

**VT ROSSIE HOUSE INVESTMENT
MANAGEMENT FUNDS ICVC
(Sub-fund VT Rossie House Portfolio Fund)**

**Interim Report and Financial Statements
for the six months ended 30 June 2021**

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COMPANY OVERVIEW

| | |
|--|---|
| Size of Company | £13,037,836 |
| Launch date | 11 April 2014 |
| Type of Company | VT Rossie House Investment Management Funds ICVC is an investment company with variable capital under regulation 12 (Authorisation) of the Open Ended Investment Companies (OEIC) Regulations 2001, authorised by the FCA. The company is incorporated under registration number IC000991. The company is a 'Non-UCITS Retail Scheme' umbrella company comprising one sub-fund, VT Rossie House Portfolio Fund ("the Fund"). You as a shareholder are not liable for the debts of the company. |
| Sub-fund objective and policy | <p>The Sub-fund's objective is to achieve long term capital and income growth.</p> <p>The Sub-fund will aim to meet its objectives by investing primarily, though not exclusively, in investment trusts and collective investment schemes that invest predominantly in equity securities. The Sub-fund may also have some direct exposure to bonds and other non-equity investments, including cash, gold and derivatives.</p> <p>The Sub-fund can use derivatives for the purpose of meeting its investment objective and for efficient portfolio management (including hedging) ("EPM"). It is envisaged however that the Investment Manager will not make a significant use of derivatives in the ordinary course of investing the assets of the Sub-fund.</p> |
| Benchmark | The Sub-fund does not have a specific benchmark. However, the performance of the Fund can be assessed by considering whether the objective is achieved (i.e. whether there has been capital growth over the long term (+5 years)) |
| Authorised Corporate Director (ACD) | Valu-Trac Investment Management Limited |
| Ex-distribution dates | 30 June, 31 December |
| Distribution dates | 31 August, 28 February |
| Individual Savings Account (ISA) | The Sub-fund is a qualifying investment for inclusion in an ISA. |
| Minimum investment | |
| Lump sum subscription: | A Class = £250,000 B Class = £10,000 |
| Top-up: | A Class = £1,000 B Class = £1,000 |
| Holding: | A Class = £1,000 B Class = £1,000 |
| Redemption: | A Class = lower of £1,000 or total remaining holding B Class = lower of £1,000 or total remaining holding |
| Switching: | A Class = £10,000 B Class = £10,000 |
| Initial charges | 9% |
| Redemption charges | 3% |

The ACD may waive the minimum levels (and initial charge) at its discretion.

COMPANY OVERVIEW (Continued)

ACD charges

The annual management charge is comprised of a fixed element which is retained by the ACD for its own account and a variable element which is paid by the ACD to the Investment Manager.

The fixed element, which is equal to £10,000 per annum, is taken from A Class and B Class Shares pro-rata to their net asset value.

The variable element in respect of the A Class Shares is nil.

The variable element in respect of the B Class Shares is equal to 0.8% per annum of the net asset value of the B Class Shares.

INVESTMENT MANAGER'S REVIEW

ROSSIE HOUSE PORTFOLIO FUND

Performance

In the first half of the year the B class net income units rose 6.4% to 30th June 2020 (A class net income units gained 6.8%). This compares to the MSCI PIMFA Balanced Index which gained 6.3%. To remind investors, the MSCI PIMFA Balanced Index is a blend of well-known equity and bond indices representing what is deemed a typical private client portfolio.

Activity

Turnover was minimal as usual. The management of Keystone Investment Trust was moved to Baillie Gifford and we sold that position as we consider the fund has plenty of exposure to Baillie Gifford managed funds already (through Monks and Scottish Mortgage). We decided to switch this holding into Independent Investment Trust. This has been trading at a bit of a discount having at one stage traded at a hefty premium. Management are very big owners of this trust, it generally pays a reasonable dividend and has a good (if volatile) track record. Although it is currently categorised as a UK fund because it has a big percentage of its assets in the UK it reserves the right to invest globally.

Economic and Market Review

In comparison to last year the current period under review has been quite benign. Most major stock markets appreciated nicely with the US once again leading the way and only Japan proving a laggard. As the vaccines were rolled out and economies opened up growth picked up sharply. Many companies have slashed costs during the tough times of last year so company profits are forecast to grow significantly but from a low base.

Portfolio Review

The fund's defensive investments were mixed. Capital preservation holdings, Ruffer (+9%), Capital Gearing (+4%) and Trojan Fund (+6%) have all made steady gains. However, these results were rather undermined by the weak returns from Gold Bullion Securities (-8%) and CG Real Return Fund (-2%).

The main equity holdings, with one exception, all made positive returns. The UK holdings, which have generally been lagging other markets for some time, had a better period. Artemis Alpha Trust and Law Debenture both rose over 9%. Smaller companies were especially strong which benefited Aberforth Smaller Companies Trust (+23%) and North Atlantic Smaller Companies Trust (+24%). Previous winners such as Monks Investment Trust had a quieter time (+2%) whilst laggards like RIT Capital Partners (+19%) had a strong run. Findlay Park American Fund (+13%) contributed well due to the strong US market but Morant Wright Japan (+2%) reflected the lack of progress in the Japanese market. Elsewhere Scottish Oriental Smaller Companies Trust (+12%) had a much needed better period as did Utilico Emerging Markets and Hansa Trust, both up 15%. Only Herald Investment Trust (-2%) declined but that was after a hugely strong performance in the previous half year when the discount narrowed to an unusually low level. The discount widened in the current period so the price was weak but this is reversing at the time of writing. Finally, it is worth mentioning Civitas Social Housing Trust (+11%) which appreciated nicely as their rental income has a direct link to consumer prices and we think this should provide protection against future inflation.

Outlook

We have consistently held a good part of the fund – at least a quarter, sometimes a bit more – in defensive assets. These have always held assets with a bias to inflation. Index linked bonds, gold and funds that aim to preserve capital in good and bad times are considered a vital protection in case of things going wrong. So far they haven't really been needed, though they have appreciated satisfactorily and held up well in the periodic bouts of panic which we have experienced. This is helpful for holding one's nerve with the other more volatile, equity holdings.

However, we now believe their inflation protection characteristics will be more necessary. We have been premature with warnings about inflation but, to us, there now look to be compelling reasons why inflation will rise. The huge additional monetary expansion over the last eighteen months driven by central bank largesse, especially in the US, is already producing signs of price increases. The big question is whether it will prove transitory as the bankers try to persuade us or will it be more persistent.

We are trying to keep open minds on this but our hunch is that inflation will be more persistent and higher than many expect. If so, it raises some significant questions, not least at a time when equity valuations are reasonable high. We hold no fixed interest rate bonds as they seem to us to have very poor risk / reward characteristics. Our equity holdings are very well diversified and we continue to align with great fund managers who invest with a variety of styles. We think this gives our unitholders the best chance of participating in upward moves of stock markets whilst having a core part of the fund which should provide some protection against rising inflation.

Rossie House Investment Management LLP

Investment Manager to the Fund

18 August 2021

PERFORMANCE RECORD

Financial Highlights

Class A Net Income GBP

| | Six months to 30 June 2021 | Year to 31 December 2020 | Year to 31 December 2019 |
|--------------------------------------|-------------------------------|-----------------------------|-----------------------------|
| Changes in net assets per unit | GBP | GBP | GBP |
| Opening net asset value per unit | 158.8477 | 144.2427 | 125.8150 |
| Return before operating charges | 12.4799 | 18.0982 | 21.9250 |
| Operating charges (note 1) | (1.6222) | (1.6215) | (1.7540) |
| Return after operating charges * | 10.8577 | 16.4767 | 20.1710 |
| Distribution on income units | (0.8334) | (1.8717) | (1.7433) |
| Closing net asset value per unit | 168.8720 | 158.8477 | 144.2427 |
| *after direct transactions costs of: | 0.0492 | 0.1212 | 0.0540 |
| Performance | | | |
| Return after charges | 6.84% | 11.42% | 16.03% |
| Other information | | | |
| Closing net asset value | £1,383,379 | £1,301,201 | £1,181,439 |
| Closing number of units | 819,188 | 819,150 | 819,063 |
| Operating charges (note 2) | 0.99% | 1.07% | 1.10% |
| Direct transaction costs | 0.03% | 0.08% | 0.04% |
| Prices | | | |
| Highest unit price | 169.96 | 160.34 | 145.67 |
| Lowest unit price | 155.80 | 109.13 | 125.82 |

Class B Net Income GBP

| | Six months to 30 June 2021 | Year to 31 December 2020 | Year to 31 December 2019 |
|--------------------------------------|-------------------------------|-----------------------------|-----------------------------|
| Changes in net assets per unit | GBP | GBP | GBP |
| Opening net asset value per unit | 149.6832 | 137.0123 | 120.4682 |
| Return before operating charges | 12.3688 | 17.1223 | 20.9164 |
| Operating charges (note 1) | (2.7583) | (2.6806) | (2.7100) |
| Return after operating charges * | 9.6105 | 151.4540 | 18.2064 |
| Distribution on income units | (0.7880) | (1.7708) | (1.6623) |
| Closing net asset value per unit | 158.5057 | 149.6832 | 137.0123 |
| *after direct transactions costs of: | 0.0462 | 0.1147 | 0.0515 |
| Performance | | | |
| Return after charges | 6.42% | 10.54% | 15.11% |
| Other information | | | |
| Closing net asset value | £1,002,957 | £1,059,616 | £925,405 |
| Closing number of units | 632,301 | 707,905 | 675,418 |
| Operating charges (note 2) | 1.79% | 1.87% | 1.90% |
| Direct transaction costs | 0.03% | 0.08% | 0.04% |
| Prices | | | |
| Highest unit price | 159.54 | 151.10 | 138.38 |
| Lowest unit price | 146.61 | 103.49 | 120.47 |

PERFORMANCE RECORD (Continued)

Financial Highlights (continued)

Class A Net Accumulation GBP

| | Six months to 30 June 2021 | Year to 31 December 2020 | Year to 31 December 2019 |
|---|---------------------------------------|-------------------------------------|-------------------------------------|
| Changes in net assets per unit | GBP | GBP | GBP |
| Opening net asset value per unit | 155.2048 | 139.1729 | 119.8962 |
| Return before operating charges | 12.1977 | 17.6068 | 20.7016 |
| Operating charges (note 1) | (1.5890) | (1.5749) | (1.4249) |
| Return after operating charges * | 10.6087 | 16.0319 | 19.2767 |
| Closing net asset value per unit | 165.8135 | 155.2048 | 139.1729 |
| Retained distributions on accumulated units | 0.8143 | 1.8110 | 1.6665 |
| *after direct transactions costs of: | 0.0249 | 0.1178 | 0.0518 |
| Performance | | | |
| Return after charges | 6.84% | 11.52% | 16.08% |
| Other information | | | |
| Closing net asset value | £9,192,091 | £8,613,412 | £8,541,412 |
| Closing number of units | 5,543,632 | 5,549,706 | 6,138,266 |
| Operating charges (note 2) | 0.99% | 1.07% | 1.10% |
| Direct transaction costs | 0.03% | 0.08% | 0.04% |
| Prices | | | |
| Highest unit price | 166.06 | 155.76 | 139.63 |
| Lowest unit price | 152.22 | 105.29 | 119.60 |

Class B Net Accumulation GBP

| | Six months to 30 June 2021 | Year to 31 December 2020 | Year to 31 December 2019 |
|---|---------------------------------------|-------------------------------------|-------------------------------------|
| Changes in net assets per unit | GBP | GBP | GBP |
| Opening net asset value per unit | 148.1789 | 133.9438 | 116.3424 |
| Return before operating charges | 12.2318 | 16.8729 | 19.9791 |
| Operating charges (note 1) | (2.7374) | (2.6378) | (2.3777) |
| Return after operating charges * | 9.4944 | 14.2351 | 17.6014 |
| Closing net asset value per unit | 157.6733 | 148.1789 | 133.9438 |
| Retained distributions on accumulated units | 0.7728 | 1.7360 | 1.6098 |
| *after direct transactions costs of: | 0.0237 | 0.1128 | 0.0501 |
| Performance | | | |
| Return after charges | 6.41% | 10.63% | 15.13% |
| Other information | | | |
| Closing net asset value | £1,494,438 | £1,140,948 | £818,425 |
| Closing number of units | 947,123 | 769,980 | 611,021 |
| Operating charges (note 2) | 1.79% | 1.87% | 1.90% |
| Direct transaction costs | 0.03% | 0.08% | 0.04% |
| Prices | | | |
| Highest unit price | 157.91 | 148.71 | 134.39 |
| Lowest unit price | 145.13 | 101.16 | 116.34 |

PERFORMANCE RECORD (Continued)

1. The operating charges per unit figure is calculated by applying the operating charges percentage to the average net asset valuation per share throughout the period.
2. The operating charges percentage is based on the expenses incurred during the period annualised, as a proportion of the average net asset value of the Sub-fund together with the ongoing charges included within the underlying Open Ended Investment Companies held within the fund's holdings.

Risk Profile

Based on past data, the Sub-fund is ranked a '5' on the synthetic risk and reward indicator scale (of 1 to 7) as described fully in the Key Investor Information Document. The Sub-fund is ranked '5' because weekly historical performance data indicates that it has experienced relatively high rises and falls in market prices historically.

PORTFOLIO STATEMENT

As at 30 June 2021 (unaudited)

| Holding | Value £ | % of total net assets |
|---|-------------------|--------------------------|
| FIXED INTEREST (31 December 2020: 4.60%) | | |
| 2,700 CG Portfolio Fund PLC | 547,398 | 4.20 |
| | 547,398 | 4.20 |
| CAPITAL PRESERVATION (31 December 2020: 14.14%) | | |
| 12,550 Capital Gearing Trust | 612,126 | 4.69 |
| 164,000 Ruffer Investments | 469,040 | 3.60 |
| 599,657 Trojan Fund (X Inc.) | 729,603 | 5.60 |
| | 1,810,769 | 13.89 |
| UK (31 December 2020: 15.91%) | | |
| 22,500 Aberforth UK Smaller Companies Trust | 344,925 | 2.65 |
| 184,000 Artemis Alpha Trust | 800,400 | 6.14 |
| 55,000 Independent Investment Trust PLC | 304,700 | 2.34 |
| 80,000 Law Debenture | 601,600 | 4.61 |
| | 2,051,625 | 15.74 |
| INTERNATIONAL (31 December 2020: 28.18%) | | |
| 1,454 Egerton Capital Equity | 592,642 | 4.55 |
| 71,500 Monks Investment Trust | 985,270 | 7.56 |
| 96,000 Mid Wyn International Trust | 737,280 | 5.65 |
| 3,100 Overstone Global Equity Fund | 456,395 | 3.50 |
| 17,500 RIT Capital Partners | 429,188 | 3.29 |
| 36,000 Scottish Mortgage Trust | 478,620 | 3.67 |
| | 3,679,395 | 28.22 |
| US (31 December 2020: 5.98%) | | |
| 6,250 Findlay Park American Fund (USD) | 816,791 | 6.26 |
| | 816,791 | 6.26 |
| GOLD (31 December 2020: 5.36%) | | |
| 5,000 Gold Bullion Securities | 595,381 | 4.57 |
| | 595,381 | 4.57 |
| JAPAN (31 December 2020: 4.70%) | | |
| 155,000 LF Morant Wright Japan Fund (B Inc) | 579,592 | 4.45 |
| | 579,592 | 4.45 |
| ASIA (31 December 2020: 3.75%) | | |
| 39,791 Asia Dragon Trust | 212,882 | 1.63 |
| 25,000 Scottish Oriental Smaller Companies Trust | 273,750 | 2.10 |
| | 486,632 | 3.73 |
| EMERGING MARKETS (31 December 2020: 1.86%) | | |
| 115,600 Utilico Emerging Markets Investment Trust | 258,366 | 1.98 |
| | 258,366 | 1.98 |
| SPECIALIST (31 December 2020: 11.74%) | | |
| 14,000 North Atlantic Smaller Companies Investment Trust | 647,500 | 4.97 |
| 33,000 Herald Investment Trust | 722,700 | 5.54 |
| 76,500 Hansa Investment Company Ltd | 179,775 | 1.38 |
| | 1,549,975 | 11.89 |
| PROPERTY (31 December 2020: 2.23%) | | |
| 257,000 Civitas Social Housing | 298,120 | 2.27 |
| | 298,120 | 2.27 |
| Portfolio of Investment (31 December 2020: 98.45%) | | |
| | 12,674,044 | 97.20 |
| Net Other Assets (31 December 2020: 1.81%) | | |
| | 397,020 | 3.05 |
| Adjustment to revalue from Mid to Bid Prices (31 December 2020: (0.26%)) | | |
| | (33,228) | (0.25) |
| | 13,037,836 | 100.00 |

SUMMARY OF MATERIAL PORTFOLIO CHANGES

| | |
|--|----------------|
| | £ |
| Total sales for the six months ended 30 June 2021 | 315,269 |
| Keystone Positive Change Investment Trust | 315,269 |

| | |
|--|----------------|
| | £ |
| Total purchases for the six months ended 30 June 2021 | 307,141 |
| Independent Investment Trust | 307,141 |

The above transactions represent all of the sales and purchases during the period.

STATEMENT OF THE AUTHORISED CORPORATE DIRECTOR'S (ACD'S) RESPONSIBILITIES

The rules of the Financial Conduct Authority's Collective Investment Schemes Sourcebook require the Authorised Corporate Director to prepare financial statements for each accounting period which give a true and fair view of the financial position of the Company at the end of the financial period and its net revenues and net capital gains for the period. In preparing these financial statements the Authorised Corporate Director is required to:

> comply with the Prospectus, the Statement of Recommended Practice for Authorised Funds issued by the Investment Association in May 2014, the Instrument of Incorporation, generally accepted accounting principles and applicable accounting standards, subject to any material departures which are required to be disclosed and explained in the financial statements.

> select suitable accounting policies and then apply them consistently.

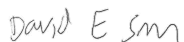
> make judgements and estimates that are reasonable and prudent.

> prepare the financial statements on a going concern basis unless it is inappropriate to presume that the Company will continue in operation for the foreseeable future.

The Authorised Corporate Director is required to keep proper accounting records and to manage the Company in accordance with the COLL regulations, the FCA's Investment Funds Sourcebook ("FUND"), the Instrument of Incorporation, and the Prospectus. The Authorised Corporate Director is responsible for taking reasonable steps for the prevention and detection of fraud and other irregularities.

DIRECTOR'S STATEMENT

In accordance with the requirements of the Financial Conduct Authority's Collective Investment Scheme's Sourcebook and FUND, we hereby certify the interim report.



David E. Smith MA

Valu-Trac Investment Management Limited
Authorised Corporate Director

Date 18/08/2021

STATEMENT OF TOTAL RETURN

For the six months ended 30 June 2021 (unaudited)

| | 30.06.21 | | 30.06.20 | |
|--|----------|----------------|----------|------------------|
| | £ | £ | £ | £ |
| Income | | | | |
| Net capital gains/(losses) | | 782,827 | | (557,918) |
| Revenue | 64,516 | | 75,051 | |
| Expenses | (28,169) | | (26,329) | |
| Interest payable and similar charges | (610) | | - | |
| Net revenue before taxation | 35,737 | | 48,722 | |
| Taxation | - | | - | |
| Net revenue after taxation | 35,737 | | 48,722 | |
| Total return before distributions | | 818,564 | | (509,196) |
| Finance costs | | (63,906) | | (75,051) |
| Changes in net assets attributable to shareholders from investment activities | | 754,658 | | (584,247) |

STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO SHAREHOLDERS

For the six months ended 30 June 2021 (unaudited)

| | 30.06.21 | 30.06.20 |
|---|-------------------|-------------------|
| | £ | £ |
| Opening net assets attributable to shareholders | 12,085,525 | 11,443,543 |
| Amounts receivable on creation of shares | 292,768 | 350,546 |
| Amounts payable on cancellation of shares | (147,577) | (324,356) |
| Retained accumulation distributions | 52,462 | 61,596 |
| Changes in net assets attributable to shareholders from investment activities (see above) | 754,658 | (584,247) |
| Closing net assets attributable to shareholders | 13,037,836 | 10,947,082 |

The Investment Association SORP requires that comparatives are shown for the above report. As comparatives should be for the comparable interim period the net asset value at the end of the period will not agree to the net asset value at the start of the period. The company net asset value as at 31 December 2020 was £12,085,525.

BALANCE SHEET

As at 30 June 2021 (unaudited)

| | 30.06.21 | | 31.12.20 | |
|--|-----------------|-------------------|-----------------|-------------------|
| | £ | £ | £ | £ |
| Assets | | | | |
| Investment assets | | 12,640,816 | | 11,866,239 |
| Current assets | | | | |
| Debtors | 21,403 | | 34,171 | |
| Cash and bank balances | <u>401,080</u> | | <u>216,219</u> | |
| Total current assets | | <u>422,483</u> | | <u>250,390</u> |
| Total assets | | 13,063,299 | | 12,116,629 |
| Current liabilities | | | | |
| Distribution payable on income shares | (11,810) | | (13,750) | |
| Other creditors | <u>(13,653)</u> | | <u>(17,354)</u> | |
| Total current liabilities | | <u>(25,463)</u> | | <u>(31,104)</u> |
| Net assets attributable to shareholders | | <u>13,037,836</u> | | <u>12,085,525</u> |

Accounting Policies

The accounting policies applied are consistent with those of the financial statements for the period ended 31 December 2020 and are described in those financial statements.

The financial statements have been prepared in accordance with the Statement of Recommended Practice ('SORP') for Authorised Funds issued by the Investment Association in May 2014.

DISTRIBUTION TABLES

Final distribution in pence per share

Group 1: Shares purchased prior to 01 January 2021

Group 2 : Shares purchased on or after 01 January 2021 and on or before 30 June 2021

01 January 2021 to 30 June 2021

| Class A Net Income | Distribution payable 31.08.2021 | Equalisation | Distribution payable 31.08.2021 | Distribution payable 28.08.2020 |
|---------------------------------|--|---------------------|--|--|
| Group 1 | 0.8334p | - | 0.8334p | 0.9471p |
| Group 2 | 0.5968p | 0.2366p | 0.8334p | 0.9471p |
| Class B Net Income | Distribution payable 31.08.2021 | Equalisation | Distribution payable 31.08.2021 | Distribution payable 28.08.2020 |
| Group 1 | 0.7880p | - | 0.7880p | 0.8982p |
| Group 2 | 0.5068p | 0.2812p | 0.7880p | 0.8982p |
| Class A Net Accumulation | Distribution accumulated 31.08.2021 | Equalisation | Distribution accumulated 31.08.2021 | Distribution accumulated 28.08.2020 |
| Group 1 | 0.8143p | - | 0.8143p | 0.9129p |
| Group 2 | 0.4256p | 0.3887p | 0.8143p | 0.9129p |
| Class B Net Accumulation | Distribution accumulated 31.08.2021 | Equalisation | Distribution accumulated 31.08.2021 | Distribution accumulated 28.08.2020 |
| Group 1 | 0.7728p | - | 0.7728p | 0.8772p |
| Group 2 | 0.7728p | - | 0.7728p | 0.8772p |

EQUALISATION

Equalisation applies only to shares purchased during the distribution period (Group 2 shares). It represents the accrued revenue included in the purchase price of the shares. It is returned with the distribution as a capital repayment. It is not liable to income tax but must be deducted from the cost of the shares for capital gains tax purposes.

INFORMATION FOR INVESTORS

Distribution

Distributions of the revenue of the Company will be made to shareholders on or before 28 February each year and interim allocations of revenue on or before 31 August.

Taxation

The company will pay no corporation tax on its profits for the period to 30 June 2021 and capital gains within the Company will not be taxed.

Individual shareholders

Income tax: HM Revenue and Customs changed the taxation of dividends on 6 April 2016. Dividend tax credits were abolished and replaced by a tax-free annual dividend allowance currently standing at £2,000 (2021/22). UK resident shareholders are now subject to new, higher rates of tax on dividend income in excess of the annual allowance. The actual rate depends on the individual's tax rate band.

Capital gains tax: Individual shareholders resident in the UK for tax purposes may be liable to capital gains tax on realisation of their shares as with other chargeable assets. However, presently each year there is a tax-free allowance for individuals. The first £12,300 (2021/22) are presently tax free for individuals. Gains in excess of that amount are charged at the rate of tax applicable to the individual tax payer.

Debts of the ICVC fund

Unit holders of the ICVC are not liable for the debts of the ICVC.

Corporate shareholders

Companies resident for tax purposes in the UK which hold shares should note that OEIC distributions are streamed into both franked and unfranked income. The unfranked income element will be treated as an annual payment which has been subject to income tax at a rate of 20% and will be liable to tax accordingly. On realisation of their shares, UK resident companies may be liable to pay corporation tax on any capital gains.

The above information on taxation is only a general summary, and shareholders should consult their own tax advisors in relation to their own circumstances. Shareholders should also note that the position as outlined may change to reflect future changes in tax legislation.

Issue and redemption of shares

Valu-Trac Investment Management Limited is the ACD and Registrar. Valu-Trac Investment Management Limited will receive requests for the purchase or sale of shares at any time during normal business hours (8.30am to 5.30pm). Instructions may be given by email to (rhpf@valu-trac.com) or by sending an application form to the Registrar. Application forms are available from the Registrar.

The price of shares will be determined by reference to a valuation of the Company's net assets at 4.30pm daily.

The ACD has the right to reject, on reasonable grounds relating to the circumstances of the applicant, any application for shares in whole or part, and in this event the ACD will return any money sent, or the balance of such monies, at the risk of the applicant. In addition the ACD may reject any application previously accepted in circumstances where the applicant has paid by cheque and that cheque subsequently fails to be cleared.

Any subscription monies remaining after a whole number of shares has been issued will not be returned to the applicant. Instead, smaller denomination shares will be issued in such circumstances.

A contract note giving details of the shares purchased and the price used will be issued by the Registrar by the end of the business day following the valuation point by reference to which the purchase price is determined. Settlement is due four business days after the date shown on the contract note and should be made to the ACD's dealing account.

Ownership of shares will be evidenced by an entry on the Company's Register of Shareholders. Certificates will not be issued. Statements in respect of periodic distributions of revenue will show the number of shares held by the recipient in respect of which the distribution is made. Individual statements of a shareholder's shares will also be issued at any time on request by the registered holder.

INFORMATION FOR INVESTORS (Continued)

Where shares are redeemed, payment will be made not later than the close of business on the fourth business day following the next valuation point after receipt by the ACD of a request for redemption. The minimum value of shares that a shareholder may hold is £1,000. The ACD may at its discretion accept subscriptions lower than the minimum amount.

The most recent issue and redemption prices are available from the ACD.

Alternative Investment Fund Managers Directive

Under the EU's Alternative Investment Fund Managers Directive (AIFMD) 2013, the Company has been designated an Alternative Investment Fund. The ACD, Valu-Trac Investment Management Limited ("Valu-Trac") has been appointed as the Alternative Investment Fund Manager (AIFM). The AIFMD has had little impact on the operating costs or management of the VT Rossie House Portfolio Fund.

To comply with the AIFMD, information about the AIFM's remuneration policies and disclosures and conflict of interest policies are available from Valu-Trac Investment Management Limited on its website. The Company does not employ any staff directly from the AIFM, so there are no quantitative disclosures in this report.

CORPORATE DIRECTORY

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|---|--|
| Authorised Corporate Director, Alternative Investment Fund Manager & Registrar | Valu-Trac Investment Management Limited Mains of Orton Fochabers Moray IV32 7QE Telephone: 01343 880344 Fax: 01343 880267 Email: rhp@valu-trac.com Authorised and regulated by the Financial Conduct Authority Registered in England No 2428648 |
| Director | Valu-Trac Investment Management Limited as ACD |
| Investment Manager | Rossie House Investment Management LLP Level 13 Broadgate Tower 20 Primrose Street London EC2A 2EW Authorised and regulated by the Financial Conduct Authority |
| Depository | NatWest Trustee and Depository Services Limited House A Floor 0, 175 Glasgow Road Gogarburn Edinburgh EH12 1HQ Authorised and regulated by the Financial Conduct Authority |
| Auditor | Johnston Carmichael LLP Commerce House South Street Elgin IV30 1JE |