (“SRRI”)



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

The prior year SRRI rating was 2 and it has increased due to higher volatility within the sub-fund. The risk rating is calculated using historical data and a prescribed standard deviation methodology.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	231	(168)
Revenue	7	144	136
Expenses	8	(47)	(44)
Interest payable and similar charges		—	—
Net revenue before taxation		97	92
Taxation	9	—	—
Net revenue after taxation for the year		97	92
<b>Total return before distributions</b>		<b>328</b>	<b>(76)</b>
Distributions	10	(97)	(92)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>231</b>	<b>(168)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>5,730</b>	<b>5,651</b>
Amounts receivable on issue of shares		753	364
Amounts payable on cancellation of shares		(2,276)	(186)
		(1,523)	178
Dilution levy		1	—
Change in net assets attributable to shareholders from investment activities		231	(168)
Retained distribution on accumulation shares	10	57	69
<b>Closing net assets attributable to shareholders</b>		<b>4,496</b>	<b>5,730</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		5,111	5,604
Current assets:			
Debtors	11	8	26
Cash and bank balances		121	134
<b>Total assets</b>		<b>5,240</b>	<b>5,764</b>
<b>Liabilities</b>			
Creditors:			
Distribution payable	10	(17)	(21)
Other creditors	12	(727)	(13)
<b>Total liabilities</b>		<b>(744)</b>	<b>(34)</b>
<b>Net assets attributable to shareholders</b>		<b>4,496</b>	<b>5,730</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	236	(163)
Transaction charges	(5)	(5)
Net capital gains/(losses)	<u>231</u>	<u>(168)</u>

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 89.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	2,425	—	—	2,425	—	—
	<u>2,425</u>	<u>—</u>	<u>—</u>	<u>2,425</u>		
<b>Sales</b>						
Collective Investment Schemes	3,172	—	—	3,172	—	—
	<u>3,172</u>	<u>—</u>	<u>—</u>	<u>3,172</u>		
Derivative purchases and sales		—	—			
Total cost as percentage of average net asset value		—%	—%			

##### Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	3,672	—	—	3,672	—	—
	<u>3,672</u>	<u>—</u>	<u>—</u>	<u>3,672</u>		
<b>Sales</b>						
Collective Investment Schemes	3,718	—	—	3,718	—	—
	<u>3,718</u>	<u>—</u>	<u>—</u>	<u>3,718</u>		
Derivative purchases and sales		—	—			
Total cost as percentage of average net asset value		0.01%	—%			

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

##### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.05% (31st March 2020: 0.19%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Offshore CIS interest revenue	144	133
Unfranked CIS revenue	–	3
	<b>144</b>	<b>136</b>

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	37	35
ACD's periodic charge rebates	(12)	(11)
	<b>25</b>	<b>24</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	1	–
Safe custody charges	2	2
	<b>3</b>	<b>2</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	10	9
Printing fees	3	3
Registration fees	6	6
	<b>19</b>	<b>18</b>
<b>Total expenses</b>	<b>47</b>	<b>44</b>

<sup>1</sup> Total audit fees of £8,750 (31st March 2020: £8,110), exclusive of VAT.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Irrecoverable income tax	—	—
<b>Total current taxation</b>	—	—
Deferred tax charge	—	—
<b>Total taxation</b>	—	—
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	97	92
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	19	18
Effects of:		
Interest distributions	(19)	(18)
<b>Total tax charge (note 9a)</b>	—	—
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	—	—
Provision at start of year	—	—
<b>Provision at end of year</b>	—	—

The sub-fund has not recognised a deferred tax asset of £Nil (31st March 2020: £Nil) arising as a result of having unutilised management expenses. The unutilised management expenses will only be recovered to the extent that the sub-fund has sufficient future taxable revenue.

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	4	2
Interim accumulation	11	5
Final distribution	17	21
Final accumulation	46	64
	78	92
Add: Revenue deducted on shares cancelled	21	1
Deduct: Revenue received on shares created	(2)	(1)
<b>Net distribution for the year</b>	97	92

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	2	1
ACD rebates receivable	6	25
	<b>8</b>	<b>26</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	14	13
Amount payable for cancellation of shares	713	—
	<b>727</b>	<b>13</b>

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £2,964 (31st March 2020: £3,097) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
Focused SICAV High Grade Bond 'F' GBP Inc	<b>7,796</b>	8,337	<b>£881,572</b>	£956,421
Focused SICAV High Grade Long Term Bond 'F' GBP Inc	<b>6,090</b>	6,441	<b>£878,239</b>	£956,939
Focused SICAV High Grade Long Term Bond USD (GBP Hedged) Inc	<b>592</b>	272	<b>£60,118</b>	£28,805
Focused Sicav High Grade USD Inc	<b>637</b>	907	<b>£62,362</b>	£90,645
Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc	<b>3,346</b>	—	<b>£337,946</b>	—
UBS Bloomberg Barclays US Liquid Corporates 1-5 Year UCITS ETF (hedged to GBP) 'A' Inc	<b>26,250</b>	32,243	<b>£365,137</b>	£428,993
UBS Ireland Select Money Market GBP Premier Inc	<b>189,054</b>	178,669	<b>£189,054</b>	£178,669

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has two share classes: Class E Income and Class E Accumulation. The distribution per share is given in the distribution tables on page 102. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class E Income	0.60%
Class E Accumulation	0.60%

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class E Income	1,494,863	415,800	(655,575)	–	1,255,088
Class E Accumulation	4,150,315	320,808	(1,492,134)	–	2,978,989

#### 17. Financial Instruments

In pursuing its investment objective set out on page 7, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, unit/shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £255,550 (31st March 2020: £280,179).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

The sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

##### Foreign currency exposure as at 31st March 2021:

	Monetary Exposures 2021 £'000	Non Monetary Exposures 2021 £'000	Total 2021 £'000
Currency			
Pound sterling	(616)	5,111	4,495
US dollar	1	–	1
	(615)	5,111	4,496



# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Notes to the Financial Statements for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Pound sterling	125	5,604	5,729
US dollar	1	–	1
	<u>126</u>	<u>5,604</u>	<u>5,730</u>

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £10 (31st March 2020: £8).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Pound sterling	120	–	5,111	5,231
US dollar	1	–	–	1
	<u>121</u>	<u>–</u>	<u>5,111</u>	<u>5,232</u>

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Pound sterling	133	–	5,604	5,737
US dollar	1	–	–	1
	<u>134</u>	<u>–</u>	<u>5,604</u>	<u>5,738</u>

There were no financial liabilities as at 31st March 2021 (31st March 2020: £Nil).

Short term debtors and creditors are excluded in the interest rate risk tables above.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

The sub-fund's cash holdings of £120,591 (31st March 2020: £134,574) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
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#### Assets

Collective Investment Schemes	941	4,170	—	5,111
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Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
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#### Assets

Collective Investment Schemes	1,048	4,556	—	5,604
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Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class E Accumulation of 111.27p as at close of business on 23rd July 2021 had increased on average across the share classes by 1.23% compared to the NAV at the year end of 109.92p.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Fixed Income Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Distribution Class E Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.2228	—	0.2228	0.1085
2	0.1632	0.0596	0.2228	0.1085

#### Interim Accumulation Class E Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.2632	—	0.2632	0.1199
2	0.2134	0.0498	0.2632	0.1199

#### Final Distribution Class E Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	1.3648	—	1.3648	1.4045
2	1.3648	—	1.3648	1.4045

#### Final Accumulation Class E Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	1.5360	—	1.5360	1.5386
2	0.6110	0.9250	1.5360	1.5386

\*There were no group 2 shares for this period.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Portfolio Statement

for the year ended 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 98.83% (97.37%)</b>		
<b>Ireland 39.09% (41.50%)</b>		
1,491,965 Brown Advisory US Sustainable Growth 'SI' GBP	18,530,205	2.35
224,649 DCI Investment Grade Corporate Bond 'D' Inc	25,214,604	3.19
10,858,618 Federated Hermes Global Emerging Markets 'J' GBP Inc	19,198,036	2.43
276,230 Findlay Park American USD Inc	33,154,022	4.20
497,457 GAM Star Continental European Equity Institutional Inc	13,301,005	1.68
147,382 iShares Core S&P 500 UCITS ETF USD Acc	43,084,180	5.46
377,596 iShares FTSE 250 UCITS ETF GBP Inc	7,697,295	0.97
477,039 iShares MSCI Europe ex-UK UCITS ETF EUR Inc	15,093,514	1.91
1,736,275 iShares MSCI Japan UCITS ETF USD Inc	21,755,526	2.75
23,364,887 UBS Ireland Select Money Market GBP Premier Inc <sup>1</sup>	23,364,887	2.96
259,879 UBS MSCI ACWI SF UCITS ETF USD 'A' Inc <sup>1</sup>	24,020,493	3.04
899,092 UBS MSCI Australia UCITS ETF 'A' Acc <sup>1</sup>	16,949,840	2.15
1,069,118 Vanguard FTSE 100 UCITS ETF	31,635,202	4.01
803,558 Xtrackers MSCI World Energy UCITS ETF	15,704,527	1.99
	<b>308,703,336</b>	<b>39.09</b>
<b>Luxembourg 26.93% (27.04%)</b>		
52,172 Ashmore SICAV Emerging Markets Corporate Debt 'Z' Inc	4,855,672	0.62
248,707 Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc <sup>1</sup>	25,119,407	3.18
109,162 Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc	11,360,472	1.44
1,477,875 Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc	12,946,181	1.64
1,810,726 Goldman Sachs Global High Yield 'IS' GBP Hedged Inc	15,861,960	2.01
103,886 JPMorgan Emerging Markets Corporate 'I2' GBP Hedged Inc	10,253,548	1.30
487,149 Morgan Stanley Euro Corporate Bond 'ZHX' Inc GBP	12,490,501	1.58
71,614 Morgan Stanley US Advantage 'ZX' Inc USD	18,039,237	2.28
833,560 Ninety One Global Strategy Fund - Emerging Markets Equity 'JX' Inc GBP	27,732,541	3.51
1,180,790 Schroder ISF EURO Corporate Bond 'C' GBP Hedged Inc	18,558,831	2.35
603,541 UBS MSCI Canada UCITS ETF 'A' Inc <sup>1</sup>	16,404,324	2.08
250,616 UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc <sup>1</sup>	23,745,866	3.01
931,484 UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc <sup>1</sup>	15,247,856	1.93
	<b>212,616,396</b>	<b>26.93</b>
<b>United Kingdom 32.81% (28.83%)</b>		
44,550,003 Artemis Income 'E' Inc	43,828,292	5.55
7,946,814 Artemis US Select 'I' Inc GBP	19,923,458	2.52
8,387,148 BlackRock European Dynamic 'D' Inc	20,254,963	2.57
32,619,359 J O Hambro UK Equity Income 'Y' GBP Acc	51,114,536	6.47
5,776,573 Liontrust Special Situations 'I' Inc	26,930,385	3.41
3,673,954 Man GLG Japan CoreAlpha 'C' Acc	6,745,379	0.86
2,730,427 Schroder Tokyo 'Z' Inc	2,918,827	0.37
43,677,542 Threadneedle UK 'L' Inc GBP	51,657,429	6.54

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Portfolio Statement

for the year ended 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>United Kingdom (continued)</b>		
151,638 UBS S&P 500 Index 'J' Inc <sup>1</sup>	35,686,927	4.52
	<b>259,060,196</b>	<b>32.81</b>
<b>Net investments 98.83% (97.37%)</b>	<b>780,379,928</b>	<b>98.83</b>
Net other assets	9,222,301	1.17
<b>Total net assets</b>	<b>789,602,229</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.

# TM UBS (UK) Fund

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## TM UBS (UK) - Global Growth Fund

### Sub-fund Information

The Comparative Tables on pages 106 to 111 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class B Income*

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	138.42	156.23	151.91
Return before operating charges*	41.39	(12.82)	9.20
Operating charges	(2.90)	(2.94)	(2.88)
Return after operating charges*	38.49	(15.76)	6.32
Distributions on income shares	(1.22)	(2.05)	(2.00)
Closing net asset value per share	175.69	138.42	156.23
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.04	 0.01
<b>Performance</b>			
Return after charges	27.81%	(10.09)%	4.16%
<b>Other Information</b>			
Closing net asset value (£'000)	83	215	242
Closing number of shares	46,989	155,000	155,000
Operating charges <sup>2</sup>	1.84%	1.80%	1.84%
Direct transaction costs	0.01%	0.02%	0.01%
<b>Prices</b>			
Highest share price	177.90	172.50	163.70
Lowest share price	134.80	131.00	145.80

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.54% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class B Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	155.87	173.51	166.59
Return before operating charges*	46.96	(14.38)	10.09
Operating charges	(3.32)	(3.26)	(3.17)
Return after operating charges*	43.64	(17.64)	6.92
Distributions	(1.45)	(2.28)	(2.20)
Retained distributions on accumulation shares	1.45	2.28	2.20
Closing net asset value per share	199.51	155.87	173.51
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.01
<b>Performance</b>			
Return after charges	28.00%	(10.17)%	4.15%
<b>Other Information</b>			
Closing net asset value (£'000)	90	327	568
Closing number of shares	45,078	210,083	327,348
Operating charges <sup>2</sup>	1.84%	1.80%	1.84%
Direct transaction costs	0.01%	0.02%	0.01%
<b>Prices</b>			
Highest share price	201.40	192.40	179.50
Lowest share price	152.00	146.10	160.50

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.54% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.



# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	138.40	156.24	151.89
Return before operating charges*	41.68	(12.85)	9.24
Operating charges	(2.58)	(2.53)	(2.49)
Return after operating charges*	39.10	(15.38)	6.75
Distributions on income shares	(1.64)	(2.46)	(2.40)
Closing net asset value per share	175.86	138.40	156.24
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.04	 0.01
<b>Performance</b>			
Return after charges	28.25%	(9.84)%	4.44%
<b>Other Information</b>			
Closing net asset value (£'000)	10,266	7,789	10,201
Closing number of shares	5,837,916	5,627,951	6,528,839
Operating charges <sup>2</sup>	1.59%	1.55%	1.59%
Direct transaction costs	0.01%	0.02%	0.01%
<b>Prices</b>			
Highest share price	178.30	172.70	163.90
Lowest share price	134.80	131.20	145.90

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.54% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	159.55	177.14	169.65
Return before operating charges*	48.21	(14.71)	10.28
Operating charges	(2.99)	(2.88)	(2.79)
Return after operating charges*	45.22	(17.59)	7.49
Distributions	(1.90)	(2.80)	(2.68)
Retained distributions on accumulation shares	1.90	2.80	2.68
Closing net asset value per share	204.77	159.55	177.14
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.01
<b>Performance</b>			
Return after charges	28.34%	(9.93)%	4.41%
<b>Other Information</b>			
Closing net asset value (£'000)	227,463	180,086	206,920
Closing number of shares	111,082,851	112,872,025	116,811,084
Operating charges <sup>2</sup>	1.59%	1.55%	1.59%
Direct transaction costs	0.01%	0.02%	0.01%
<b>Prices</b>			
Highest share price	206.60	196.90	183.00
Lowest share price	155.60	149.50	163.70

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.54% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	114.01	128.71	125.12
Return before operating charges*	34.34	(10.58)	7.62
Operating charges	(1.80)	(1.75)	(1.73)
Return after operating charges*	32.54	(12.33)	5.89
Distributions on income shares	(1.67)	(2.37)	(2.30)
Closing net asset value per share	144.88	114.01	128.71
 *After direct transaction costs of <sup>1</sup> :	 0.01	 0.03	 0.01
<b>Performance</b>			
Return after charges	28.54%	(9.58)%	4.71%
<b>Other Information</b>			
Closing net asset value (£'000)	75,532	53,714	40,717
Closing number of shares	52,133,821	47,112,739	31,635,120
Operating charges <sup>2</sup>	1.34%	1.30%	1.34%
Direct transaction costs	0.01%	0.02%	0.01%
<b>Prices</b>			
Highest share price	147.00	142.40	135.10
Lowest share price	111.10	108.20	120.30

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.54% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	125.22	138.68	132.47
Return before operating charges*	37.87	(11.57)	8.05
Operating charges	(1.98)	(1.89)	(1.84)
Return after operating charges*	35.89	(13.46)	6.21
Distributions	(1.86)	(2.56)	(2.44)
Retained distributions on accumulation shares	1.86	2.56	2.44
Closing net asset value per share	161.11	125.22	138.68
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.04	 0.01
<b>Performance</b>			
Return after charges	28.66%	(9.71)%	4.69%
<b>Other Information</b>			
Closing net asset value (£'000)	476,168	386,676	445,937
Closing number of shares	295,555,764	308,804,709	321,567,929
Operating charges <sup>2</sup>	1.34%	1.30%	1.34%
Direct transaction costs	0.01%	0.02%	0.01%
<b>Prices</b>			
Highest share price	162.50	154.40	143.10
Lowest share price	122.10	117.40	128.10

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.54% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

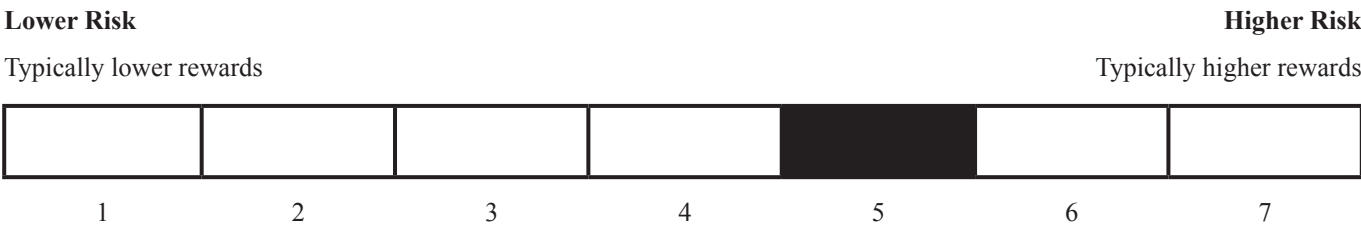
In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Sub-fund Information *(continued)*

### Synthetic Risk and Reward Indicator (“SRRI”)



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

The prior year SRRI rating was 4 and it has increased due to volatility within the sub-fund. The risk rating is calculated using historical data and a prescribed standard deviation methodology.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	172,890	(87,091)
Revenue	7	15,394	19,218
Expenses	8	(6,516)	(6,546)
Interest payable and similar charges		(8)	(65)
Net revenue before taxation		8,870	12,607
Taxation	9	–	–
Net revenue after taxation for the year		8,870	12,607
<b>Total return before distributions</b>		<b>181,760</b>	<b>(74,484)</b>
Distributions	10	(8,873)	(12,619)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>172,887</b>	<b>(87,103)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>628,807</b>	<b>704,585</b>
Amounts receivable on issue of shares		132,173	118,411
Amounts payable on cancellation of shares		(152,031)	(118,379)
		(19,858)	32
Dilution levy		4	27
Change in net assets attributable to shareholders from investment activities		172,887	(87,103)
Retained distribution on accumulation shares	10	7,762	11,266
<b>Closing net assets attributable to shareholders</b>		<b>789,602</b>	<b>628,807</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		780,380	612,291
Current assets:			
Debtors	11	2,238	10,782
Cash and bank balances		10,430	14,628
<b>Total assets</b>		<b>793,048</b>	<b>637,701</b>
<b>Liabilities</b>			
Creditors:			
Bank overdrafts		–	(4,804)
Distribution payable	10	(501)	(769)
Other creditors	12	(2,945)	(3,321)
<b>Total liabilities</b>		<b>(3,446)</b>	<b>(8,894)</b>
<b>Net assets attributable to shareholders</b>		<b>789,602</b>	<b>628,807</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	172,987	(86,984)
Currency losses	(89)	(99)
Transaction charges	(8)	(8)
Net capital gains/(losses)	172,890	(87,091)

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 105.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	414,386	35	–	414,421	0.01	–
	414,386	35	–	414,421		
<b>Sales</b>						
Collective Investment Schemes	422,652	(48)	–	422,604	0.01	–
	422,652	(48)	–	422,604		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.01%	0.00%			

##### Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	722,655	125	–	722,780	0.02	–
	722,655	125	–	722,780		
<b>Sales</b>						
Collective Investment Schemes	711,612	(90)	–	711,522	0.01	–
	711,612	(90)	–	711,522		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.03%	0.00%			



# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

##### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.21% (31st March 2020: 0.05%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Bank interest	3	45
Franked CIS revenue	4,931	6,660
Offshore CIS dividend revenue	5,283	5,592
Offshore CIS interest revenue	5,177	6,787
Unfranked CIS revenue	–	134
	<b>15,394</b>	<b>19,218</b>

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	6,176	6,198
	<b>6,176</b>	<b>6,198</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	69	69
Safe custody charges	180	187
	<b>249</b>	<b>256</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	11	10
Printing fees	5	7
Registration fees	75	75
	<b>91</b>	<b>92</b>
<b>Total expenses</b>	<b>6,516</b>	<b>6,546</b>

<sup>1</sup>Total audit fees of £8,750 (31st March 2020: £8,110), exclusive of VAT.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Corporation tax	–	–
Irrecoverable income tax	–	–
<b>Total current taxation</b>	–	–
Deferred tax charge	–	–
<b>Total taxation</b>	–	–
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	<b>8,870</b>	12,607
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	<b>1,774</b>	2,521
Effects of:		
Excess management expenses not utilised	<b>269</b>	(71)
Franked CIS revenue	<b>(986)</b>	(1,332)
Offshore CIS dividend revenue	<b>(1,057)</b>	(1,118)
<b>Total tax charge (note 9a)</b>	–	–
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	–	–
Provision at start of year	–	–
<b>Provision at end of year</b>	–	–

The sub-fund has not recognised a deferred tax asset of £887,507 (31st March 2020: £618,770) arising as a result of having unutilised management expenses. The unutilised management expenses will only be recovered to the extent that the sub-fund has sufficient future taxable revenue.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	492	393
Interim accumulation	3,856	4,450
Final distribution	501	769
Final accumulation	3,906	6,816
	<b>8,755</b>	<b>12,428</b>
Add: Revenue deducted on shares cancelled	405	730
Deduct: Revenue received on shares created	(287)	(539)
<b>Net distribution for the year</b>	<b>8,873</b>	<b>12,619</b>

#### Reconciliation between net revenue and distribution

	2021 £'000	2020 £'000
Net revenue after taxation	8,870	12,607
Equalisation uplift on conversions	3	12
	<b>8,873</b>	<b>12,619</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	912	1,249
Amount receivable for issue of shares	1,326	1,422
Sales awaiting settlement	–	8,111
	<b>2,238</b>	<b>10,782</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	637	511
Amount payable for cancellation of shares	2,308	767
Purchases awaiting settlement	–	2,043
	<b>2,945</b>	<b>3,321</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £598,617 (31st March 2020: £473,806) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
Focused SICAV High Grade Bond 'F' GBP Inc	–	25,561	–	£2,933,892
Focused SICAV US Corporate Bond Sustainable USD 'F'				
GBP Hedged Inc	<b>248,707</b>	–	<b>£25,119,407</b>	–
UBS Barclays US Liquid Corporates	–	612,506	–	£10,014,473
UBS Ireland Select Money Market GBP Premier Inc	<b>23,364,887</b>	17,571,332	<b>£23,364,887</b>	£17,571,332
UBS MSCI ACWI SF UCITS ETF USD 'A' Inc	<b>259,879</b>	288,995	<b>£24,020,493</b>	£20,383,143
UBS MSCI Australia UCITS ETF 'A' Acc	<b>899,092</b>	1,003,291	<b>£16,949,840</b>	£12,913,398
UBS MSCI Canada UCITS ETF 'A' Inc	<b>603,541</b>	603,541	<b>£16,404,324</b>	£11,884,399
UBS MSCI Emerging Markets 'A' UCITS ETF USD 'A' Inc	<b>250,616</b>	260,074	<b>£23,745,866</b>	£17,557,596
UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc	<b>931,484</b>	834,449	<b>£15,247,856</b>	£12,462,936
UBS S&P 500 Index 'J' Inc	<b>151,638</b>	177,046	<b>£35,686,927</b>	£30,633,172

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund has six share classes: Class B Income, Class B Accumulation, Class C Income, Class C Accumulation, Class F Income, and Class F Accumulation. The distribution per share is given in the distribution tables on pages 124 to 126. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class B Income	1.25%
Class B Accumulation	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 16. Share Classes (continued)

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class B Income	155,000	–	(108,011)	–	46,989
Class B Accumulation	210,083	–	(165,005)	–	45,078
Class C Income	5,627,951	143,836	(236,035)	302,164	5,837,916
Class C Accumulation	112,872,025	18,244,595	(16,168,143)	(3,865,626)	111,082,851
Class F Income	47,112,739	12,256,294	(7,867,090)	631,878	52,133,821
Class F Accumulation	308,804,709	56,484,813	(73,753,234)	4,019,476	295,555,764

#### 17. Financial Instruments

In pursuing its investment objective set out on page 8, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, unit/shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £39,018,996 (31st March 2020: £30,614,560).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

The sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

At the year end date, a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements. These net assets consist of the following:

#### Foreign currency exposure as at 31st March 2021:

Currency	Monetary Exposures 2021 £'000	Non Monetary Exposures 2021 £'000	Total 2021 £'000
Australian dollar	–	16,950	16,950
Canadian dollar	–	16,404	16,404
Pound sterling	9,200	640,860	650,060
Swiss franc	–	15,248	15,248
US dollar	22	90,918	90,940
	9,222	780,380	789,602

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Australian dollar	5	12,913	12,918
Canadian dollar	–	11,884	11,884
Pound sterling	9,364	512,987	522,351
Swiss franc	209	12,463	12,672
US dollar	6,938	62,044	68,982
	16,516	612,291	628,807

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £1,395,430 (31st March 2020: £1,064,554).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Australian dollar	–	–	16,950	16,950
Canadian dollar	–	–	16,404	16,404
Pound sterling	10,408	–	640,860	651,268
Swiss franc	–	–	15,248	15,248
US dollar	22	–	90,918	90,940
	10,430	–	780,380	790,810

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Australian dollar	5	–	12,913	12,918
Canadian dollar	20	–	11,884	11,904
Euro	13	–	–	13
Pound sterling	7,444	–	512,987	520,431
Swiss franc	208	–	12,463	12,671
US dollar	6,938	–	62,044	68,982
	14,628	–	612,291	626,919

There were no financial liabilities as at 31st March 2021.

Interest rate risk profile of financial liabilities as at 31st March 2020:

	Floating Rate Financial Liabilities 2020 £'000	Financial Liabilities Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency			
Canadian dollar	(20)	–	(20)
Euro	(13)	–	(13)
Pound sterling	(4,771)	–	(4,771)
	(4,804)	–	(4,804)

Short term debtors and creditors are excluded in the interest rate risk tables above.

The sub-fund's net cash holdings of £10,430,063 (31st March 2020: £9,823,769) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of financial assets and liabilities, as shown in the balance sheet, and their fair value.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Collective Investment Schemes	231,338	549,042	–	780,380
Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Collective Investment Schemes	231,285	381,006	–	612,291

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class C Accumulation 215.81p as at the close of business on 23rd July 2021 had increased on average across the share classes by 5.39% compared to the NAV at the year end of 204.77p.



# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.5965	—	0.5965	0.7141
2	0.5965	—	0.5965	0.7141

#### Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.7407	—	0.7407	0.7903
2	0.7407	—	0.7407	0.7903

#### Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.8001	—	0.8001	0.9170
2	0.6427	0.1574	0.8001	0.9170

#### Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.9244	—	0.9244	1.0415
2	0.6320	0.2924	0.9244	1.0415

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.8043	—	0.8043	0.9294
2	0.6747	0.1296	0.8043	0.9294

#### Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.8988	—	0.8988	0.9964
2	0.6259	0.2729	0.8988	0.9964

#### Final Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.6253	—	0.6253	1.3388
2	0.6253	—	0.6253	1.3388

#### Final Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.7089	—	0.7089	1.4930
2	0.7089	—	0.7089	1.4930

# TM UBS (UK) Fund

## TM UBS (UK) - Global Growth Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.8383	—	0.8383	1.5438
2	0.4657	0.3726	0.8383	1.5438

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.9708	—	0.9708	1.7599
2	0.5245	0.4463	0.9708	1.7599

#### Final Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.8654	—	0.8654	1.4423
2	0.5028	0.3626	0.8654	1.4423

#### Final Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.9566	—	0.9566	1.5629
2	0.5496	0.4070	0.9566	1.5629

\* There were no group 2 shares for this period.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 99.19% (98.49%)</b>		
<b>Ireland 41.39% (47.48%)</b>		
112,633 Brown Advisory US Sustainable Growth 'SI' GBP	1,398,902	1.25
84,555 DCI Investment Grade Corporate Bond 'D' Inc	9,490,453	8.50
564,719 Federated Hermes Global Emerging Markets 'J' GBP Inc	998,423	0.89
21,111 Findlay Park American USD Inc	2,533,811	2.27
38,806 GAM Star Continental European Equity Institutional Inc	1,037,595	0.93
520,074 iShares Core Euro Corporate Bond UCITS ETF GBP Hedged Inc	2,790,717	2.50
11,101 iShares Core S&P 500 UCITS ETF USD Acc	3,245,155	2.91
573,597 iShares Core UK Gilts UCITS ETF GBP Inc	7,861,147	7.04
64,902 iShares MSCI Europe ex-UK UCITS ETF EUR Inc	2,053,499	1.84
17,331 iShares UK Gilts 0-5 year UCITS ETF GBP Inc	2,311,435	2.07
3,282,452 UBS Ireland Select Money Market GBP Premier Inc <sup>1</sup>	3,282,452	2.94
30,670 UBS MSCI ACWI SF UCITS ETF USD 'A' Inc <sup>1</sup>	2,834,814	2.54
61,810 Vanguard FTSE 100 UCITS ETF	1,828,958	1.64
22,914 Vanguard US Treasury Inflation-Protected Securities Index Inc	2,318,260	2.07
114,372 Xtrackers MSCI World Energy UCITS ETF	2,235,256	2.00
	<b>46,220,877</b>	<b>41.39</b>
<b>Luxembourg 41.45% (38.66%)</b>		
10,752 Ashmore SICAV Emerging Markets Corporate Debt 'Z' Inc	1,000,704	0.90
10,999 AXA World US High Yield Bonds 'I' GBP Hedged Inc	1,124,797	1.01
39,917 Focused SICAV High Grade Bond 'F' GBP Inc <sup>1</sup>	4,513,814	4.04
94,043 Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc <sup>1</sup>	9,498,343	8.51
22,795 Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc	2,372,302	2.12
315,549 Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc	2,764,212	2.47
384,568 Goldman Sachs Global High Yield 'IS' GBP Hedged Inc	3,368,818	3.02
27,697 JPMorgan Emerging Markets Corporate 'I2' GBP Hedged Inc	2,733,694	2.45
117,096 Morgan Stanley Euro Corporate Bond 'ZHX' Inc GBP	3,002,341	2.69
11,350 Morgan Stanley US Advantage 'ZX' Inc USD	1,266,526	1.14
39,731 Ninety One Global Strategy Fund - Emerging Markets Equity 'JX' Inc GBP	1,321,850	1.18
229,003 Nordea Investment European High Yield Bond 'HAI' GBP Inc	2,237,359	2.00
277,384 Schroder ISF EURO Corporate Bond 'C' GBP Hedged Inc	4,359,728	3.90
11,278 UBAM Global High Yield Solution 'IH' Inc	1,198,125	1.07
68,366 UBS Barclays US Liquid Corporates UCITS ETF 'A' GBP Hedged Inc <sup>1</sup>	1,157,436	1.04
21,869 UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc <sup>1</sup>	2,072,088	1.85
140,232 UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc <sup>1</sup>	2,295,517	2.06
	<b>46,287,654</b>	<b>41.45</b>
<b>United Kingdom 16.35% (12.35%)</b>		
3,238,040 Artemis Income 'E' Inc	3,185,583	2.85
599,931 Artemis US Select 'I' Inc GBP	1,504,087	1.35
654,279 BlackRock European Dynamic 'D' Inc	1,580,084	1.41
2,532,534 J O Hambro UK Equity Income 'Y' GBP Acc	3,968,480	3.55
389,619 Liontrust Special Situations 'I' Inc	1,816,404	1.63

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings		Market value £	Percentage of total net assets %
<b>United Kingdom (continued)</b>			
3,012,889	Threadneedle UK 'L' Inc GBP	3,563,344	3.19
11,246	UBS S&P 500 Index 'J' Inc <sup>1</sup>	2,646,666	2.37
		<b>18,264,648</b>	<b>16.35</b>
<b>Net investments 99.19% (98.49%)</b>		<b>110,773,179</b>	<b>99.19</b>
Net other assets		899,310	0.81
<b>Total net assets</b>		<b>111,672,489</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.

# TM UBS (UK) Fund

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## TM UBS (UK) - Global Yield Fund

### Sub-fund Information

The Comparative Tables on pages 130 to 134 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class B Accumulation*

	<i>31/03/2021</i> <i>(pence per share)</i>	<i>31/03/2020</i> <i>(pence per share)</i>	<i>31/03/2019</i> <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	125.43	133.56	130.32
Return before operating charges*	23.19	(5.71)	5.56
Operating charges	(2.48)	(2.42)	(2.32)
Return after operating charges*	20.71	(8.13)	3.24
Distributions	(3.41)	(3.27)	(3.37)
Retained distributions on accumulation shares	3.41	3.27	3.37
Closing net asset value per share	146.14	125.43	133.56
 *After direct transaction costs of <sup>1</sup> :	 0.01	 0.04	 0.01
<b>Performance</b>			
Return after charges	16.51%	(6.09)%	2.49%
<b>Other Information</b>			
Closing net asset value (£'000)	34	29	31
Closing number of shares	23,441	23,441	23,441
Operating charges <sup>2</sup>	1.76%	1.75%	1.76%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	148.30	143.20	134.90
Lowest share price	125.10	121.40	126.80

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.43% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	101.24	110.31	110.12
Return before operating charges*	18.67	(4.67)	4.71
Operating charges	(1.71)	(1.71)	(1.68)
Return after operating charges*	16.96	(6.38)	3.03
Distributions on income shares	(2.74)	(2.69)	(2.84)
Closing net asset value per share	115.46	101.24	110.31
 *After direct transaction costs of <sup>1</sup> :	 0.01	 0.03	 0.01
<b>Performance</b>			
Return after charges	16.75%	(5.78)%	2.75%
<b>Other Information</b>			
Closing net asset value (£'000)	6,657	4,872	9,856
Closing number of shares	5,766,046	4,811,454	8,934,491
Operating charges <sup>2</sup>	1.51%	1.50%	1.51%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	118.70	117.50	114.10
Lowest share price	100.90	99.59	106.40

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.43% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.



# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	128.14	136.11	132.48
Return before operating charges*	23.70	(5.85)	5.66
Operating charges	(2.17)	(2.12)	(2.03)
Return after operating charges*	21.53	(7.97)	3.63
Distributions	(3.49)	(3.34)	(3.43)
Retained distributions on accumulation shares	3.49	3.34	3.43
Closing net asset value per share	149.67	128.14	136.11
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.04	 0.01
<b>Performance</b>			
Return after charges	16.80%	(5.86)%	2.74%
<b>Other Information</b>			
Closing net asset value (£'000)	39,074	42,017	45,994
Closing number of shares	26,107,526	32,788,944	33,790,956
Operating charges <sup>2</sup>	1.51%	1.50%	1.51%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	151.80	146.30	137.30
Lowest share price	127.80	124.00	129.10

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.43% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	99.52	108.14	107.66
Return before operating charges*	18.36	(4.58)	4.63
Operating charges	(1.40)	(1.40)	(1.37)
Return after operating charges*	16.96	(5.98)	3.26
Distributions on income shares	(2.70)	(2.64)	(2.78)
Closing net asset value per share	113.78	99.52	108.14
 *After direct transaction costs of <sup>1</sup> :	 0.01	 0.03	 0.01
<b>Performance</b>			
Return after charges	17.04%	(5.53)%	3.03%
<b>Other Information</b>			
Closing net asset value (£'000)	7,611	9,443	9,199
Closing number of shares	6,688,700	9,488,568	8,506,291
Operating charges <sup>2</sup>	1.26%	1.25%	1.26%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	116.90	115.50	111.70
Lowest share price	99.18	97.90	104.20

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.43% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	115.20	122.05	118.49
Return before operating charges*	21.33	(5.27)	5.08
Operating charges	(1.63)	(1.58)	(1.52)
Return after operating charges*	19.70	(6.85)	3.56
Distributions	(3.14)	(3.00)	(3.07)
Retained distributions on accumulation shares	3.14	3.00	3.07
Closing net asset value per share	134.90	115.20	122.05
 *After direct transaction costs of <sup>1</sup> :	 0.01	 0.04	 0.01
<b>Performance</b>			
Return after charges	17.10%	(5.61)%	3.00%
<b>Other Information</b>			
Closing net asset value (£'000)	58,296	51,883	58,981
Closing number of shares	43,215,642	45,039,377	48,323,622
Operating charges <sup>2</sup>	1.26%	1.25%	1.26%
Direct transaction costs	0.01%	0.03%	0.01%
<b>Prices</b>			
Highest share price	136.70	131.50	122.90
Lowest share price	114.90	111.50	115.70

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.43% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Sub-fund Information *(continued)*

#### Synthetic Risk and Reward Indicator (“SRRI”)



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

The prior year SRRI rating was 3 and it has increased due to increased volatility within the sub-fund. The risk rating is calculated using historical data and a prescribed standard deviation methodology.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	16,106	(8,136)
Revenue	7	2,753	2,961
Expenses	8	(1,065)	(1,175)
Interest payable and similar charges		(1)	(3)
Net revenue before taxation		1,687	1,783
Taxation	9	–	–
Net revenue after taxation for the year		1,687	1,783
<b>Total return before distributions</b>		<b>17,793</b>	<b>(6,353)</b>
Distributions	10	(2,752)	(2,958)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>15,041</b>	<b>(9,311)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>108,244</b>	<b>124,061</b>
Amounts receivable on issue of shares		11,981	8,389
Amounts payable on cancellation of shares		(25,995)	(17,360)
		(14,014)	(8,971)
Dilution levy		–	3
Change in net assets attributable to shareholders from investment activities		15,041	(9,311)
Retained distribution on accumulation shares	10	2,401	2,462
<b>Closing net assets attributable to shareholders</b>		<b>111,672</b>	<b>108,244</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Balance Sheet

as at 31st March 2020

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		110,773	106,609
Current assets:			
Debtors	11	80	1,757
Cash and bank balances		1,579	1,235
<b>Total assets</b>		<b>112,432</b>	<b>109,601</b>
<b>Liabilities</b>			
Creditors:			
Distribution payable	10	(189)	(242)
Other creditors	12	(571)	(1,115)
<b>Total liabilities</b>		<b>(760)</b>	<b>(1,357)</b>
<b>Net assets attributable to shareholders</b>		<b>111,672</b>	<b>108,244</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	16,225	(8,123)
Currency losses	(111)	(6)
Transaction charges	(8)	(7)
Net capital gains/(losses)	16,106	(8,136)

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 129.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	60,006	6	–	60,012	0.01	–
	60,006	6	–	60,012		
<b>Sales</b>						
Collective Investment Schemes	72,611	(7)	–	72,604	0.01	–
	72,611	(7)	–	72,604		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.01%	–%			

##### Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	113,717	19	–	113,736	0.02	–
	113,717	19	–	113,736		
<b>Sales</b>						
Collective Investment Schemes	121,539	(23)	–	121,516	0.02	–
	121,539	(23)	–	121,516		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.03%	–%			

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

##### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.13% (31st March 2020: 0.24%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Bank interest	–	2
Franked CIS revenue	346	500
Offshore CIS dividend revenue	477	418
Offshore CIS interest revenue	1,930	1,978
Unfranked CIS revenue	–	63
	<b>2,753</b>	<b>2,961</b>

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	977	1,080
	<b>977</b>	<b>1,080</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	12	11
Safe custody charges	27	31
	<b>39</b>	<b>42</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	11	10
Printing fees	4	5
Registration fees	34	38
	<b>49</b>	<b>53</b>
<b>Total expenses</b>	<b>1,065</b>	<b>1,175</b>

<sup>1</sup> Total audit fees of £8,750 (31st March 2020: £8,110), exclusive of VAT.



# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

Notes to the Financial Statements  
for the year ended 31st March 2021 (continued)

### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Corporation tax	–	–
Irrecoverable income tax	–	–
<b>Total current taxation</b>	–	–
Deferred tax charge	–	–
<b>Total taxation</b>	–	–
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	1,687	1,783
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	337	357
Effects of:		
Franked CIS revenue	(69)	(100)
Interest distributions	(173)	(173)
Offshore CIS dividend revenue	(95)	(84)
<b>Total tax charge (note 9a)</b>	–	–
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	–	–
Provision at start of year	–	–
<b>Provision at end of year</b>	–	–

The sub-fund has not recognised a deferred tax asset of £Nil (31st March 2020: £Nil) arising as a result of having unutilised management expenses.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	122	172
Interim accumulation	1,131	899
Final distribution	189	242
Final accumulation	1,270	1,563
	<b>2,712</b>	<b>2,876</b>
Add: Revenue deducted on shares cancelled	115	117
Deduct: Revenue received on shares created	(75)	(35)
<b>Net distribution for the year</b>	<b>2,752</b>	<b>2,958</b>

#### Reconciliation between net revenue and distribution

	2021 £'000	2020 £'000
Net revenue after taxation	1,687	1,783
Add: Expenses allocated to capital	1,065	1,175
	<b>2,752</b>	<b>2,958</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	80	112
Amount receivable for issue of shares	–	20
Sales awaiting settlement	–	1,625
	<b>80</b>	<b>1,757</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	106	100
Amount payable for cancellation of shares	465	–
Purchases awaiting settlement	–	1,015
	<b>571</b>	<b>1,115</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £88,425 (31st March 2020: £83,272) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
Focused SICAV High Grade Bond 'F' GBP Inc	39,917	36,503	£4,513,814	£4,187,624
Focused SICAV US Corporate Bond Sustainable USD 'F'				
GBP Hedged Inc	94,043	—	£9,498,343	—
UBS ETF - Bloomberg Barclays US Liquid Corporates UCITS ETF	68,366	68,366	£1,157,436	£1,119,151
UBS Ireland Select Money Market GBP Premier Inc	3,282,452	3,775,155	£3,282,452	£3,775,155
UBS MSCI ACWI SF UCITS ETF USD 'A' Inc	30,670	44,361	£2,834,814	£3,100,837
UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc	21,869	—	£2,072,088	—
UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc	140,232	155,901	£2,295,517	£2,318,275
UBS S&P 500 Index 'J' Inc	11,246	16,551	£2,646,666	£2,864,003

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has five share classes: Class B Accumulation, Class C Income, Class C Accumulation, Class F Income, and Class F Accumulation. The distribution per share is given in the distribution tables on pages 146 to 148. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class B Accumulation	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 16. Share Classes (continued)

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class B Accumulation	23,441	—	—	—	23,441
Class C Income	4,811,454	2,059,776	(858,025)	(247,159)	5,766,046
Class C Accumulation	32,788,944	2,221,502	(5,137,452)	(3,765,468)	26,107,526
Class F Income	9,488,568	1,738,449	(4,789,232)	250,915	6,688,700
Class F Accumulation	45,039,377	3,442,348	(9,448,942)	4,182,859	43,215,642

#### 17. Financial Instruments

In pursuing its investment objective set out on page 8, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, unit/shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £5,538,659 (31st March 2020: £5,330,438).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

The sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

At the year end date, a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements. These net assets consist of the following:

#### Foreign currency exposure as at 31st March 2021:

Currency	Monetary Exposures 2021 £'000	Non Monetary Exposures 2021 £'000	Total 2021 £'000
Pound sterling	890	99,607	100,497
Swiss franc	—	2,296	2,296
US dollar	9	8,870	8,879
	<b>899</b>	<b>110,773</b>	<b>111,672</b>

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Notes to the Financial Statements for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Pound sterling	1,635	98,266	99,901
Swiss franc	–	2,318	2,318
US dollar	–	6,025	6,025
	<u>1,635</u>	<u>106,609</u>	<u>108,244</u>

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £111,748 (31st March 2020: £83,437).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Pound sterling	1,570	–	99,607	101,177
Swiss franc	–	–	2,296	2,296
US dollar	9	–	8,870	8,879
	<u>1,579</u>	<u>–</u>	<u>110,773</u>	<u>112,352</u>

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Pound sterling	1,235	–	98,266	99,501
Swiss franc	–	–	2,318	2,318
US dollar	–	–	6,025	6,025
	<u>1,235</u>	<u>–</u>	<u>106,609</u>	<u>107,844</u>

There were no financial liabilities as at 31st March 2021 (31st March 2020: £Nil).

Short term debtors and creditors are excluded in the interest rate risk tables above.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

The sub-fund's net cash holdings of £1,579,118 (31st March 2020: £1,235,038) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Collective Investment Schemes	30,686	80,087	—	110,773

Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Collective Investment Schemes	33,438	73,171	—	106,609

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class C Accumulation of 155.41p as at the close of business on 23rd July 2021 had increased on average across the share classes by 3.84% compared to the NAV at the year end of 149.67p.

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	1.5041	—	1.5041	1.1801
2	1.5041	—	1.5041	1.1801

#### Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	1.2153	—	1.2153	0.9751
2	0.9380	0.2773	1.2153	0.9751

#### Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	1.5403	—	1.5403	1.2037
2	0.7255	0.8148	1.5403	1.2037

#### Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	1.1983	—	1.1983	0.9566
2	0.4733	0.7250	1.1983	0.9566

# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	1.3842	–	1.3842	1.0797
2	0.4456	0.9386	1.3842	1.0797

#### Final Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	1.9090	–	1.9090	2.0891
2	1.9090	–	1.9090	2.0891

#### Final Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	1.5290	–	1.5290	1.7139
2	0.9621	0.5669	1.5290	1.7139

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	1.9513	–	1.9513	2.1333
2	1.0508	0.9005	1.9513	2.1333



# TM UBS (UK) Fund

## TM UBS (UK) - Global Yield Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	1.5052	—	1.5052	1.6837
2	0.6335	0.8717	1.5052	1.6837

#### Final Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	1.7601	—	1.7601	1.9166
2	0.8973	0.8628	1.7601	1.9166

\*There were no group 2 shares for this period.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>EQUITIES 24.69% (23.58%)</b>		
<b>Jersey 1.30% (0.91%)</b>		
89,310 Sanne Group	579,622	0.31
193,110 WPP	1,818,324	0.99
	<b>2,397,946</b>	<b>1.30</b>
<b>United Kingdom 23.39% (22.67%)</b>		
261,630 Avast	1,192,510	0.65
389,438 Aviva	1,600,201	0.87
724,746 Barclays	1,368,755	0.74
266,151 Beazley	935,255	0.51
420,923 BP	1,254,982	0.68
81,951 Compass	1,200,992	0.65
116,793 Diageo	3,521,309	1.92
258,334 DS Smith	1,065,369	0.58
124,907 Elementis	157,508	0.09
112,935 GlaxoSmithKline	1,461,605	0.80
30,322 Halma	721,967	0.39
38,828 Hikma Pharmaceuticals	885,278	0.48
184,551 IG Group	1,648,963	0.90
46,319 IMI	620,211	0.34
221,392 Informa	1,254,850	0.68
37,262 Intermediate Capital Group	693,073	0.38
11,168 Intertek Group	625,408	0.34
2,513,223 Lloyds Banking	1,081,817	0.59
27,641 London Stock Exchange	1,917,180	1.04
752,877 M&G	1,559,961	0.85
286,050 Moneysupermarket.com	763,181	0.42
508,525 NatWest Group	1,002,049	0.55
112,295 Prudential	1,746,187	0.95
36,915 Reckitt Benckiser	2,407,596	1.31
166,220 RELX	3,026,035	1.65
104,663 Royal Dutch Shell	1,409,392	0.77
30,474 Schroders	1,056,838	0.57
112,231 Smart Metering Systems	909,071	0.49
164,848 SSE	2,397,714	1.30
758,993 Tesco	1,747,581	0.95
1,307,824 Vodafone	1,747,515	0.95
	<b>42,980,353</b>	<b>23.39</b>
<b>TOTAL EQUITIES</b>	<b>45,378,299</b>	<b>24.69</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 74.60% (74.78%)</b>		
<b>Ireland 34.77% (39.64%)</b>		
176,888 Brown Advisory US Sustainable Growth 'SI' GBP	2,196,949	1.20
114,233 DCI Investment Grade Corporate Bond 'D' Inc	12,821,512	6.98
886,878 Federated Hermes Global Emerging Markets 'J' GBP Inc	1,568,000	0.85
32,402 Findlay Park American USD Inc	3,888,993	2.12
60,945 GAM Star Continental European Equity Institutional Inc	1,629,548	0.89
25,595 iShares Core S&P 500 UCITS ETF USD Acc	7,482,186	4.07
411,216 iShares Core UK Gilts UCITS ETF GBP Inc	5,635,715	3.07
82,801 iShares FTSE 250 UCITS ETF GBP Inc	1,687,899	0.92
117,555 iShares MSCI Europe ex-UK UCITS ETF EUR Inc	3,719,440	2.02
307,254 iShares MSCI Japan UCITS ETF USD Inc	3,849,893	2.09
7,250 iShares UK Gilts 0-5 year UCITS ETF GBP Inc	966,933	0.53
5,185,442 UBS Ireland Select Money Market GBP Premier Inc <sup>1</sup>	5,185,442	2.82
37,251 UBS MSCI ACWI SF UCITS ETF USD 'A' Inc <sup>1</sup>	3,443,092	1.87
80,619 Vanguard FTSE 100 UCITS ETF	2,385,516	1.30
37,003 Vanguard US Treasury Inflation-Protected Securities Index Inc	3,743,695	2.04
188,238 Xtrackers MSCI World Energy UCITS ETF	3,678,874	2.00
	<b>63,883,687</b>	<b>34.77</b>
<b>Luxembourg 34.19% (31.51%)</b>		
12,603 Ashmore SICAV Emerging Markets Corporate Debt 'Z' Inc	1,172,980	0.64
19,187 AXA World US High Yield Bonds 'I' GBP Hedged Inc	1,962,090	1.07
7,795 Focused SICAV High Grade Bond 'F' GBP Inc	881,459	0.48
123,367 Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc	12,460,067	6.78
25,503 Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc	2,654,064	1.44
370,690 Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc	3,247,248	1.77
637,427 Goldman Sachs Global High Yield 'IS' GBP Hedged Inc	5,583,861	3.04
24,602 JPMorgan Emerging Markets Corporate 'I2' GBP Hedged Inc	2,428,217	1.32
204,693 Morgan Stanley Euro Corporate Bond 'ZHX' Inc GBP	5,248,328	2.86
20,533 Morgan Stanley US Advantage 'ZX' Inc USD	2,291,241	1.24
64,880 Ninety One Global Strategy Fund - Emerging Markets Equity 'JX' Inc GBP	2,158,558	1.17
394,962 Nordea Investment European High Yield Bond 'HAI' GBP Inc	3,858,779	2.10
504,206 Schroder ISF EURO Corporate Bond 'C' GBP Hedged Inc	7,924,757	4.31
17,804 UBAM Global High Yield Solution 'IH' Inc	1,891,497	1.03
54,112 UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc <sup>1</sup>	5,127,112	2.79
240,924 UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc <sup>1</sup>	3,943,787	2.15
	<b>62,834,045</b>	<b>34.19</b>
<b>United Kingdom 5.64% (3.63%)</b>		
942,179 Artemis US Select 'I' Inc GBP	2,362,137	1.29
1,027,531 BlackRock European Dynamic 'D' Inc	2,481,487	1.35

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings		Market value £	Percentage of total net assets %
	<b>United Kingdom (continued)</b>		
405,901	River and Mercantile UK Equity Smaller Companies 'B' Inc	2,706,550	1.47
11,959	UBS S&P 500 Index 'J' Inc <sup>1</sup>	2,814,466	1.53
		<b>10,364,640</b>	<b>5.64</b>
	<b>TOTAL COLLECTIVE INVESTMENT SCHEMES</b>	<b>137,082,372</b>	<b>74.60</b>
	<b>Net investments 99.29% (98.36%)</b>	<b>182,460,671</b>	<b>99.29</b>
	Net other assets	1,311,983	0.71
	<b>Total net assets</b>	<b>183,772,654</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.

# TM UBS (UK) Fund

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## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information

The Comparative Tables on pages 153 to 158 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class B Income*

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	70.23	78.12	76.78
Return before operating charges*	15.13	(5.37)	3.77
Operating charges	(1.30)	(1.31)	(1.25)
Return after operating charges*	13.83	(6.68)	2.52
Distributions on income shares	(0.95)	(1.21)	(1.18)
Closing net asset value per share	83.11	70.23	78.12
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.06	 0.02
<b>Performance</b>			
Return after charges	19.69%	(8.55)%	3.28%
<b>Other Information</b>			
Closing net asset value (£'000)	254	341	383
Closing number of shares	306,082	486,010	490,062
Operating charges <sup>2</sup>	1.64%	1.62%	1.60%
Direct transaction costs	0.03%	0.08%	0.03%
<b>Prices</b>			
Highest share price	84.49	83.64	81.02
Lowest share price	69.21	67.45	73.83

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.33% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class B Accumulation

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	83.11	90.94	88.05
Return before operating charges*	17.96	(6.31)	4.33
Operating charges	(1.54)	(1.52)	(1.44)
Return after operating charges*	16.42	(7.83)	2.89
Distributions	(1.15)	(1.45)	(1.37)
Retained distributions on accumulation shares	1.15	1.45	1.37
Closing net asset value per share	99.53	83.11	90.94
 *After direct transaction costs of <sup>1</sup> :	 0.03	 0.07	 0.02
<b>Performance</b>			
Return after charges	19.76%	(8.61)%	3.28%
<b>Other Information</b>			
Closing net asset value (£'000)	137	164	571
Closing number of shares	137,502	196,642	628,356
Operating charges <sup>2</sup>	1.64%	1.62%	1.60%
Direct transaction costs	0.03%	0.08%	0.03%
<b>Prices</b>			
Highest share price	100.60	98.07	92.91
Lowest share price	81.95	79.09	85.22

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.33% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

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# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	70.73	78.69	77.34
Return before operating charges*	15.22	(5.47)	3.76
Operating charges	(1.11)	(1.11)	(1.07)
Return after operating charges*	14.11	(6.58)	2.69
Distributions on income shares	(1.13)	(1.38)	(1.34)
Closing net asset value per share	83.71	70.73	78.69
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.06	 0.02
<b>Performance</b>			
Return after charges	19.95%	(8.36)%	3.48%
<b>Other Information</b>			
Closing net asset value (£'000)	35,952	31,767	42,971
Closing number of shares	42,949,882	44,910,904	54,608,666
Operating charges <sup>2</sup>	1.39%	1.37%	1.35%
Direct transaction costs	0.03%	0.08%	0.03%
<b>Prices</b>			
Highest share price	85.13	84.30	81.68
Lowest share price	69.71	68.01	74.38

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.33% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.



# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	84.94	92.80	89.68
Return before operating charges*	18.32	(6.54)	4.36
Operating charges	(1.34)	(1.32)	(1.24)
Return after operating charges*	16.98	(7.86)	3.12
Distributions	(1.36)	(1.63)	(1.56)
Retained distributions on accumulation shares	1.36	1.63	1.56
Closing net asset value per share	101.92	84.94	92.80
 *After direct transaction costs of <sup>1</sup> :	 0.03	 0.08	 0.02
<b>Performance</b>			
Return after charges	19.99%	(8.47)%	3.48%
<b>Other Information</b>			
Closing net asset value (£'000)	52,687	54,955	72,122
Closing number of shares	51,692,319	64,697,899	77,719,557
Operating charges <sup>2</sup>	1.39%	1.37%	1.35%
Direct transaction costs	0.03%	0.08%	0.03%
<b>Prices</b>			
Highest share price	103.00	100.20	94.71
Lowest share price	83.76	80.83	86.92

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.33% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	52.38	58.28	57.27
Return before operating charges*	11.24	(4.09)	2.76
Operating charges	(0.68)	(0.67)	(0.64)
Return after operating charges*	10.56	(4.76)	2.12
Distributions on income shares	(0.95)	(1.14)	(1.11)
Closing net asset value per share	61.99	52.38	58.28
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.02

#### Performance

Return after charges	20.16%	(8.17)%	3.70%
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#### Other Information

Closing net asset value (£'000)	33,584	31,329	37,142
Closing number of shares	54,176,897	59,811,731	63,731,458
Operating charges <sup>2</sup>	1.14%	1.12%	1.10%
Direct transaction costs	0.03%	0.08%	0.03%

#### Prices

Highest share price	63.07	62.47	60.54
Lowest share price	51.63	50.42	55.10

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.33% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

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# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	59.62	65.01	62.70
Return before operating charges*	12.84	(4.63)	3.02
Operating charges	(0.77)	(0.76)	(0.71)
Return after operating charges*	12.07	(5.39)	2.31
Distributions	(1.09)	(1.28)	(1.22)
Retained distributions on accumulation shares	1.09	1.28	1.22
Closing net asset value per share	71.69	59.62	65.01
 *After direct transaction costs of <sup>1</sup> :	 0.02	 0.05	 0.02
<b>Performance</b>			
Return after charges	20.24%	(8.29)%	3.68%
<b>Other Information</b>			
Closing net asset value (£'000)	61,159	55,087	73,525
Closing number of shares	85,306,465	92,390,667	113,095,526
Operating charges <sup>2</sup>	1.14%	1.12%	1.10%
Direct transaction costs	0.03%	0.08%	0.03%
<b>Prices</b>			
Highest share price	72.39	70.31	66.28
Lowest share price	58.80	56.74	60.86

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.33% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Sub-fund Information *(continued)*

### Synthetic Risk and Reward Indicator (“SRRI”)



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	30,993	(19,407)
Revenue	7	4,675	6,095
Expenses	8	(1,733)	(2,046)
Interest payable and similar charges		(4)	(9)
Net revenue before taxation		2,938	4,040
Taxation	9	(116)	(129)
Net revenue after taxation for the year		2,822	3,911
<b>Total return before distributions</b>		<b>33,815</b>	<b>(15,496)</b>
Distributions	10	(2,823)	(3,913)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>30,992</b>	<b>(19,409)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>173,643</b>	<b>226,714</b>
Amounts receivable on issue of shares		6,575	7,324
Amounts payable on cancellation of shares		(29,131)	(43,389)
		(22,556)	(36,065)
Dilution levy		1	6
Change in net assets attributable to shareholders from investment activities		30,992	(19,409)
Retained distribution on accumulation shares	10	1,693	2,397
<b>Closing net assets attributable to shareholders</b>		<b>183,773</b>	<b>173,643</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		182,461	170,789
Current assets:			
Debtors	11	422	2,120
Cash and bank balances		2,482	8,392
<b>Total assets</b>		<b>185,365</b>	<b>181,301</b>
<b>Liabilities</b>			
Creditors:			
Distribution payable	10	(504)	(694)
Other creditors	12	(1,088)	(6,964)
<b>Total liabilities</b>		<b>(1,592)</b>	<b>(7,658)</b>
<b>Net assets attributable to shareholders</b>		<b>183,773</b>	<b>173,643</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	31,014	(19,419)
Currency (losses)/gains	(15)	19
Transaction charges	(6)	(7)
Net capital gains/(losses)	<u>30,993</u>	<u>(19,407)</u>

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 152.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	76,573	10	–	76,583	0.01	–
Equities	5,548	2	28	5,578	0.04	0.50
	<u>82,121</u>	<u>12</u>	<u>28</u>	<u>82,161</u>		
<b>Sales</b>						
Collective Investment Schemes	91,974	(11)	–	91,963	0.01	–
Equities	9,966	(4)	–	9,962	0.04	–
	<u>101,940</u>	<u>(15)</u>	<u>–</u>	<u>101,925</u>		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.01%	0.02%			

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	174,856	32	—	174,888	0.02	—
Equities	20,431	40	56	20,527	0.20	0.27
	195,287	72	56	195,415		
<b>Sales</b>						
Collective Investment Schemes	205,937	(42)	—	205,895	0.02	—
Equities	21,556	(8)	(1)	21,547	0.04	—
	227,493	(50)	(1)	227,442		
<b>Derivative purchases and sales</b>		—	—			
<b>Total cost as percentage of average net asset value</b>		0.06%	0.03%			

#### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.12% (31st March 2020: 0.13%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Bank interest	2	8
Franked CIS revenue	73	112
Franked UK dividends	1,428	2,165
Offshore CIS dividend revenue	848	995
Offshore CIS interest revenue	2,313	1,986
Overseas dividends	11	121
Unfranked CIS revenue	—	708
	<b>4,675</b>	<b>6,095</b>



# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	1,635	1,933
	<b>1,635</b>	<b>1,933</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	18	21
Safe custody charges	45	55
	<b>63</b>	<b>76</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	11	10
Printing fees	5	5
Registration fees	19	22
	<b>35</b>	<b>37</b>
<b>Total expenses</b>	<b>1,733</b>	<b>2,046</b>

<sup>1</sup> Total audit fees of £9,350 (31st March 2020: £8,650), exclusive of VAT.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Corporation tax	116	129
Irrecoverable income tax	–	–
Overseas withholding tax	–	–
<b>Total current taxation</b>	<b>116</b>	<b>129</b>
Deferred tax charge	–	–
<b>Total taxation</b>	<b>116</b>	<b>129</b>
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	2,938	4,040
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	588	808
Effects of:		
Franked CIS revenue	(15)	(23)
Franked UK dividends	(286)	(433)
Non-taxable overseas dividends	(2)	(24)
Offshore CIS dividend revenue	(169)	(199)
<b>Total tax charge (note 9a)</b>	<b>116</b>	<b>129</b>
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	–	–
Provision at start of year	–	–
<b>Provision at end of year</b>	<b>–</b>	<b>–</b>

The sub-fund has not recognised a deferred tax asset of £Nil (31st March 2020: £Nil) arising as a result of having unutilised management expenses.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	525	662
Interim accumulation	871	1,205
Final distribution	504	694
Final accumulation	822	1,192
	<b>2,722</b>	<b>3,753</b>
Add: Revenue deducted on shares cancelled	113	207
Deduct: Revenue received on shares created	(12)	(47)
<b>Net distribution for the year</b>	<b>2,823</b>	<b>3,913</b>

#### Reconciliation between net revenue and distribution

	2021 £'000	2020 £'000
Net revenue after taxation	2,822	3,911
Equalisation uplift on conversions	1	2
	<b>2,823</b>	<b>3,913</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	302	358
Amount receivable for issue of shares	120	1,394
Sales awaiting settlement	–	368
	<b>422</b>	<b>2,120</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	166	158
Amount payable for cancellation of shares	906	5,482
Corporation tax payable	16	59
Purchases awaiting settlement	–	1,265
	<b>1,088</b>	<b>6,964</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £148,273 (31st March 2020: £139,566) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
Focused SICAV High Grade Bond 'F' GBP Inc	–	10,079	–	£1,156,263
UBS Ireland Select Money Market GBP Premier Inc	<b>5,185,442</b>	5,185,442	<b>£5,185,442</b>	£5,185,442
UBS MSCI ACWI SF UCITS ETF USD 'A' Inc	<b>37,251</b>	51,025	<b>£3,443,092</b>	£3,566,652
UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc	<b>54,112</b>	23,547	<b>£5,127,112</b>	£1,572,704
UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc	<b>240,924</b>	240,924	<b>£3,943,787</b>	£3,582,582
UBS S&P 500 Index 'J' Inc	<b>11,959</b>	25,295	<b>£2,814,466</b>	£4,377,075

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has six share classes: Class B Income, Class B Accumulation, Class C Income, Class C Accumulation, Class F Income and Class F Accumulation. The distribution per share is given in the distribution tables on pages 171 to 173. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class B Income	1.25%
Class B Accumulation	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 16. Share Classes (continued)

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class B Income	486,010	–	(179,928)	–	306,082
Class B Accumulation	196,642	–	(59,140)	–	137,502
Class C Income	44,910,904	1,619,555	(3,063,425)	(517,152)	42,949,882
Class C Accumulation	64,697,899	2,126,605	(13,210,413)	(1,921,772)	51,692,319
Class F Income	59,811,731	1,726,145	(7,360,979)	–	54,176,897
Class F Accumulation	92,390,667	3,310,059	(13,745,756)	3,351,495	85,306,465

#### 17. Financial Instruments

In pursuing its investment objective set out on page 8, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, unit/shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £9,123,034 (31st March 2020: £8,539,451).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

A majority of the sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

At the year end date, a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements. These net assets consist of the following:

#### Foreign currency exposure as at 31st March 2021:

Currency	Monetary Exposures 2021 £'000	Non Monetary Exposures 2021 £'000	Total 2021 £'000
Pound sterling	1,309	165,215	166,524
Swiss franc	–	3,944	3,944
US dollar	3	13,302	13,305
	<b>1,312</b>	<b>182,461</b>	<b>183,773</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Pound sterling	1,657	158,801	160,458
Swiss franc	396	3,583	3,979
US dollar	801	8,405	9,206
	2,854	170,789	173,643

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £172,494 (31st March 2020: £131,847).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Pound sterling	2,479	–	165,215	167,694
Swiss franc	–	–	3,944	3,944
US dollar	3	–	13,302	13,305
	2,482	–	182,461	184,943

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Pound sterling	7,195	–	158,801	165,996
Swiss franc	396	–	3,582	3,978
US dollar	801	–	8,406	9,207
	8,392	–	170,789	179,181

There were no financial liabilities as at 31st March 2021 (31st March 2020: £Nil).

Short term debtors and creditors are excluded in the interest rate risk tables above.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

The sub-fund's net cash holdings of £2,482,185 (31st March 2020: £8,391,984) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Equities	45,378	—	—	45,378
Collective Investment Schemes	41,921	95,162	—	137,083
	<b>87,299</b>	<b>95,162</b>	<b>—</b>	<b>182,461</b>
Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Equities	40,936	—	—	40,936
Collective Investment Schemes	43,054	86,799	—	129,853
	<b>83,990</b>	<b>86,799</b>	<b>—</b>	<b>170,789</b>

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class C Accumulation of 106.41p as at the close of business on 23rd July 2021 had increased on average across the share classes by 4.41% compared to the NAV at the year end of 101.92p.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.4432	—	0.4432	0.5590
2	0.4432	—	0.4432	0.5590

#### Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.5427	—	0.5427	0.6912
2	0.5427	—	0.5427	0.6912

#### Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.5535	—	0.5535	0.6440
2	0.2816	0.2719	0.5535	0.6440

#### Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.6646	—	0.6646	0.7588
2	0.3685	0.2961	0.6646	0.7588



# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.4823	—	0.4823	0.5369
2	0.4370	0.0453	0.4823	0.5369

#### Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.5487	—	0.5487	0.5989
2	0.4051	0.1436	0.5487	0.5989

#### Final Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Payable	2020 Net Distribution Paid
1	0.5071	—	0.5071	0.6477
2	0.5071	—	0.5071	0.6477

#### Final Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.6031	—	0.6031	0.7587
2	0.6031	—	0.6031	0.7587

# TM UBS (UK) Fund

## TM UBS (UK) - UK Balanced Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.5751	—	0.5751	0.7337
2	0.4642	0.1109	0.5751	0.7337

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.6954	—	0.6954	0.8719
2	0.4149	0.2805	0.6954	0.8719

#### Final Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.4716	—	0.4716	0.6038
2	0.4041	0.0675	0.4716	0.6038

#### Final Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.5412	—	0.5412	0.6778
2	0.4212	0.1200	0.5412	0.6778

\*There were no group 2 shares for this period.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>EQUITIES 93.37% (93.96%)</b>		
<b>Jersey 4.32% (3.53%)</b>		
9,938 Sanne Group	64,498	1.01
22,582 WPP	212,632	3.31
	<b>277,130</b>	<b>4.32</b>
<b>United Kingdom 89.05% (90.43%)</b>		
37,419 Avast	170,556	2.66
45,987 Aviva	188,961	2.95
77,519 Barclays	146,402	2.28
44,081 Beazley	154,901	2.42
47,788 BP	142,480	2.22
11,722 Compass	171,786	2.68
15,157 Diageo	456,983	7.13
37,417 DS Smith	154,308	2.41
16,102 Elementis	20,305	0.32
15,112 GlaxoSmithKline	195,579	3.05
4,033 Halma	96,026	1.50
3,832 Hikma Pharmaceuticals	87,370	1.36
24,669 IG Group	220,417	3.44
5,787 IMI	77,488	1.21
26,078 Informa	147,810	2.30
6,407 Intermediate Capital Group	119,170	1.86
1,609 Intertek Group	90,104	1.40
373,593 Lloyds Banking	160,813	2.51
3,722 London Stock Exchange	258,158	4.03
104,040 M&G	215,571	3.36
27,503 Moneysupermarket.com	73,378	1.14
82,168 NatWest Group	161,912	2.52
14,363 Prudential	223,345	3.48
4,996 Reckitt Benckiser	325,839	5.08
22,189 RELX	403,951	6.30
16,565 Royal Dutch Shell	223,064	3.48
4,045 Schroders	140,281	2.19
11,995 Smart Metering Systems	97,159	1.51
19,817 SSE	288,238	4.49
105,322 Tesco	242,504	3.78
191,607 Vodafone	256,025	3.99
	<b>5,710,884</b>	<b>89.05</b>
<b>TOTAL EQUITIES</b>	<b>5,988,014</b>	<b>93.37</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 5.84% (5.21%)</b>		
<b>Ireland 0.49% (1.31%)</b>		
1,065 Vanguard FTSE 100 UCITS ETF	31,513	0.49
<b>United Kingdom 5.35% (3.90%)</b>		
51,431 River and Mercantile UK Equity Smaller Companies 'B' Inc	342,942	5.35
<b>TOTAL COLLECTIVE INVESTMENT SCHEMES</b>	<b>374,455</b>	<b>5.84</b>
<b>Net investments 99.21% (99.17%)</b>	<b>6,362,469</b>	<b>99.21</b>
Net other assets	50,701	0.79
<b>Total net assets</b>	<b>6,413,170</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

# TM UBS (UK) Fund

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## TM UBS (UK) - UK Equity Fund

### Sub-fund Information

The Comparative Tables on pages 177 to 183 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class A Income*

	<i>31/03/2021</i> <i>(pence per share)</i>	<i>31/03/2020</i> <i>(pence per share)</i>	<i>31/03/2019</i> <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	122.81	155.41	153.16
Return before operating charges*	31.58	(25.92)	8.47
Operating charges	(2.53)	(2.78)	(2.73)
Return after operating charges*	29.05	(28.70)	5.74
Distributions on income shares	(1.80)	(3.90)	(3.49)
Closing net asset value per share	150.06	122.81	155.41
 *After direct transaction costs of <sup>1</sup> :	 0.13	 0.38	 0.21
<b>Performance</b>			
Return after charges	23.65%	(18.47)%	3.75%
<b>Other Information</b>			
Closing net asset value (£'000)	16	13	16
Closing number of shares	10,943	10,729	10,461
Operating charges <sup>2</sup>	1.86%	1.77%	1.73%
Direct transaction costs	0.09%	0.25%	0.13%
<b>Prices</b>			
Highest share price	150.40	166.10	169.80
Lowest share price	117.20	107.60	142.90

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class A Accumulation

	31/03/2021 <sup>1</sup> (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	63.18	77.87	75.06
Return before operating charges*	15.05	(13.29)	4.16
Operating charges	(1.16)	(1.40)	(1.35)
Return after operating charges*	13.89	(14.69)	2.81
Distributions	(0.81)	(1.96)	(1.73)
Retained distributions on accumulation shares	0.81	1.96	1.73
Last net asset value per shares	77.07	–	–
Closing net asset value per share	–	63.18	77.87

\*After direct transaction costs of <sup>2</sup>:

	0.06	0.19	0.10
--	------	------	------

#### Performance

Return after charges	21.98%	(18.86)%	3.74%
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#### Other Information

Closing net asset value (£'000)	–	5	6
Closing number of shares	–	7,829	7,829
Operating charges <sup>3</sup>	1.86%	1.77%	1.73%
Direct transaction costs	0.09%	0.25%	0.13%

#### Prices

Highest share price	78.34	84.66	83.19
Lowest share price	60.31	54.81	70.99

<sup>1</sup> As at the year end date, there are no units in issue. Share class performance provided is as at 11th March 2021 being the last quoted price date before units were reduced to zero. Class A Accumulation closed on 11th March 2021.

<sup>2</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>3</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class B Accumulation

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	89.66	110.23	106.02
Return before operating charges*	23.34	(18.86)	5.85
Operating charges	(1.61)	(1.71)	(1.64)
Return after operating charges*	21.73	(20.57)	4.21
Distributions	(1.61)	(3.07)	(2.66)
Retained distributions on accumulation shares	1.61	3.07	2.66
Closing net asset value per share	111.39	89.66	110.23
 *After direct transaction costs of <sup>1</sup> :	 0.10	 0.27	 0.15
<b>Performance</b>			
Return after charges	24.24%	(18.66)%	3.97%
<b>Other Information</b>			
Closing net asset value (£'000)	13	10	13
Closing number of shares	11,283	11,283	11,283
Operating charges <sup>2</sup>	1.61%	1.52%	1.48%
Direct transaction costs	0.09%	0.25%	0.13%
<b>Prices</b>			
Highest share price	111.50	120.10	117.60
Lowest share price	85.59	77.77	100.50

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures.



# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <sup>1</sup> (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	56.86	71.99	70.93
Return before operating charges*	3.06	(12.04)	3.95
Operating charges	(0.30)	(0.93)	(0.89)
Return after operating charges*	2.76	(12.97)	3.06
Distributions on income shares	(0.89)	(2.16)	(2.00)
Last net asset value per shares	58.73	—	—
Closing net asset value per share	—	56.86	71.99
 *After direct transaction costs of <sup>2</sup> :	 0.02	 0.18	 0.10
<b>Performance</b>			
Return after charges	4.85%	(18.02)%	4.31%
<b>Other Information</b>			
Closing net asset value (£'000)	—	1,056	4,386
Closing number of shares	—	1,857,324	6,092,090
Operating charges <sup>3</sup>	1.36%	1.27%	1.23%
Direct transaction costs	0.06%	0.25%	0.13%
<b>Prices</b>			
Highest share price	64.97	77.04	78.76
Lowest share price	54.27	49.93	66.27

<sup>1</sup> As at the year end date, there are no units in issue. Share class performance provided is as at 6th November 2020 being the last quoted price date before units were reduced to zero. Class C Income was converted to Class F Income on 6th November 2020.

<sup>2</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>3</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	112.78	138.32	132.68
Return before operating charges*	29.40	(23.75)	7.34
Operating charges	(1.70)	(1.79)	(1.70)
Return after operating charges*	27.70	(25.54)	5.64
Distributions	(2.34)	(4.20)	(3.75)
Retained distributions on accumulation shares	2.34	4.20	3.75
Closing net asset value per share	140.48	112.78	138.32
 *After direct transaction costs of <sup>1</sup> :	 0.12	 0.35	 0.18
<b>Performance</b>			
Return after charges	24.56%	(18.46)%	4.25%
<b>Other Information</b>			
Closing net asset value (£'000)	3,332	4,476	5,875
Closing number of shares	2,372,491	3,969,111	4,247,702
Operating charges <sup>2</sup>	1.36%	1.27%	1.23%
Direct transaction costs	0.09%	0.25%	0.13%
<b>Prices</b>			
Highest share price	140.50	151.00	147.40
Lowest share price	107.70	97.82	126.00

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	43.50	55.09	54.28
Return before operating charges*	11.65	(9.22)	3.03
Operating charges	(0.54)	(0.57)	(0.55)
Return after operating charges*	11.11	(9.79)	2.48
Distributions on income shares	(1.42)	(1.80)	(1.67)
Closing net asset value per share	53.19	43.50	55.09
 *After direct transaction costs of <sup>1</sup> :	 0.05	 0.14	 0.07
<b>Performance</b>			
Return after charges	25.54%	(17.77)%	4.57%
<b>Other Information</b>			
Closing net asset value (£'000)	916	1,257	1,716
Closing number of shares	1,722,710	2,889,532	3,115,071
Operating charges <sup>2</sup>	1.11%	1.02%	0.98%
Direct transaction costs	0.09%	0.25%	0.13%
<b>Prices</b>			
Highest share price	53.48	59.00	60.33
Lowest share price	41.92	38.26	50.74

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	54.83	67.06	64.14
Return before operating charges*	13.13	(11.53)	3.57
Operating charges	(0.69)	(0.70)	(0.65)
Return after operating charges*	12.44	(12.23)	2.92
Distributions	(0.41)	(2.21)	(1.98)
Retained distributions on accumulation shares	0.41	2.21	1.98
Closing net asset value per share	67.27	54.83	67.06
 *After direct transaction costs of <sup>1</sup> :	 0.06	 0.17	 0.09
<b>Performance</b>			
Return after charges	22.69%	(18.24)%	4.55%
<b>Other Information</b>			
Closing net asset value (£'000)	2,136	668	592
Closing number of shares	3,174,722	1,217,648	882,663
Operating charges <sup>2</sup>	1.11%	1.02%	0.98%
Direct transaction costs	0.09%	0.25%	0.13%
<b>Prices</b>			
Highest share price	67.28	73.33	71.29
Lowest share price	51.43	47.56	61.00

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Sub-fund Information *(continued)*

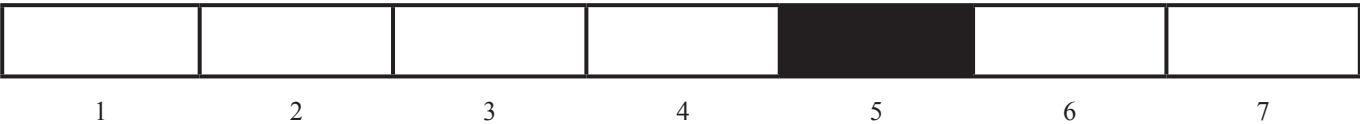
#### Risk and Reward Indicator (“RRI”)

Lower Risk

Typically lower rewards

Higher Risk

Typically higher rewards



The RRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

The prior year RRI rating was 4 and it has increased due to higher volatility within the sub-fund. The risk rating is calculated using historical data and a prescribed standard deviation methodology.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	1,427	(1,982)
Revenue	7	242	489
Expenses	8	(92)	(134)
Interest payable and similar charges		—	—
Net revenue before taxation		150	355
Taxation	9	—	—
Net revenue after taxation for the year		150	355
<b>Total return before distributions</b>		<b>1,577</b>	<b>(1,627)</b>
Distributions	10	(149)	(355)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>1,428</b>	<b>(1,982)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>7,485</b>	<b>12,604</b>
Amounts receivable on issue of shares		1,833	377
Amounts payable on cancellation of shares		(4,433)	(3,715)
		(2,600)	(3,338)
Dilution levy		11	3
Change in net assets attributable to shareholders from investment activities		1,428	(1,982)
Retained distribution on accumulation shares	10	89	198
<b>Closing net assets attributable to shareholders</b>		<b>6,413</b>	<b>7,485</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		6,362	7,423
Current assets:			
Debtors	11	30	212
Cash and bank balances		40	79
<b>Total assets</b>		<b>6,432</b>	<b>7,714</b>
<b>Liabilities</b>			
Creditors:			
Bank overdrafts		–	(60)
Distribution payable	10	(5)	(31)
Other creditors	12	(14)	(138)
<b>Total liabilities</b>		<b>(19)</b>	<b>(229)</b>
<b>Net assets attributable to shareholders</b>		<b>6,413</b>	<b>7,485</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	1,429	(1,980)
Transaction charges	(2)	(2)
Net capital gains/(losses)	1,427	(1,982)

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 176.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	814	—	—	814	—	—
Equities	2,866	1	14	2,881	0.03	0.49
	3,680	1	14	3,695		
<b>Sales</b>						
Collective Investment Schemes	1,026	—	—	1,026	—	—
Equities	5,162	(2)	—	5,160	0.04	—
	6,188	(2)	—	6,186		
Derivative purchases and sales		—	—			
Total cost as percentage of average net asset value		0.04%	0.19%			



# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
Purchases						
Collective Investment Schemes	321	—	—	321	—	—
Equities	5,476	12	15	5,503	0.22	0.27
	5,797	12	15	5,824		
Sales						
Collective Investment Schemes	486	—	—	486	—	—
Equities	8,935	(3)	—	8,932	0.03	—
	9,421	(3)	—	9,418		
Derivative purchases and sales		—	—			
Total cost as percentage of average net asset value		0.14%	0.14%			

#### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.06% (31st March 2020: 0.10%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Franked CIS revenue	4	5
Franked UK dividends	231	451
Offshore CIS dividend revenue	2	9
Overseas dividends	5	24
	<b>242</b>	<b>489</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	68	106
	<b>68</b>	<b>106</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	1	1
Safe custody charges	2	3
	<b>3</b>	<b>4</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	11	10
Printing fees	3	3
Registration fees	7	11
	<b>21</b>	<b>24</b>
<b>Total expenses</b>	<b>92</b>	<b>134</b>

<sup>1</sup> Total audit fees of £8,750 (31st March 2020: £8,110), exclusive of VAT.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Irrecoverable income tax	–	–
Overseas withholding tax	–	–
<b>Total current taxation</b>	–	–
Deferred tax charge	–	–
<b>Total taxation</b>	–	–
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	<b>150</b>	<b>355</b>
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	<b>30</b>	<b>71</b>
Effects of:		
Excess management expenses not utilised	<b>18</b>	<b>27</b>
Franked CIS revenue	–	(1)
Franked UK dividends	<b>(47)</b>	<b>(90)</b>
Non-taxable overseas dividends	<b>(1)</b>	<b>(5)</b>
Offshore CIS dividend revenue	–	(2)
<b>Total tax charge (note 9a)</b>	–	–
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	–	–
Provision at start of year	–	–
<b>Provision at end of year</b>	–	–

The sub-fund has not recognised a deferred tax asset of £476,721 (31st March 2020: £458,258) arising as a result of having unutilised management expenses. The unutilised management expenses will only be recovered to the extent that the sub-fund has sufficient future taxable revenue.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	50	64
Interim accumulation	64	133
Final distribution	5	31
Final accumulation	25	65
	<b>144</b>	<b>293</b>
Add: Revenue deducted on shares cancelled	8	65
Deduct: Revenue received on shares created	(3)	(3)
<b>Net distribution for the year</b>	<b>149</b>	<b>355</b>

#### Reconciliation between net revenue and distribution

	2021 £'000	2020 £'000
Net revenue after taxation	150	355
Equalisation uplift on conversions	(1)	—
	<b>149</b>	<b>355</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	30	34
Amount receivable for issue of shares	—	20
Sales awaiting settlement	—	158
	<b>30</b>	<b>212</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	14	17
Purchases awaiting settlement	—	121
	<b>14</b>	<b>138</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £5,224 (31st March 2020: £6,255) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has seven share classes: Class A Income, Class A Accumulation, Class B Accumulation, Class C Income, Class C Accumulation, Class F Income, and Class F Accumulation. The distribution per share is given in the distribution tables on pages 196 to 199. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class A Income	1.50%
Class A Accumulation	1.50%
Class B Accumulation	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class A Income	10,729	214	—	—	10,943
Class A Accumulation <sup>1</sup>	7,829	—	(7,829)	—	—
Class B Accumulation	11,283	—	—	—	11,283
Class C Income <sup>2</sup>	1,857,324	—	—	(1,857,324)	—
Class C Accumulation	3,969,111	586,457	(1,648,599)	(534,478)	2,372,491
Class F Income	2,889,532	—	(3,592,453)	2,425,631	1,722,710
Class F Accumulation	1,217,648	1,695,370	(856,076)	1,117,780	3,174,722

<sup>1</sup> Class A Accumulation share class closed on 11th March 2021.

<sup>2</sup> Class C Income share class was converted to Class F Income on 6th November 2020.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 17. Financial Instruments

In pursuing its investment objective set out on page 8, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £318,123 (31st March 2020: £371,167).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

The sub-fund does not have significant direct exposure to currency risk as all assets and liabilities are predominantly held in Sterling. The sub-fund converts all receipts of revenue, received in other currency, into Sterling on the day of receipt.

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Pound sterling	40	–	6,362	6,402
	40	–	6,362	6,402

#### Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Pound sterling	79	–	7,423	7,502
	79	–	7,423	7,502

There were no financial liabilities as at 31st March 2021.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Liabilities 2020 £'000	Financial Liabilities Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency			
Pound sterling	(60)	–	(60)
	(60)	–	(60)

Short term debtors and creditors are excluded in the interest rate risk tables above.

The sub-fund's net cash holdings of £40,223 (31st March 2020: £18,910) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Equities	5,988	–	–	5,988
Collective Investment Schemes	31	343	–	374
	6,019	343	–	6,362
Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
Assets				
Equities	7,033	–	–	7,033
Collective Investment Schemes	98	292	–	390
	7,131	292	–	7,423

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

# TM UBS (UK) Fund

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## TM UBS (UK) - UK Equity Fund

### Notes to the Financial Statements

*for the year ended 31st March 2021 (continued)*

#### **19. Leverage**

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### **20. Post Balance Sheet Events**

The latest NAV per Class C Accumulation of 148.08p as at the close of business on 23rd July 2021 had increased on average across the share classes by 5.41% compared to the NAV at the year end of 140.48p.



# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Distribution Class A Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	1.5230	—	1.5230	2.7486
2	0.8199	0.7031	1.5230	2.7486

#### Interim Accumulation Class A Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.8107	—	0.8107	1.3741
2	0.8107	—	0.8107	1.3741

#### Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	1.2720	—	1.2720	2.0930
2	1.2720	—	1.2720	2.0930

#### Interim Distribution Class C Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.8888	—	0.8888	1.4545
2	0.8888	—	0.8888	1.4545

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	1.7550	—	1.7550	2.8033
2	0.9368	0.8182	1.7550	2.8033

#### Interim Distribution Class F Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	1.1369	—	1.1369	1.1881
2	1.1369	—	1.1369	1.1881

#### Interim Accumulation Class F Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.0484	—	0.0484	1.4472
2	0.0484	—	0.0484	1.4472

#### Final Distribution Class A Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.2799	—	0.2799	1.1517
2	—	0.2799	0.2799	1.1517

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Accumulation Class A Accumulation (in pence per share)\*\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	–	–	–	0.5875
2	–	–	–	0.5875

#### Final Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.3374	–	0.3374	0.9752
2	0.3374	–	0.3374	0.9752

#### Final Distribution Class C Income (in pence per share)\*\*\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	–	–	–	0.7103
2	–	–	–	0.7103

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.5856	–	0.5856	1.3984
2	0.1243	0.4613	0.5856	1.3984

# TM UBS (UK) Fund

## TM UBS (UK) - UK Equity Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class F Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.2850	—	0.2850	0.6150
2	0.2850	—	0.2850	0.6150

#### Final Accumulation Class F Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.3596	—	0.3596	0.7646
2	0.3596	—	0.3596	0.7646

\* There were no group 2 shares for this period.

\*\* Class A Accumulation share class closed on 11th March 2021.

\*\*\* Class C Income share class became inactive on 6th November 2020.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>EQUITIES 34.56% (33.01%)</b>		
<b>Jersey 1.60% (1.22%)</b>		
65,446 Sanne Group	424,745	0.50
98,403 WPP	926,563	1.10
	<b>1,351,308</b>	<b>1.60</b>
<b>United Kingdom 32.96% (31.79%)</b>		
208,803 Avast	951,724	1.13
214,668 Aviva	882,071	1.05
332,902 Barclays	628,719	0.75
207,543 Beazley	729,306	0.86
231,287 BP	689,582	0.82
53,296 Compass	781,053	0.93
72,234 Diageo	2,177,855	2.58
198,313 DS Smith	817,843	0.97
79,546 Elementis	100,308	0.12
78,184 GlaxoSmithKline	1,011,857	1.20
20,927 Halma	498,272	0.59
22,955 Hikma Pharmaceuticals	523,374	0.62
105,773 IG Group	945,082	1.12
31,967 IMI	428,038	0.51
109,663 Informa	621,570	0.74
25,185 Intermediate Capital Group	468,441	0.56
7,902 Intertek Group	442,512	0.52
1,739,941 Lloyds Banking	748,958	0.89
21,770 London Stock Exchange	1,509,967	1.79
433,216 M&G	897,624	1.06
169,361 Moneysupermarket.com	451,855	0.54
367,058 NatWest Group	723,288	0.86
69,634 Prudential	1,082,809	1.28
26,146 Reckitt Benckiser	1,705,242	2.02
105,823 RELX	1,926,508	2.29
77,928 Royal Dutch Shell	1,049,378	1.24
21,031 Schroders	729,355	0.87
53,455 Smart Metering Systems	432,986	0.51
96,545 SSE	1,404,247	1.67
505,440 Tesco	1,163,776	1.38
942,003 Vodafone	1,258,704	1.49
	<b>27,782,304</b>	<b>32.96</b>
<b>TOTAL EQUITIES</b>	<b>29,133,612</b>	<b>34.56</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>COLLECTIVE INVESTMENT SCHEMES 65.05% (64.28%)</b>		
<b>Ireland 32.62% (32.97%)</b>		
131,361 Brown Advisory US Sustainable Growth 'SI' GBP	1,631,504	1.94
20,693 DCI Investment Grade Corporate Bond 'D' Inc	2,322,582	2.75
754,945 Federated Hermes Global Emerging Markets 'J' GBP Inc	1,334,742	1.58
22,350 Findlay Park American USD Inc	2,682,520	3.18
30,173 GAM Star Continental European Equity Institutional Inc	806,766	0.96
18,714 iShares Core S&P 500 UCITS ETF USD Acc	5,470,664	6.49
43,252 iShares FTSE 250 UCITS ETF GBP Inc	881,692	1.05
51,838 iShares MSCI Europe ex-UK UCITS ETF EUR Inc	1,640,154	1.95
168,601 iShares MSCI Japan UCITS ETF USD Inc	2,112,571	2.51
2,857,489 UBS Ireland Select Money Market GBP Premier Inc <sup>1</sup>	2,857,489	3.39
18,920 UBS MSCI ACWI SF UCITS ETF USD 'A' Inc <sup>1</sup>	1,748,767	2.07
78,653 Vanguard FTSE 100 UCITS ETF	2,327,342	2.76
86,064 Xtrackers MSCI World Energy UCITS ETF	1,682,012	1.99
	<b>27,498,805</b>	<b>32.62</b>
<b>Luxembourg 23.61% (24.69%)</b>		
6,251 Ashmore SICAV Emerging Markets Corporate Debt 'Z' Inc	581,764	0.69
23,015 Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc <sup>1</sup>	2,324,515	2.76
12,782 Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc	1,330,217	1.58
142,755 Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc	1,250,538	1.48
193,934 Goldman Sachs Global High Yield 'IS' GBP Hedged Inc	1,698,862	2.01
12,706 JPMorgan Emerging Markets Corporate 'I2' GBP Hedged Inc	1,254,082	1.49
53,135 Morgan Stanley Euro Corporate Bond 'ZHX' Inc GBP	1,362,382	1.62
12,285 Morgan Stanley US Advantage 'ZX' Inc USD	1,370,861	1.63
65,067 Ninety One Global Strategy Fund - Emerging Markets Equity 'JX' Inc GBP	2,164,779	2.57
128,913 Schroder ISF EURO Corporate Bond 'C' GBP Hedged Inc	2,026,164	2.40
25,014 UBS Barclays US Liquid Corporates UCITS ETF 'A' GBP Hedged Inc <sup>1</sup>	423,487	0.50
24,823 UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc <sup>1</sup>	2,351,979	2.79
107,516 UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc <sup>1</sup>	1,759,910	2.09
	<b>19,899,540</b>	<b>23.61</b>
<b>United Kingdom 8.82% (6.62%)</b>		
628,326 Artemis US Select 'I' Inc GBP	1,575,276	1.87
428,087 BlackRock European Dynamic 'D' Inc	1,033,830	1.23
470,443 Man GLG Japan CoreAlpha 'C' Acc	863,733	1.02
241,212 River and Mercantile UK Equity Smaller Companies 'B' Inc	1,608,403	1.91
453,914 Schroder Tokyo 'Z' Inc	485,234	0.58

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>United Kingdom (continued)</b>		
7,929 UBS S&P 500 Index 'J' Inc <sup>1</sup>	1,866,034	2.21
	<b>7,432,510</b>	<b>8.82</b>
<b>TOTAL COLLECTIVE INVESTMENT SCHEMES</b>	<b>54,830,855</b>	<b>65.05</b>
<b>Net investments 99.61% (97.29%)</b>	<b>83,964,467</b>	<b>99.61</b>
Net other assets	328,018	0.39
<b>Total net assets</b>	<b>84,292,485</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.

# TM UBS (UK) Fund

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## TM UBS (UK) - UK Growth Fund

### Sub-fund Information

The Comparative Tables on pages 204 to 209 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.



# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class B Income*

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	87.53	100.07	97.75
Return before operating charges*	22.27	(9.11)	5.56
Operating charges	(1.64)	(1.65)	(1.62)
Return after operating charges*	20.63	(10.76)	3.94
Distributions on income shares	(1.09)	(1.78)	(1.62)
Closing net asset value per share	107.07	87.53	100.07
 *After direct transaction costs of <sup>1</sup> :	 0.04	 0.10	 0.04
<b>Performance</b>			
Return after charges	23.57%	(10.75)%	4.03%
<b>Other Information</b>			
Closing net asset value (£'000)	21	35	88
Closing number of shares	20,000	40,000	88,500
Operating charges <sup>2</sup>	1.65%	1.60%	1.61%
Direct transaction costs	0.04%	0.10%	0.04%
<b>Prices</b>			
Highest share price	108.60	108.20	105.30
Lowest share price	84.92	82.35	93.45

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.32% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class B Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	86.31	96.78	93.03
Return before operating charges*	22.05	(8.86)	5.29
Operating charges	(1.63)	(1.61)	(1.54)
Return after operating charges*	20.42	(10.47)	3.75
Distributions	(1.08)	(1.74)	(1.55)
Retained distributions on accumulation shares	1.08	1.74	1.55
Closing net asset value per share	106.73	86.31	96.78
 *After direct transaction costs of <sup>1</sup> :	 0.04	 0.10	 0.04
<b>Performance</b>			
Return after charges	23.66%	(10.82)%	4.03%
<b>Other Information</b>			
Closing net asset value (£'000)	581	470	527
Closing number of shares	544,286	544,286	544,286
Operating charges <sup>2</sup>	1.65%	1.60%	1.61%
Direct transaction costs	0.04%	0.10%	0.04%
<b>Prices</b>			
Highest share price	107.70	105.60	100.20
Lowest share price	83.76	80.34	89.56

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.32% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	114.91	131.30	128.25
Return before operating charges*	29.25	(11.87)	7.31
Operating charges	(1.83)	(1.83)	(1.80)
Return after operating charges*	27.42	(13.70)	5.51
Distributions on income shares	(1.76)	(2.69)	(2.46)
Closing net asset value per share	140.57	114.91	131.30
 *After direct transaction costs of <sup>1</sup> :	 0.06	 0.13	 0.06
<b>Performance</b>			
Return after charges	23.86%	(10.43)%	4.30%
<b>Other Information</b>			
Closing net asset value (£'000)	7,965	8,403	8,153
Closing number of shares	5,666,225	7,312,164	6,209,296
Operating charges <sup>2</sup>	1.40%	1.35%	1.36%
Direct transaction costs	0.04%	0.10%	0.04%
<b>Prices</b>			
Highest share price	142.60	142.20	138.20
Lowest share price	111.50	108.30	122.70

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.32% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	139.69	156.25	149.83
Return before operating charges*	35.70	(14.37)	8.52
Operating charges	(2.24)	(2.19)	(2.10)
Return after operating charges*	33.46	(16.56)	6.42
Distributions	(2.13)	(3.21)	(2.88)
Retained distributions on accumulation shares	2.13	3.21	2.88
Closing net asset value per share	173.15	139.69	156.25
 *After direct transaction costs of <sup>1</sup> :	 0.07	 0.16	 0.07
<b>Performance</b>			
Return after charges	23.95%	(10.60)%	4.28%
<b>Other Information</b>			
Closing net asset value (£'000)	38,005	40,234	57,219
Closing number of shares	21,949,702	28,803,170	36,619,353
Operating charges <sup>2</sup>	1.40%	1.35%	1.36%
Direct transaction costs	0.04%	0.10%	0.04%
<b>Prices</b>			
Highest share price	174.70	170.70	161.50
Lowest share price	135.60	130.10	144.50

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.32% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	53.38	61.01	59.58
Return before operating charges*	13.60	(5.53)	3.41
Operating charges	(0.71)	(0.69)	(0.68)
Return after operating charges*	12.89	(6.22)	2.73
Distributions on income shares	(0.97)	(1.41)	(1.30)
Closing net asset value per share	65.30	53.38	61.01
 *After direct transaction costs of <sup>1</sup> :	 0.03	 0.06	 0.03
<b>Performance</b>			
Return after charges	24.15%	(10.20)%	4.58%
<b>Other Information</b>			
Closing net asset value (£'000)	1,768	1,444	1,333
Closing number of shares	2,707,372	2,704,340	2,185,496
Operating charges <sup>2</sup>	1.15%	1.10%	1.11%
Direct transaction costs	0.04%	0.10%	0.04%
<b>Prices</b>			
Highest share price	66.31	66.09	64.27
Lowest share price	51.80	50.36	57.04

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.32% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	61.04	68.10	65.13
Return before operating charges*	15.62	(6.28)	3.72
Operating charges	(0.81)	(0.78)	(0.75)
Return after operating charges*	14.81	(7.06)	2.97
Distributions	(1.11)	(1.58)	(1.42)
Retained distributions on accumulation shares	1.11	1.58	1.42
Closing net asset value per share	75.85	61.04	68.10
 *After direct transaction costs of <sup>1</sup> :	 0.03	 0.07	 0.03
<b>Performance</b>			
Return after charges	24.26%	(10.37)%	4.56%
<b>Other Information</b>			
Closing net asset value (£'000)	35,952	36,140	48,175
Closing number of shares	47,399,238	59,212,272	70,742,379
Operating charges <sup>2</sup>	1.15%	1.10%	1.11%
Direct transaction costs	0.04%	0.10%	0.04%
<b>Prices</b>			
Highest share price	76.49	74.55	70.26
Lowest share price	59.23	56.81	62.94

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.32% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Sub-fund Information *(continued)*

### Synthetic Risk and Reward Indicator (“SRRI”)



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Statement of Total Return

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
Notes			
Income			
Net capital gains/(losses)	5	18,206	(12,154)
Revenue	7	2,189	3,412
Expenses	8	(878)	(1,081)
Interest payable and similar charges		(1)	(4)
Net revenue before taxation		1,310	2,327
Taxation	9	–	–
Net revenue after taxation for the year		1,310	2,327
<b>Total return before distributions</b>		<b>19,516</b>	<b>(9,827)</b>
Distributions	10	(1,310)	(2,327)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>18,206</b>	<b>(12,154)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
Note			
<b>Opening net assets attributable to shareholders</b>		<b>86,726</b>	<b>115,495</b>
Amounts receivable on issue of shares		2,683	4,351
Amounts payable on cancellation of shares		(24,443)	(22,945)
		(21,760)	(18,594)
Dilution levy		5	6
Change in net assets attributable to shareholders from investment activities		18,206	(12,154)
Retained distribution on accumulation shares	10	1,115	1,973
<b>Closing net assets attributable to shareholders</b>		<b>84,292</b>	<b>86,726</b>



# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		83,964	84,376
Current assets:			
Debtors	11	245	289
Cash and bank balances		386	3,374
<b>Total assets</b>		<b>84,595</b>	<b>88,039</b>
<b>Liabilities</b>			
Creditors:			
Distribution payable	10	(57)	(123)
Other creditors	12	(246)	(1,190)
<b>Total liabilities</b>		<b>(303)</b>	<b>(1,313)</b>
<b>Net assets attributable to shareholders</b>		<b>84,292</b>	<b>86,726</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	18,246	(12,132)
Currency losses	(33)	(14)
Transaction charges	(7)	(8)
Net capital gains/(losses)	18,206	(12,154)

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 203.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	33,213	4	–	33,217	0.01	–
Equities	5,387	2	27	5,416	0.04	0.50
	38,600	6	27	38,633		
<b>Sales</b>						
Collective Investment Schemes	46,785	(7)	–	46,778	0.01	–
Equities	10,683	(4)	–	10,679	0.04	–
	57,468	(11)	–	57,457		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.02%	0.03%			

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	77,247	16	–	77,263	0.02	–
Equities	15,997	36	40	16,073	0.23	0.25
	93,244	52	40	93,336		
<b>Sales</b>						
Collective Investment Schemes	92,921	(17)	–	92,904	0.02	–
Equities	17,626	(7)	–	17,619	0.04	–
	110,547	(24)	–	110,523		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.07%	0.04%			

#### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.12% (31st March 2020: 0.04%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Bank interest	–	6
Franked CIS revenue	80	117
Franked UK dividends	970	1,666
Offshore CIS dividend revenue	537	648
Offshore CIS interest revenue	582	805
Overseas dividends	20	3
Unfranked CIS revenue	–	167
	<b>2,189</b>	<b>3,412</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	812	1,004
	<b>812</b>	<b>1,004</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	10	12
Safe custody charges	22	30
	<b>32</b>	<b>42</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	11	10
Printing fees	5	4
Registration fees	18	21
	<b>34</b>	<b>35</b>
<b>Total expenses</b>	<b>878</b>	<b>1,081</b>

<sup>1</sup> Total audit fees of £8,750 (31st March 2020: £8,110), exclusive of VAT.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Corporation tax	—	—
Irrecoverable income tax	—	—
Overseas withholding tax	—	—
<b>Total current taxation</b>	—	—
Deferred tax charge	—	—
<b>Total taxation</b>	—	—
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	1,310	2,327
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	262	465
Effects of:		
Excess management expenses not utilised	59	22
Franked CIS revenue	(16)	23
Franked UK dividends	(194)	(639)
Non-taxable overseas dividends	(4)	(1)
Offshore CIS dividend revenue	(107)	130
<b>Total tax charge (note 9a)</b>	—	—
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	—	—
Provision at start of year	—	—
<b>Provision at end of year</b>	—	—

The sub-fund has not recognised a deferred tax asset of £793,752 (31st March 2020: £734,501) arising as a result of having unutilised management expenses. The unutilised management expenses will only be recovered to the extent that the sub-fund has sufficient future taxable revenue.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
Interim distribution	72	107
Interim accumulation	654	994
Final distribution	57	123
Final accumulation	461	979
	<b>1,244</b>	<b>2,203</b>
Add: Revenue deducted on shares cancelled	71	142
Deduct: Revenue received on shares created	(5)	(18)
<b>Net distribution for the year</b>	<b>1,310</b>	<b>2,327</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	185	236
Amount receivable for issue of shares	60	53
	<b>245</b>	<b>289</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	83	84
Amount payable for cancellation of shares	163	1,106
	<b>246</b>	<b>1,190</b>

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £70,184 (31st March 2020: £69,800) is the amount payable at the year end.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties (continued)

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
Focused SICAV High Grade Bond 'F' GBP Inc	–	3,588	–	£411,831
Focused SICAV High Grade Long Term Bond 'F' GBP Inc	–	8,315	–	£1,245,171
Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc	23,015	–	£2,324,515	–
UBS Barclays US Liquid Corporates	25,014	81,729	£423,487	£1,336,269
UBS Ireland Select Money Market GBP Premier Inc	2,857,489	2,572,387	£2,857,489	£2,572,387
UBS MSCI ACWI SF UCITS ETF USD 'A' Inc	18,920	25,675	£1,748,767	£1,810,887
UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc	24,823	35,616	£2,351,979	£2,404,436
UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc	107,516	117,132	£1,759,910	£1,749,428
UBS S&P 500 Index 'J' Inc	7,929	18,272	£1,866,034	£3,161,491

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has six share classes: Class B Income, Class B Accumulation, Class C Income, Class C Accumulation, Class F Income, and Class F Accumulation. The distribution per share is given in the distribution tables on pages 222 to 224. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class B Income	1.25%
Class B Accumulation	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class B Income	40,000	–	(20,000)	–	20,000
Class B Accumulation	544,286	–	–	–	544,286
Class C Income	7,312,164	258,646	(1,241,519)	(663,066)	5,666,225
Class C Accumulation	28,803,170	968,036	(6,436,186)	(1,385,318)	21,949,702
Class F Income	2,704,340	12,380	(984,399)	975,051	2,707,372
Class F Accumulation	59,212,272	1,157,150	(16,531,668)	3,561,484	47,399,238

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 17. Financial Instruments

In pursuing its investment objective set out on page 8, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £4,198,223 (31st March 2020: £4,218,798).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

A majority of the sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

At the year end date, a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements. These net assets consist of the following:

#### Foreign currency exposure as at 31st March 2021:

Currency	Monetary Exposures	Non Monetary Exposures	Total
	2021 £'000	2021 £'000	2021 £'000
Pound sterling	326	74,720	75,046
Swiss franc	–	1,760	1,760
US dollar	2	7,484	7,486
	<b>328</b>	<b>83,964</b>	<b>84,292</b>



# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Pound sterling	259	76,829	77,088
Swiss franc	526	1,749	2,275
US dollar	1,565	5,798	7,363
	2,350	84,376	86,726

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £92,461 (31st March 2020: £96,385).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Pound sterling	384	—	74,720	75,104
Swiss franc	—	—	1,760	1,760
US dollar	2	—	7,484	7,486
	386	—	83,964	84,350

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Pound sterling	2,328	—	76,829	79,157
Swiss franc	263	—	1,749	2,012
US dollar	783	—	5,798	6,581
	3,374	—	84,376	87,750

There were no financial liabilities as at 31st March 2021 (31st March 2020: £Nil).

Short term debtors and creditors are excluded in the interest rate risk tables above.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

The sub-fund's net cash holdings of £385,998 (31st March 2020: £3,373,866) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Equities	29,133	—	—	29,133
Collective Investment Schemes	20,399	34,432	—	54,831
	<b>49,532</b>	<b>34,432</b>	<b>—</b>	<b>83,964</b>
Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Equities	28,626	—	—	28,626
Collective Investment Schemes	25,216	30,534	—	55,750
	<b>53,842</b>	<b>30,534</b>	<b>—</b>	<b>84,376</b>

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class C Accumulation of 182.60p as at the close of business on 23rd July 2021 had increased on average across the share classes by 5.46% compared to the NAV at the year end of 173.15p.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Distribution Tables

for the year ended 31st March 2021

#### Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.6108	—	0.6108	0.8470
2	0.6108	—	0.6108	0.8470

#### Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.6026	—	0.6026	0.8222
2	0.6026	—	0.6026	0.8222

#### Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.9628	—	0.9628	1.2855
2	0.7741	0.1887	0.9628	1.2855

#### Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	1.1671	—	1.1671	1.5301
2	0.7788	0.3883	1.1671	1.5301

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Interim Distribution Class F Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.5210	—	0.5210	0.6772
2	0.5210	—	0.5210	0.6772

#### Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.5948	—	0.5948	0.7553
2	0.3868	0.2080	0.5948	0.7553

#### Final Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.4795	—	0.4795	0.9376
2	0.4795	—	0.4795	0.9376

#### Final Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.4731	—	0.4731	0.9167
2	0.4731	—	0.4731	0.9167

# TM UBS (UK) Fund

## TM UBS (UK) - UK Growth Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.7935	—	0.7935	1.4032
2	0.6890	0.1045	0.7935	1.4032

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.9665	—	0.9665	1.6848
2	0.6519	0.3146	0.9665	1.6848

#### Final Distribution Class F Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.4517	—	0.4517	0.7309
2	0.4517	—	0.4517	0.7309

#### Final Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.5190	—	0.5190	0.8244
2	0.4406	0.0784	0.5190	0.8244

\* There were no group 2 shares for this period.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Portfolio Statement

as at 31st March 2021

Holdings	Market value £	Percentage of total net assets %
<b>EQUITIES 46.40% (44.85%)</b>		
<b>Jersey 1.51% (1.14%)</b>		
463,779 WPP	<b>4,366,943</b>	<b>1.51</b>
<b>United Kingdom 44.89% (43.71%)</b>		
195,465 3i Group	2,292,804	0.79
477,497 Avast	2,176,431	0.75
1,438,913 Aviva	5,912,494	2.05
1,934,307 Barclays	3,653,132	1.27
1,294,640 Beazley	4,549,365	1.58
1,486,514 BP	4,432,042	1.54
258,747 British American Tobacco	7,164,704	2.48
287,706 Close Brothers	4,473,828	1.55
181,415 Diageo	5,469,662	1.90
1,289,362 DS Smith	5,317,329	1.84
307,196 Elementis	387,374	0.13
511,462 GlaxoSmithKline	6,619,341	2.29
64,006 Halma	1,523,983	0.53
557,464 IG Group	4,980,941	1.73
629,576 Informa	3,568,437	1.24
129,721 Intermediate Capital Group	2,412,811	0.84
32,280 Intertek Group	1,807,680	0.63
11,089,780 Lloyds Banking	4,773,596	1.65
2,335,198 M&G	4,838,530	1.68
467,509 Moneysupermarket.com	1,247,314	0.43
2,688,901 NatWest Group	5,298,479	1.84
285,867 Prudential	4,445,232	1.54
99,936 Reckitt Benckiser	6,517,826	2.26
345,416 RELX	6,288,298	2.18
358,895 Royal Dutch Shell	4,832,880	1.67
124,972 Schroders	4,334,029	1.50
507,972 SSE	7,388,453	2.56
2,376,344 Tesco	5,471,532	1.90
5,478,711 Vodafone	7,320,654	2.54
	<b>129,499,181</b>	<b>44.89</b>
<b>TOTAL EQUITIES</b>	<b>133,866,124</b>	<b>46.40</b>
<b>COLLECTIVE INVESTMENT SCHEMES 53.20% (53.64%)</b>		
<b>Ireland 25.89% (29.26%)</b>		
143,684 Brown Advisory US Sustainable Growth 'SI' GBP	1,784,555	0.62
95,357 DCI Investment Grade Corporate Bond 'D' Inc	10,702,870	3.71
1,405,552 Federated Hermes Global Emerging Markets 'J' GBP Inc	2,485,016	0.86
25,004 Findlay Park American USD Inc	3,001,061	1.04

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>Ireland (continued)</b>		
35,721 iShares Core S&P 500 UCITS ETF USD Acc	10,442,320	3.62
429,011 iShares Core UK Gilts UCITS ETF GBP Inc	5,879,596	2.04
106,422 iShares FTSE 250 UCITS ETF GBP Inc	2,169,412	0.75
183,277 iShares MSCI Europe ex-UK UCITS ETF EUR Inc	5,798,884	2.01
9,483,730 UBS Ireland Select Money Market GBP Premier Inc <sup>1</sup>	9,483,730	3.29
50,589 UBS MSCI ACWI SF UCITS ETF USD 'A' Inc <sup>1</sup>	4,675,917	1.62
225,040 Vanguard FTSE 100 UCITS ETF	6,658,934	2.31
57,694 Vanguard US Treasury Inflation-Protected Securities Index Inc	5,837,039	2.02
294,767 Xtrackers MSCI World Energy UCITS ETF	5,760,848	2.00
	<b>74,680,182</b>	<b>25.89</b>
<b>Luxembourg 26.11% (23.09%)</b>		
19,813 Ashmore SICAV Emerging Markets Corporate Debt 'Z' Inc	1,844,041	0.64
29,615 AXA World US High Yield Bonds 'I' GBP Hedged Inc	3,028,430	1.05
113,089 Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc <sup>1</sup>	11,421,989	3.96
39,781 Goldman Sachs Emerging Markets Corporate Bond Portfolio 'I' Inc	4,140,036	1.43
578,222 Goldman Sachs Emerging Markets Debt Portfolio 'IS' GBP Hedged Inc	5,065,223	1.76
996,334 Goldman Sachs Global High Yield 'IS' GBP Hedged Inc	8,727,885	3.02
38,695 JPMorgan Emerging Markets Corporate 'I2' GBP Hedged Inc	3,819,196	1.32
187,795 Morgan Stanley Euro Corporate Bond 'ZHX' Inc GBP	4,815,064	1.67
17,527 Morgan Stanley US Advantage 'ZX' Inc USD	1,955,806	0.68
99,825 Ninety One Global Strategy Fund - Emerging Markets Equity 'JX' Inc GBP	3,321,178	1.15
592,178 Nordea Investment European High Yield Bond 'HAI' GBP Inc	5,785,579	2.01
437,404 Schroder ISF EURO Corporate Bond 'C' GBP Hedged Inc	6,874,810	2.38
27,400 UBAM Global High Yield Solution 'IH' Inc	2,910,936	1.01
56,236 UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc <sup>1</sup>	5,328,361	1.85
384,078 UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc <sup>1</sup>	6,287,136	2.18
	<b>75,325,670</b>	<b>26.11</b>
<b>United Kingdom 1.20% (1.29%)</b>		
765,317 Artemis US Select 'I' Inc GBP	1,918,726	0.67

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Portfolio Statement

as at 31st March 2021 (continued)

Holdings	Market value £	Percentage of total net assets %
<b>United Kingdom (continued)</b>		
6,510 UBS S&P 500 Index 'J' Inc <sup>1</sup>	1,532,083	0.53
	<b>3,450,809</b>	<b>1.20</b>
<b>TOTAL COLLECTIVE INVESTMENT SCHEMES</b>	<b>153,456,661</b>	<b>53.20</b>
<b>Net investments 99.60% (98.49%)</b>	<b>287,322,785</b>	<b>99.60</b>
Net other assets	1,144,922	0.40
<b>Total net assets</b>	<b>288,467,707</b>	<b>100.00</b>

Note: Comparative figures shown in brackets relate to 31st March 2020.

Securities are admitted to an official stock exchange listing or traded on another regulated market unless otherwise stated.

<sup>1</sup> Related party.



# TM UBS (UK) Fund

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## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information

The Comparative Tables on pages 229 to 234 give the performance of each active share class in the sub-fund.

The 'Return after charges' disclosed in the Comparative Tables is calculated as the return after operating charges per share divided by the opening net asset value per share. It differs from the sub-fund's performance disclosed in the ACD's report, which is calculated based on the year-end published price.

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

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

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

### Assessment of Value *(unaudited)*

A statement on the Assessment of Value will be available for all applicable funds managed by Thesis Unit Trust Management Limited. This report will be published at [www.tutman.co.uk](http://www.tutman.co.uk) within four months of the annual accounting reference date.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information *(continued)*

#### Comparative Tables

##### *Class B Income*

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	56.76	67.72	68.59
Return before operating charges*	12.42	(7.49)	2.61
Operating charges	(0.94)	(1.03)	(1.06)
Return after operating charges*	11.48	(8.52)	1.55
Distributions on income shares	(2.19)	(2.44)	(2.42)
Closing net asset value per share	66.05	56.76	67.72
 *After direct transaction costs of <sup>1</sup> :	 0.05	 0.10	 0.05
<b>Performance</b>			
Return after charges	20.23%	(12.58)%	2.26%
<b>Other Information</b>			
Closing net asset value (£'000)	78	175	332
Closing number of shares	118,057	308,274	490,274
Operating charges <sup>2</sup>	1.52%	1.51%	1.53%
Direct transaction costs	0.07%	0.14%	0.07%
<b>Prices</b>			
Highest share price	66.64	70.90	72.29
Lowest share price	55.17	53.05	64.21

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.22% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class B Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	89.67	103.27	101.02
Return before operating charges*	20.59	(12.00)	3.82
Operating charges	(1.48)	(1.60)	(1.57)
Return after operating charges*	19.11	(13.60)	2.25
Distributions	(3.97)	(3.86)	(3.63)
Retained distributions on accumulation shares	3.97	3.86	3.63
Closing net asset value per share	108.78	89.67	103.27
 *After direct transaction costs of <sup>1</sup> :	 0.07	 0.15	 0.07
<b>Performance</b>			
Return after charges	21.31%	(13.17)%	2.23%
<b>Other Information</b>			
Closing net asset value (£'000)	33	313	561
Closing number of shares	30,715	348,693	542,989
Operating charges <sup>2</sup>	1.52%	1.51%	1.53%
Direct transaction costs	0.07%	0.14%	0.07%
<b>Prices</b>			
Highest share price	108.80	110.40	107.20
Lowest share price	87.34	83.08	96.18

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.22% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	58.05	69.26	69.99
Return before operating charges*	12.81	(7.81)	2.60
Operating charges	(0.81)	(0.88)	(0.90)
Return after operating charges*	12.00	(8.69)	1.70
Distributions on income shares	(2.14)	(2.52)	(2.43)
Closing net asset value per share	67.91	58.05	69.26
 *After direct transaction costs of <sup>1</sup> :	 0.05	 0.10	 0.05
<b>Performance</b>			
Return after charges	20.67%	(12.55)%	2.43%
<b>Other Information</b>			
Closing net asset value (£'000)	95,933	99,440	121,324
Closing number of shares	141,266,173	171,297,947	175,169,380
Operating charges <sup>2</sup>	1.27%	1.26%	1.28%
Direct transaction costs	0.07%	0.14%	0.07%
<b>Prices</b>			
Highest share price	68.51	72.63	73.80
Lowest share price	56.53	54.39	65.62

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.22% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class C Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	91.39	105.03	102.51
Return before operating charges*	20.39	(12.29)	3.85
Operating charges	(1.29)	(1.35)	(1.33)
Return after operating charges*	19.10	(13.64)	2.52
Distributions	(3.43)	(3.88)	(3.61)
Retained distributions on accumulation shares	3.43	3.88	3.61
Closing net asset value per share	110.49	91.39	105.03
 *After direct transaction costs of <sup>1</sup> :	 0.07	 0.15	 0.07
<b>Performance</b>			
Return after charges	20.90%	(12.99)%	2.46%
<b>Other Information</b>			
Closing net asset value (£'000)	42,379	57,291	77,640
Closing number of shares	38,357,099	62,687,664	73,920,046
Operating charges <sup>2</sup>	1.27%	1.26%	1.28%
Direct transaction costs	0.07%	0.14%	0.07%
<b>Prices</b>			
Highest share price	110.50	112.50	108.90
Lowest share price	89.02	84.67	97.75

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.22% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Income

	31/03/2021 <i>(pence per share)</i>	31/03/2020 <i>(pence per share)</i>	31/03/2019 <i>(pence per share)</i>
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	45.51	54.16	54.59
Return before operating charges*	10.03	(6.15)	2.00
Operating charges	(0.51)	(0.55)	(0.56)
Return after operating charges*	9.52	(6.70)	1.44
Distributions on income shares	(1.66)	(1.95)	(1.87)
Closing net asset value per share	53.37	45.51	54.16
 *After direct transaction costs of <sup>1</sup> :	 0.04	 0.08	 0.04
<b>Performance</b>			
Return after charges	20.92%	(12.37)%	2.64%
<b>Other Information</b>			
Closing net asset value (£'000)	100,103	104,363	138,428
Closing number of shares	187,551,733	229,313,323	255,577,899
Operating charges <sup>2</sup>	1.02%	1.01%	1.03%
Direct transaction costs	0.07%	0.14%	0.07%
<b>Prices</b>			
Highest share price	53.84	56.88	57.61
Lowest share price	44.32	42.64	51.27

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.22% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information *(continued)*

### Comparative Tables *(continued)*

#### Class F Accumulation

	31/03/2021 (pence per share)	31/03/2020 (pence per share)	31/03/2019 (pence per share)
<b>Change in Net Asset Value per Share</b>			
Opening net asset value per share	57.08	65.46	63.77
Return before operating charges*	12.72	(7.70)	2.36
Operating charges	(0.65)	(0.68)	(0.67)
Return after operating charges*	12.07	(8.38)	1.69
Distributions	(2.10)	(2.38)	(2.22)
Retained distributions on accumulation shares	2.10	2.38	2.22
Closing net asset value per share	69.15	57.08	65.46
 *After direct transaction costs of <sup>1</sup> :	 0.05	 0.09	 0.04
<b>Performance</b>			
Return after charges	21.15%	(12.80)%	2.65%
<b>Other Information</b>			
Closing net asset value (£'000)	49,942	56,072	77,736
Closing number of shares	72,226,621	98,234,518	118,747,443
Operating charges <sup>2</sup>	1.02%	1.01%	1.03%
Direct transaction costs	0.07%	0.14%	0.07%
<b>Prices</b>			
Highest share price	69.15	70.18	67.79
Lowest share price	55.60	52.88	60.89

<sup>1</sup> Direct transaction costs are stated after deducting the proportion of the amounts collected from dilution adjustments or dilution levies that relate to direct transaction costs. A negative transactions costs figure might arise where there is a timing difference between inflows and the settlement of the resultant purchases.

<sup>2</sup> Operating charges, otherwise known as the OCF is the ratio of the sub-fund's total disclosable costs (excluding overdraft interest) to the average net assets of the sub-fund. The OCF is intended to provide a reliable figure which gives the most accurate measure of what it costs to invest in a sub-fund and is calculated based on the last year's figures. Included within the OCF are synthetic costs of 0.22% which include the OCF of the underlying funds weighted on the basis of their investment proportion.

In line with the Investment Association's "Disclosure of Fund Charges and Costs" circular published on July 2020, the OCF quoted for the year ended 31st March 2021 includes costs associated with investment in Packaged Retail and Insurance-based Investment Products (PRIIPs) that were previously excluded from the OCF calculation.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Sub-fund Information *(continued)*

#### Synthetic Risk and Reward Indicator (“SRRI”)



The SRRI table demonstrates where a sub-fund ranks in terms of risk and reward. The higher the risk the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the risk profile of the sub-fund. The shaded area on the table above shows the sub-fund's ranking on the risk and reward indicator.



# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Statement of Total Return

for the period ended 31st March 2021

		2021	2020
		£'000	£'000
	Notes		
Income			
Net capital gains/(losses)	5	51,979	(58,378)
Revenue	7	10,257	14,515
Expenses	8	(2,881)	(3,695)
Interest payable and similar charges		(6)	(14)
Net revenue before taxation		7,370	10,806
Taxation	9	44	(120)
Net revenue after taxation for the year		7,414	10,686
<b>Total return before distributions</b>		<b>59,393</b>	<b>(47,692)</b>
Distributions	10	(10,295)	(14,381)
<b>Change in net assets attributable to shareholders from investment activities</b>		<b>49,098</b>	<b>(62,073)</b>

### Statement of Change in Net Assets Attributable to Shareholders

for the year ended 31st March 2021

		2021	2020
		£'000	£'000
	Note		
<b>Opening net assets attributable to shareholders</b>		<b>317,655</b>	<b>416,021</b>
Amounts receivable on issue of shares		13,541	29,818
Amounts payable on cancellation of shares		(95,241)	(71,353)
		(81,700)	(41,535)
Dilution levy		8	2
Change in net assets attributable to shareholders from investment activities		49,098	(62,073)
Retained distribution on accumulation shares	10	3,407	5,240
<b>Closing net assets attributable to shareholders</b>		<b>288,468</b>	<b>317,655</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Balance Sheet

as at 31st March 2021

	Notes	2021 £'000	2020 £'000
<b>Assets</b>			
Fixed assets:			
Investments		287,323	312,856
Current assets:			
Debtors	11	1,300	1,792
Cash and bank balances		2,683	9,419
<b>Total assets</b>		<b>291,306</b>	<b>324,067</b>
<b>Liabilities</b>			
Creditors:			
Bank overdrafts		–	(7)
Distribution payable	10	(1,719)	(2,291)
Other creditors	12	(1,119)	(4,114)
<b>Total liabilities</b>		<b>(2,838)</b>	<b>(6,412)</b>
<b>Net assets attributable to shareholders</b>		<b>288,468</b>	<b>317,655</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements for the year ended 31st March 2021

#### 1. Accounting Policies

The accounting, distribution and risk management policies for notes 1 to 4 are provided on pages 37 to 40.

#### 5. Net Capital Gains/(Losses)

Net capital gains/(losses) comprise:

	2021 £'000	2020 £'000
Non-derivative securities	52,109	(58,419)
Currency (losses)/gains	(122)	48
Transaction charges	(8)	(7)
Net capital gains/(losses)	51,979	(58,378)

#### 6. Purchases, Sales and Transaction Costs

The following tables show portfolio transactions and their associated transaction costs. For more information about the nature of these costs, please refer to the additional portfolio transaction cost information on page 228.

##### Analysis of direct transaction costs for the year ended 31st March 2021:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	111,069	18	–	111,087	0.02	–
Equities	34,006	13	161	34,180	0.04	0.47
	145,075	31	161	145,267		
<b>Sales</b>						
Collective Investment Schemes	153,535	(20)	–	153,515	0.01	–
Equities	70,144	(26)	–	70,118	0.04	–
	223,679	(46)	–	223,633		
Derivative purchases and sales		–	–			
Total cost as percentage of average net asset value		0.03%	0.05%			

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 6. Purchases, Sales and Transaction Costs (continued)

Analysis of direct transaction costs for the year ended 31st March 2020:

	Principal £'000	Commissions £'000	Taxes £'000	Total Cost £'000	Commissions % of principal	Taxes % of principal
<b>Purchases</b>						
Collective Investment Schemes	264,066	55	—	264,121	0.02	—
Equities	84,389	201	223	84,813	0.24	0.26
	348,455	256	223	348,934		
<b>Sales</b>						
Collective Investment Schemes	305,180	(55)	—	305,125	0.02	—
Equities	81,621	(31)	(2)	81,588	0.04	—
	386,801	(86)	(2)	386,713		
<b>Derivative purchases and sales</b>		—	—			
<b>Total cost as percentage of average net asset value</b>		0.09%	0.06%			

#### Average portfolio dealing spread

As at the balance sheet date, the average portfolio dealing spread was 0.11% (31st March 2020: 0.03%), based on close of business prices. This spread represents the difference between the values determined respectively by reference to the bid and offer prices of investments expressed as a percentage of the value determined by reference to the offer price.

#### 7. Revenue

	2021 £'000	2020 £'000
Bank interest	4	13
Franked CIS revenue	35	72
Franked UK dividends	5,706	8,471
Offshore CIS dividend revenue	1,203	1,276
Offshore CIS interest revenue	3,245	3,126
Overseas dividends	64	385
Unfranked CIS revenue	—	1,172
	<b>10,257</b>	<b>14,515</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 8. Expenses

	2021 £'000	2020 £'000
<b>Payable to the ACD or associates of the ACD:</b>		
ACD's periodic charge	2,730	3,501
	<b>2,730</b>	<b>3,501</b>
<b>Payable to the Depositary or associates of the Depositary:</b>		
Depositary's fee	30	38
Safe custody charges	75	101
	<b>105</b>	<b>139</b>
<b>Other expenses:</b>		
Audit fees <sup>1</sup>	10	10
Printing fees	5	5
Registration fees	31	40
	<b>46</b>	<b>55</b>
<b>Total expenses</b>	<b>2,881</b>	<b>3,695</b>

<sup>1</sup> Total audit fees of £8,750 (2020: £8,110), exclusive of VAT.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 9. Taxation

	2021 £'000	2020 £'000
<b>a) Analysis of charge for the year:</b>		
Corporation tax	72	120
Irrecoverable income tax	–	–
Overseas withholding tax	(116)	–
<b>Total current taxation</b>	<b>(44)</b>	<b>120</b>
Deferred tax charge	–	–
<b>Total taxation</b>	<b>(44)</b>	<b>120</b>
<b>b) Factors affecting taxation charge for the year:</b>		
Net revenue before taxation	7,370	10,806
Net revenue multiplied by the standard rate of corporation tax of 20% (2020: 20%)	1,474	2,161
Effects of:		
Franked CIS revenue	(7)	(15)
Franked UK dividends	(1,141)	(1,694)
Non-taxable overseas dividends	(13)	–
Non-taxable overseas stock dividends	–	(77)
Offshore CIS dividend revenue	(241)	(255)
Overseas withholding tax	(116)	–
<b>Total tax charge (note 9a)</b>	<b>(44)</b>	<b>120</b>
<b>c) Deferred tax</b>		
Deferred tax charge (note 9a)	–	–
Provision at start of year	–	–
<b>Provision at end of year</b>	<b>–</b>	<b>–</b>

The sub-fund has not recognised a deferred tax asset of £Nil (31st March 2020: £Nil) arising as a result of having unutilised management expenses. The unutilised management expenses will only be recovered to the extent that the sub-fund has sufficient future taxable revenue.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 10. Distributions

The distributions take account of revenue received on the creation of shares and revenue deducted on the cancellation of shares and comprise:

	2021 £'000	2020 £'000
First quarter distribution	1,653	2,025
First quarter accumulation	901	1,190
Interim distribution	1,689	2,536
Interim accumulation	919	1,566
Third quarter distribution	1,533	2,093
Third quarter accumulation	789	1,222
Final distribution	1,719	2,291
Final accumulation	798	1,262
	<b>10,001</b>	<b>14,185</b>
Add: Revenue deducted on shares cancelled	341	361
Deduct: Revenue received on shares created	(47)	(165)
<b>Net distribution for the year</b>	<b>10,295</b>	<b>14,381</b>

#### Reconciliation between net revenue and distribution

	2021 £'000	2020 £'000
Net revenue after taxation	7,414	10,686
Add: Expenses allocated to capital	2,881	3,695
	<b>10,295</b>	<b>14,381</b>

#### 11. Debtors

	2021 £'000	2020 £'000
Accrued revenue	993	1,104
Amount receivable for issue of shares	301	688
Corporation Tax (Prepayment)	6	–
	<b>1,300</b>	<b>1,792</b>

#### 12. Other creditors

	2021 £'000	2020 £'000
Accrued expenses	252	274
Amount payable for cancellation of shares	867	2,266
Currency deals awaiting settlement	–	2
Corporation tax payable	–	59
Purchases awaiting settlement	–	1,513
	<b>1,119</b>	<b>4,114</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 13. Related Parties

Thesis Unit Trust Management Limited is regarded as a related party by virtue of having the ability to act in respect of the operations of the sub-fund in its capacity as the ACD.

Thesis Unit Trust Management Limited acts as principal on all the transactions of shares in the sub-fund. The aggregate monies received through creations and liquidations are disclosed in the Statement of Change in Net Assets Attributable to Shareholders. Amounts due to/from Thesis Unit Trust Management Limited in respect of share transactions at the year end are disclosed within notes 11 and 12 as applicable.

Amounts paid to Thesis Unit Trust Management Limited in respect of the ACD's periodic charges and if any rebates received are disclosed in note 8. £232,822 (31st March 2020: £249,878) is the amount payable at the year end.

Thesis Unit Trust Management Limited did not enter into any other transactions with the sub-fund during the year.

At the year end, the sub-fund held the following Collective Investment Schemes, managed by the Investment Manager.

Fund Name	Holdings		Bid Market Value	
	2021	2020	2021	2020
Focused SICAV US Corporate Bond Sustainable USD 'F' GBP Hedged Inc	113,089	—	£11,421,989	—
UBS Ireland Select Money Market GBP Premier Inc	9,483,730	9,483,730	£9,483,730	£9,483,730
UBS MSCI ACWI SF UCITS ETF USD 'A' Inc	50,589	78,759	£4,675,917	£5,554,961
UBS MSCI Emerging Markets UCITS ETF USD 'A' Inc	56,236	—	£5,328,361	—
UBS MSCI Switzerland 20/35 UCITS ETF CHF 'A' Inc	384,078	422,713	£6,287,136	£6,313,442
UBS S&P 500 Index 'J' Inc	6,510	23,677	£1,532,083	£4,096,685

Where investments are held in funds managed by the Investment Manager and its associates, a rebate could be paid into the sub-fund. The rebate from underlying securities amounted to £Nil (31st March 2020: £Nil).

#### 14. Equalisation

Equalisation is accrued income included in the price of shares purchased during the accounting year, which, after using monthly groupings to average, is refunded as part of a shareholder's first distribution, resulting in the same rate of distribution on all shares. As a capital repayment, it is not liable to income tax but must be deducted from the cost of shares for Capital Gains Tax purposes.

#### 15. Contingent Assets, Liabilities and Outstanding Commitments

There are no contingent assets, liabilities and outstanding commitments as at 31st March 2021 (31st March 2020: £Nil).

#### 16. Share Classes

The sub-fund currently has six share classes: Class B Income, Class B Accumulation, Class C Income, Class C Accumulation, Class F Income, and Class F Accumulation. The distribution per share is given in the distribution tables on pages 248 to 253. All shares have the same rights on winding up.

The ACD's periodic charge of each share class is as follows:

Class B Income	1.25%
Class B Accumulation	1.25%
Class C Income	1.00%
Class C Accumulation	1.00%
Class F Income	0.75%
Class F Accumulation	0.75%



# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 16. Share Classes (continued)

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

Share Class	Opening Shares	Shares Created	Shares Liquidated	Shares Converted	Closing Shares
Class B Income	308,274	–	(190,217)	–	118,057
Class B Accumulation	348,693	–	(317,978)	–	30,715
Class C Income	171,297,947	9,983,296	(28,009,642)	(12,005,428)	141,266,173
Class C Accumulation	62,687,664	2,009,564	(22,040,788)	(4,299,341)	38,357,099
Class F Income	229,313,323	7,902,024	(71,344,098)	21,680,484	187,551,733
Class F Accumulation	98,234,518	1,952,167	(29,760,074)	1,800,010	72,226,621

#### 17. Financial Instruments

In pursuing its investment objective set out on page 9, the sub-fund holds a number of financial instruments. These may comprise:

- equity shares, non-equity shares, shares in collective investment vehicles, fixed income securities and floating rate securities. These are held in accordance with the sub-fund's investment objective and policies;
- cash, liquid resources and short-term debtors and creditors that arise directly from its operations; and
- shareholders' funds which represent investors' monies which are invested on their behalf.

#### 18. Risks Disclosures

- *Market price risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

At 31st March 2021, if the price of the investments held by the sub-fund increased or decreased by 5%, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £14,366,139 (31st March 2020: £15,642,785).

- *Foreign currency risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

A majority of the sub-fund's investment portfolios are invested in collective investment schemes, which may have holdings in overseas securities and consequently the balance sheet can be indirectly affected by movements in foreign exchange rates.

At the year end date, a portion of the net assets of the sub-fund were denominated in currencies other than Sterling with the effect that the balance sheet and total return can be affected by exchange rate movements. These net assets consist of the following:

#### Foreign currency exposure as at 31st March 2021:

Currency	Monetary Exposures 2021 £'000	Non Monetary Exposures 2021 £'000	Total 2021 £'000
Pound sterling	1,142	265,642	266,784
Swiss franc	–	6,287	6,287
US dollar	3	15,394	15,397
	<b>1,145</b>	<b>287,323</b>	<b>288,468</b>

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Foreign currency exposure as at 31st March 2020:

	Monetary Exposures 2020 £'000	Non Monetary Exposures 2020 £'000	Total 2020 £'000
Currency			
Pound sterling	1,544	295,894	297,438
Swiss franc	1,090	6,314	7,404
US dollar	2,165	10,648	12,813
	4,799	312,856	317,655

At 31st March 2021, if the value of Sterling increased or decreased by 1% against all currencies, with all other variables remaining constant, then the net assets attributable to shareholders would increase or decrease by approximately £216,842 (31st March 2020: £202,166).

- *Interest rate risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.

#### Interest rate risk profile of financial assets as at 31st March 2021:

	Floating Rate Financial Assets 2021 £'000	Fixed Rate 2021 £'000	Financial Assets Not Carrying Interest 2021 £'000	Total 2021 £'000
Currency				
Pound sterling	2,680	—	265,642	268,322
Swiss franc	—	—	6,287	6,287
US dollar	3	—	15,394	15,397
	2,683	—	287,323	290,006

Interest rate risk profile of financial assets as at 31st March 2020:

	Floating Rate Financial Assets 2020 £'000	Fixed Rate 2020 £'000	Financial Assets Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency				
Euro	7	—	—	7
Pound sterling	6,149	—	295,894	302,043
Swiss franc	1,090	—	6,314	7,404
US dollar	2,173	—	10,648	12,821
	9,419	—	312,856	322,275

There were no financial liabilities as at 31st March 2021.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

for the year ended 31st March 2021 (continued)

#### 18. Risks Disclosures (continued)

Interest rate risk profile of financial liabilities as at 31st March 2020:

	Floating Rate Financial Liabilities 2020 £'000	Financial Liabilities Not Carrying Interest 2020 £'000	Total 2020 £'000
Currency			
Euro	(7)	–	(7)
	(7)	–	(7)

Short term debtors and creditors are excluded in the interest rate risk tables above.

The sub-fund's net cash holdings of £2,683,399 (31st March 2020: £9,412,059) are held in floating rate deposit accounts, whose rates are determined by reference to LIBOR or an international equivalent borrowing rate.

- *Credit risk* - risk management policies surrounding this risk are discussed in note 4 on pages 39 to 40.
- *Fair value* - in the opinion of the ACD, there is no material difference between the value of the financial assets and liabilities, as shown in the balance sheet, and their fair value.

Valuation technique as at 31st March 2021	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Equities	133,866	–	–	133,866
Collective Investment Schemes	53,001	100,456	–	153,457
	186,867	100,456	–	287,323
Valuation technique as at 31st March 2020	Level 1 £'000	Level 2 £'000	Level 3 £'000	Total £'000
<b>Assets</b>				
Equities	142,454	–	–	142,454
Collective Investment Schemes	55,574	114,828	–	170,402
	198,028	114,828	–	312,856

Level 1: The unadjusted quoted price in an active market for an identical instrument that the entity can access at the measurement date.

Level 2: Valuation techniques using observable inputs other than quoted prices within Level 1 (i.e., developed using market data).

Level 3: Valuation techniques using unobservable inputs (i.e., for which market data is unavailable).

# TM UBS (UK) Fund

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## TM UBS (UK) - UK Income Focus Fund

### Notes to the Financial Statements

*for the year ended 31st March 2021 (continued)*

#### 19. Leverage

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

The maximum leverage calculated on the commitment method permitted is 100%. It is expected that the ACD will operate the sub-fund well within these limits. The 'commitment' method is the sum of the absolute value of all positions and each derivative position (excluding forward currency positions) will be converted into the equivalent position in the underlying assets. The ACD sets maximum leverage levels and operates the sub-fund within these levels at all times.

The sub-fund has not employed significant leverage in the current year or prior year.

#### 20. Post Balance Sheet Events

The latest NAV per Class C Accumulation of 114.47p as at the close of business on 23rd July 2021 had increased on average across the share classes by 3.60% compared to the NAV at the year end of 110.49p.

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Distribution Tables

for the year ended 31st March 2021

#### First Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th June 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.5662	—	0.5662	0.5373
2	0.5662	—	0.5662	0.5373

#### First Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th June 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.7666	—	0.7666	0.8195
2	0.7666	—	0.7666	0.8195

#### First Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th June 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.4911	—	0.4911	0.5497
2	0.2671	0.2240	0.4911	0.5497

#### First Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th June 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.7734	—	0.7734	0.8337
2	0.4615	0.3119	0.7734	0.8337

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### First Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th June 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.3799	—	0.3799	0.4300
2	0.1898	0.1901	0.3799	0.4300

#### First Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st April 2020

Group 2: Shares purchased from 1st April 2020 to 30th June 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.4757	—	0.4757	0.5197
2	0.3609	0.1148	0.4757	0.5197

#### Second Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st July 2020

Group 2: Shares purchased from 1st July 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.5084	—	0.5084	0.6995
2	0.5084	—	0.5084	0.6995

#### Second Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st July 2020

Group 2: Shares purchased from 1st July 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.8143	—	0.8143	1.0750
2	0.8143	—	0.8143	1.0750

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Second Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st July 2020

Group 2: Shares purchased from 1st July 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.5301	—	0.5301	0.7161
2	0.3354	0.1947	0.5301	0.7161

#### Second Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st July 2020

Group 2: Shares purchased from 1st July 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.8403	—	0.8403	1.0944
2	0.5193	0.3210	0.8403	1.0944

#### Second Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st July 2020

Group 2: Shares purchased from 1st July 2020 to 30th September 2020

Group	Net Income	Equalisation (note 14)	2020 Net Distribution Paid	2019 Net Distribution Paid
1	0.4220	—	0.4220	0.5607
2	0.2705	0.1515	0.4220	0.5607

#### Second Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st July 2020

Group 2: Shares purchased from 1st July 2020 to 30th September 2020

Group	Net Accumulation	Equalisation (note 14)	2020 Net Accumulation	2019 Net Accumulation
1	0.5338	—	0.5338	0.6828
2	0.3577	0.1761	0.5338	0.6828

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Third Interim Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st December 2020

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.5303	—	0.5303	0.6128
2	0.5303	—	0.5303	0.6128

#### Third Interim Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st December 2020

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	1.4238	—	1.4238	0.9481
2	1.4238	—	1.4238	0.9481

#### Third Interim Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st December 2020

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.5240	—	0.5240	0.5999
2	0.3389	0.1851	0.5240	0.5999

#### Third Interim Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st December 2020

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.8463	—	0.8463	0.9278
2	0.5545	0.2918	0.8463	0.9278



# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Third Interim Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st December 2020

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.3906	—	0.3906	0.4490
2	0.2608	0.1298	0.3906	0.4490

#### Third Interim Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st October 2020

Group 2: Shares purchased from 1st October 2020 to 31st December 2020

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.4978	—	0.4978	0.5527
2	0.2577	0.2401	0.4978	0.5527

#### Final Distribution Class B Income (in pence per share)\*

Group 1: Shares purchased prior to 1st January 2021

Group 2: Shares purchased from 1st January 2021 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.5842	—	0.5842	0.5944
2	0.5842	—	0.5842	0.5944

#### Final Accumulation Class B Accumulation (in pence per share)\*

Group 1: Shares purchased prior to 1st January 2021

Group 2: Shares purchased from 1st January 2021 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.9659	—	0.9659	1.0171
2	0.9659	—	0.9659	1.0171

# TM UBS (UK) Fund

## TM UBS (UK) - UK Income Focus Fund

### Distribution Tables

for the year ended 31st March 2021 (continued)

#### Final Distribution Class C Income (in pence per share)

Group 1: Shares purchased prior to 1st January 2021

Group 2: Shares purchased from 1st January 2021 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.5996	—	0.5996	0.6566
2	0.3762	0.2234	0.5996	0.6566

#### Final Accumulation Class C Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st January 2021

Group 2: Shares purchased from 1st January 2021 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.9660	—	0.9660	1.0223
2	0.4064	0.5596	0.9660	1.0223

#### Final Distribution Class F Income (in pence per share)

Group 1: Shares purchased prior to 1st January 2021

Group 2: Shares purchased from 1st January 2021 to 31st March 2021

Group	Net Income	Equalisation (note 14)	2021 Net Distribution Paid	2020 Net Distribution Paid
1	0.4644	—	0.4644	0.5079
2	0.2948	0.1696	0.4644	0.5079

#### Final Accumulation Class F Accumulation (in pence per share)

Group 1: Shares purchased prior to 1st January 2021

Group 2: Shares purchased from 1st January 2021 to 31st March 2021

Group	Net Accumulation	Equalisation (note 14)	2021 Net Accumulation	2020 Net Accumulation
1	0.5920	—	0.5920	0.6287
2	0.2292	0.3628	0.5920	0.6287

\*There were no group 2 shares for this period.



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