

Close FTSE techMARK Fund

Interim Report & Financial Statements
for the period ended 30 September 2021 (unaudited)

Close FTSE techMARK Fund is a Unit Trust that aims to track the performance of the FTSE techMARK Focus Index.

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Investment Objective and Other Information

For the period ended 30 September 2021

Fund objective and policy

The Close FTSE techMARK Fund ("the Fund") aims to track the FTSE techMARK Focus Index "the Index".

The Fund will invest at least 80% in shares of companies included in the techMARK™ market, for the purpose of tracking the Index as closely as possible. As a tracker fund, the Fund is constrained by the Index. This means that the investment manager constitutes the portfolio of the Fund based on the companies included in the Index and generally may not invest in companies which are not included in the Index.

To the extent that the Fund is not fully invested in shares of companies which are included in the Index, the Fund may be invested in shares of companies which in the Manager's opinion are expected to become part of the Index.

In addition, where shares of companies needed to replicate the Index are not available, the Manager may invest in derivatives for the purpose of replicating the Index.

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Authorised Status and Report of the Manager

Authorised Status

The Fund is an authorised scheme under the Financial Services and Markets Act 2000 ("the Act"). The date of authorisation was 26 October 1999. The scheme is classified as a UCITS scheme.

Certification of Financial Statements by Directors of the Manager

This report has been prepared in accordance with the Financial Conduct Authority's Collective Investment Schemes ("COLL") Sourcebook.



I.P. Wallace (Director)



R.C.S. Smith (Director)
Close Asset Management (UK) Limited
25 November 2021

Investment Report

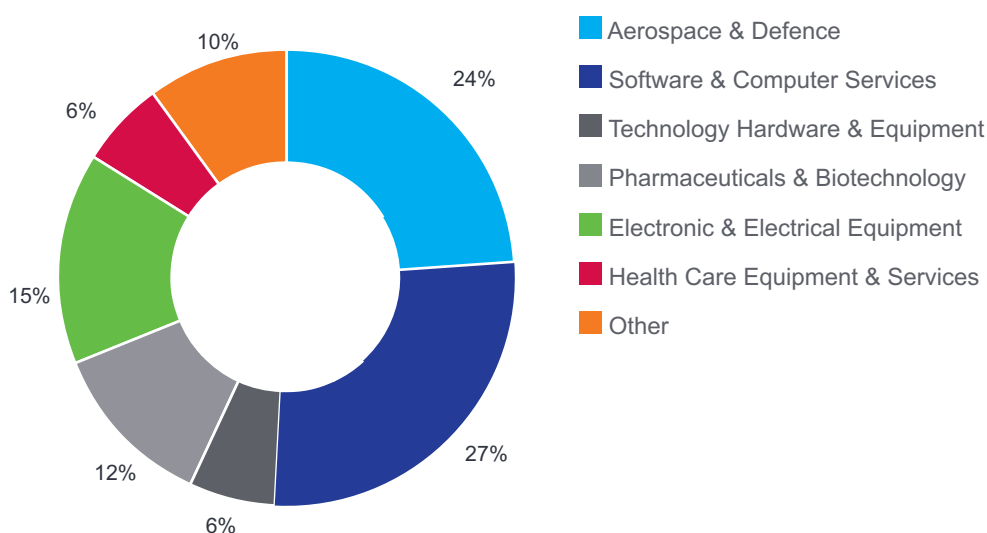
Investment Performance

In the 6 month period to 30 September 2021, the Fund was up 12.6% while the index in total returns was also up 12.6%. Any performance difference between the Fund and the index is mainly due to the valuation of the Fund using prices at 12:00 noon (Mid-day prices are used in Fund valuation to allow for daily dealing by investors), whilst the Index, which is not tradeable, uses end-of-day closing prices and is rebalanced quarterly. In this case, the performance difference has been minimal. The tracking error of the Fund for the 12 months to end September 2021 was 1.65% on a monthly basis and 0.83% on a quarterly basis.

The Fund, whose objective is to track the performance of the FTSE techMARK Focus index in capital terms has now moved to tracking the same index in Total return terms. However, that does not change how the Fund is actually managed by investing in the companies constituting this index. These companies are characterised by their involvement in technology and span sectors as diverse as biotechnology, telecommunications, and semiconductors. Market capitalisation of companies in the Fund ranges in size from £2 million to over £10 billion and the Index currently includes a number of stocks that are in the top 100 based on market capitalisation listed in London Stock Exchange.

The FTSE techMARK Focus Index consists of a variable number of stocks that fulfil the eligibility criteria and currently has 23 constituents. All of the companies have a full listing on the London Stock Exchange and the Fund may also invest in newly floated technology companies on a periodic basis, as the companies are added into the index.

The Fund Sector Split for 30 September 2021



Investment Report

continued

Market Review

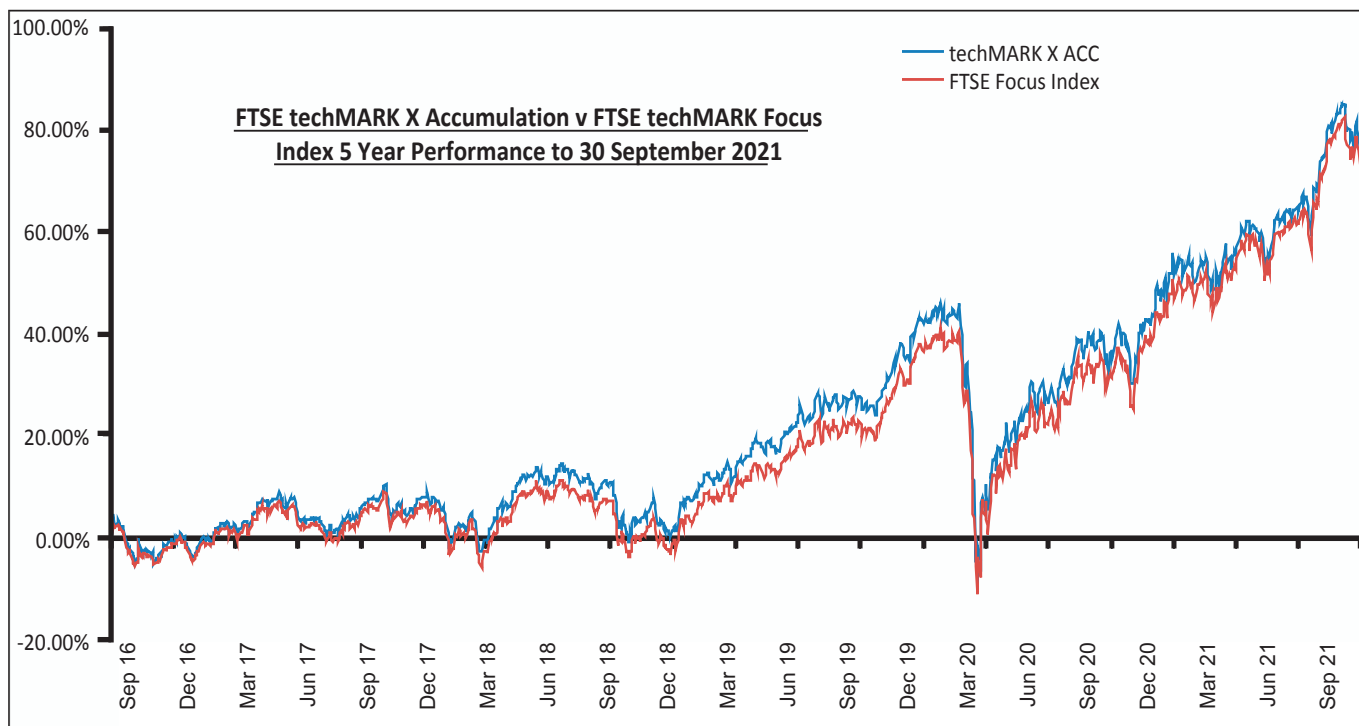
The UK technology sector, as reflected by the FTSE techMARK Focus Index, had a strong performance and returned +12.6% in total return terms over the six months to the end of September. In contrast, UK broad market returned only +7.7% in total return terms over the same period.

The biggest movers in the index for the past 6 months were Ultra Electronics with +63.6% while the second and third best performing stocks were Oxford Biomedica at 62.6% and Meggitt at 54.7%. The worst performing stock Renishaw was down -25.9%. Over the 6 month period, Dialight was removed from the index at a quarterly rebalance and Vectura was acquired by Philip Morris and thus exited the index on the September rebalance.

At the end of the reporting period, there were 23 stocks in the Index, while there were 25 stocks at beginning of the reporting period. The FTSE techMARK index is rebalanced quarterly on the third Friday of March, June, September and December. Inclusions/ exclusions or weight changes to the Index, in accordance with the Index methodology, are implemented in the Fund according to the quarterly index rebalancing.

The Fund will continue to provide investors with diversified exposure to leading-edge UK technology companies. As the only UK authorised technology fund to follow a recognised index, the Fund is ideally positioned to capture structural changes in the technology market by placing greater weighting on winning companies and displacing companies in decline.

Source: FTSE and Close Asset Management (UK) Limited



Investment Report

continued

Fund Performance

Performance for the Fund over the last five years.

	6 months to 30/9/2021	Year to 30/9/2021	Year to 30/9/2020	Year to 30/9/2019	Year to 30/9/2018	Year to 30/9/2017
Close FTSE techMARK X Accumulation	12.6%	29.4%	6.1%	15.1%	4.7%	6.0%
FTSE techMARK Focus Total Return*	12.6%	30.6%	7.2%	14.1%	2.7%	4.6%

	12 month trailing Dividend yield
FTSE techMARK Focus Total Return	1.59%

Source: Produced by Close Asset Management (UK) Limited using Financial Express.

* Effective 7 August 2019 the benchmark for the Fund changed from FTSE techMARK Focus Capital Return to FTSE techMARK Focus Total Return.

The percentage growth in prices is calculated using the published dealing price of units in the X Accumulation unit class (which may include a dilution adjustment to the mid-market value) in sterling with net revenue re-invested.

Units are priced on a single mid-market basis.

Risk and Reward Profile

The Fund currently has one type of unit class in issue; X Accumulation. The unit class has the risk and reward profile which is as follows:

Synthetic Risk and Reward Indicator (SRRI)

1	2	3	4	5	6	7
lower risks/ rewards			higher risks/ rewards			

The Fund is ranked at 6 because funds of this type have experienced high rises and falls in value in the past.

The SRRI table demonstrates where the Fund ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data (the past 5 years), may change over time and may not be a reliable indication of the future risk profile of the Fund.

Past performance is not a guide to future performance.

The lowest category does not mean risk free.

The rating does not reflect the possible effects of unusual market conditions or large unpredictable events.

The SRRI conforms to the ESMA guidelines regarding its calculation.

Investing in the Fund also carries the following risks:

Concentration risk: This Fund holds a limited number of investments. If one of these investments falls in value this can have a greater impact on the Fund's value than if it held a larger number of investments.

Focus risk: The Fund's value may fall where it has concentrated exposure to an issuer or type of security that is heavily affected by an adverse event.

Liquidity risk: In extreme market conditions, some securities held by the Fund may become hard to value or sell. In these circumstances, performance may be affected and redemptions in the fund may need to be deferred or the fund suspended for a period of time.

Management risk: Investment management techniques that have worked well in normal market conditions could prove ineffective or detrimental at other times.

Strategy risk: The Fund invest in technology companies which may be subject to greater price fluctuations than investments in other sectors. Rapid changes in technology and/or government regulation of technology use in certain countries may affect the value of the Fund's investments. The Fund may be less diversified than other investment funds.

A more comprehensive list of the Fund's risks are contained in the "Risk Factors" section of the Prospectus.

Performance record

Net Asset Value

Accounting Date	Total Net Asset Value £'000	Net Asset Value per Unit (p)	Number of Units in issue
30/9/2021 X Accumulation	48,581	322.73	15,053,284
31/3/2021 X Accumulation	43,781	287.96	15,204,028
31/3/2020 A Accumulation*	12,942	203.88	6,347,534
X Accumulation	20,311	206.52	9,835,126
31/3/2019 A Accumulation*	14,101	208.27	6,770,837
X Accumulation	22,035	209.48	10,518,326

*A Accumulation unit class closed on 1 March 2021.

Operating Charges Figure

Period to 30/9/2021		Year to 31/3/2021	
X Accumulation	0.67%	X Accumulation	0.67%

The operating charges figure (OCF) represents the annual operating expenses of the Fund, the Fund Management Fee ("FMF"), expressed as a percentage of average net assets for the period/year - it does not include initial charges or performance fees.

Portfolio statement

as at 30 September 2021

Holding	Investment	Market Value GBP £'000	Percentage of Net Assets %
UNITED KINGDOM - 95.58% (31/3/21 - 94.72%)			
Software and Computer Services - 23.38% (31/3/21 - 27.01%)			
114,075	Aptitude Software	778	1.60
49,085	AVEVA	1,767	3.64
67,506	Computacenter	1,835	3.78
508,838	Micro Focus International	2,084	4.29
597,680	NCC	1,536	3.16
473,268	Sage	3,358	6.91
		11,358	23.38
Telecommunications Equipment - 3.88% (31/3/21 - 3.90%)			
674,205	Spirent Communications	1,885	3.88
Medical Equipment and Services - 7.91% (31/3/21 - 7.84%)			
298,580	Smith & Nephew	3,843	7.91
Pharmaceuticals and Biotechnology - 12.28% (31/3/21 - 9.83%)			
73,805	Alizyme*	—	0.00
36,078	Genus	1,972	4.06
125,639	Oxford Biomedica	1,937	3.99
1,247,432	Vectura	2,053	4.23
		5,962	12.28
Retailers - 0.81% (31/3/21 - 0.82%)			
166,900	RM	392	0.81
Travel and Leisure - 10.44% (31/3/21 - 9.73%)			
34,559	Flutter Entertainment	5,073	10.44
Construction and Materials - 1.13% (31/3/21 - 1.26%)			
128,700	Ricardo	547	1.13
Aerospace and Defence - 23.98% (31/3/21 - 20.78%)			
814,418	BAE Systems	4,603	9.48
411,421	Meggitt	3,038	6.25
610,600	QinetiQ	1,978	4.07
62,860	Ultra Electronics	2,033	4.18
		11,652	23.98
Electronic and Electrical Equipment - 11.22% (31/3/21 - 13.03%)			
78,100	Oxford Instruments	1,781	3.67
36,660	Renishaw	1,741	3.58
49,816	Spectris	1,928	3.97
		5,450	11.22

Portfolio statement

continued

Holding	Investment	Market Value GBP £'000	Percentage of Net Assets %
159,905	Industrial Engineering - 0.55% (31/3/21 - 0.52%) Xaar	269	0.55
	ISRAEL - 1.29% (31/3/20 - 1.55%)		
697,100	Telecommunications Equipment - 1.29% (31/3/21 - 1.55%) BATM Advanced Communications	628	1.29
	SINGAPORE - 3.26% (31/3/21 - 3.37%)		
30,900	Electronic and Electrical Equipment - 3.26% (31/3/21 - 3.37%) XP Power	1,585	3.26
	Portfolio of investments	48,644	100.13
	Net other liabilities	(63)	(0.13)
	Total net assets	48,581	100.00

All securities are approved securities which are listed on an official stock exchange and/or traded on regulated markets, unless otherwise stated.

The securities held within the United Kingdom Section of the Portfolio Statement have been shown under the new Industry Classification Benchmarks, which were adopted by all FTSE indices with effect from 22 March 2021. Comparatives have been restated where necessary.

*This is a delisted security and has been valued at the Manager's best assessment of its fair value.

Financial statements

Statement of total return

for the period ended 30 September 2021

	GBP £'000	Period to 30/9/2021 GBP £'000	GBP £'000	Period to 30/9/2020 GBP £'000
Income				
Net capital gains		4,691		7,073
Revenue	670		335	
Expenses	(158)		(178)	
Interest payable and similar charges	—		(1)	
Net revenue before taxation for the period	512		156	
Taxation	—		—	
Net revenue after taxation for the period		512		156
Total return before distributions		5,203		7,229
Distributions		(512)		(156)
Change in net assets attributable to unitholders from investment activities		4,691		7,073

Statement of change in net assets attributable to unitholders

for the period ended 30 September 2021

	GBP £'000	Period to 30/9/2021 GBP £'000	GBP £'000	Period to 30/9/2020 GBP £'000
Opening net assets attributable to unitholders		43,781		33,253
Amounts received on creation of units	1,725		1,158	
Amounts paid on cancellation of units	(2,125)		(2,389)	
		(400)		(1,231)
Change in net assets attributable to unitholders from investment activities		4,691		7,073
Retained distribution on accumulation units		509		151
Closing net assets attributable to unitholders		48,581		39,246

The difference between the current period opening net assets attributable to unitholders and the closing net assets attributable to unitholders at the end of the comparative period is the movement in the second half of the year.

Financial statements

continued

Balance sheet

as at 30 September 2021

	GBP £'000	As at 30/9/2021 GBP £'000	GBP £'000	As at 31/3/2021 GBP £'000
ASSETS				
Fixed assets				
Investments		48,644		43,622
Current assets				
Debtors	2,927		486	
Cash and bank balances	—		—	
Total other assets		2,927		486
Total assets		51,571		44,108
LIABILITIES				
Creditors				
Bank overdrafts	(109)		(237)	
Other creditors	(2,881)		(90)	
Total other liabilities		(2,990)		(327)
Total liabilities		(2,990)		(327)
Net assets attributable to unitholders		48,581		43,781

Notes to the Financial statements

Accounting policies

Basis of accounting

The financial statements have been prepared on a going concern basis in accordance with FRS 102 and the Statement of Recommended Practice 'Financial Statements of UK Authorised Funds' issued by the Investment Management Association (changed to the Investment Association in January 2015) in May 2014 (the "SORP"), and amended in June 2017.

The Manager is confident that the Fund will continue in operation and be able to meet its liabilities as they fall due for at least the next twelve months from the approval of these financial statements. The Fund has adequate financial resources and its assets primarily consist of securities which are readily realisable. As such, the financial statements have been prepared on the going concern basis. No significant judgments, estimates or assumptions have been required in the preparation of the accounts for the current or preceding financial years.

All accounting and distribution policies used to prepare the interim financial statements are as per the audited financial statements for the year ended 31 March 2021.

Distribution table

For the period ended 30 September 2021

Interim dividend distribution in pence per unit

Group 1: units purchased prior to 1 April 2021

Group 2: units purchased between 1 April 2021 and 30 September 2021

	Net Revenue per Unit	Equalisation per Unit	Distribution Payable per Unit on 30/11/2021	Distribution Paid per Unit on 30/11/2020
X Accumulation				
Group 1	3.3825	—	3.3825	1.2904
Group 2	0.8104	2.5721	3.3825	1.2904

Equalisation

This applies only to units purchased during the distribution period (Group 2 units). It is the average amount of revenue included in the purchase price of all Group 2 units and is refunded to the holders of these units as a return of capital; being capital it is not liable to Income tax but must be deducted from the cost of units for Capital Gains tax purposes.

General Information

Launch date

4 November 1999

Accounting year end date

31 March

Fund Management Fee

The Fund pays a Fund Management Fee of 0.67% of the value of the Fund to the Manager for X Accumulation unit class. This is deducted from revenue (or capital if there is insufficient revenue).

Registration fees

The Registrar charges a fee upon the number of account holders. The Manager may benefit from the Registrar servicing a number of Close funds.

Distributions

Where possible the Fund will declare an annual dividend in relation to the year ending 31 March each year and a semi-annual dividend in relation to the period ending 30 September in each year.

Any distributions made will be paid to unitholders on or before the next following 31 July or 30 November, where applicable.

Unit prices

Unit prices are calculated daily at 12 noon and all dealings are currently on a forward price basis.

Prices for all Close Asset Management (UK) Limited's range of authorised unit trusts and open-ended investment companies ("OEICS") are available on Close's website, www.closebrothersam.com/funds, or the website www.fundlistings.com or by contacting Close on 0370 606 6452*.

Minimum investment and Individual Savings Account (ISA)

The minimum investment in the Fund is £1,000. The minimum additional investment is £1,000. Unless all units are redeemed, redemptions are subject to a minimum of £1,000 in value. The Fund qualifies for ISA stock and shares investment.

Taxation of the unitholder

Unitholders who are resident or ordinarily resident in the UK for UK tax purposes may, depending on their circumstances, be liable to UK Capital Gains Tax on the disposal of their units.

An individual's first £12,300 of net gains on disposals in 2021/22 are exempt from UK Capital Gains Tax. Gains in excess of £12,300 are subject to tax at the Capital Gains tax rate of 10% where total taxable income and gains are £37,500 or below or at 20% on total taxable income and gains above this threshold. Capital Gains and Income Tax rates and reliefs are always subject to change. Special rules apply to institutional investors and trustees.

Dilution levy/price swing

The actual cost to the Scheme of purchasing or selling its investments may be higher or lower than the mid-market value used in calculating the unit price, e.g. due to dealing charges or through dealing at prices other than the mid-market price. In normal circumstances these costs are charged to the Fund. Under certain circumstances (where the net movement of purchases and redemptions by unitholders is greater than 1% of assets under management) this may have an adverse effect on the interests of unitholders generally. In order to prevent this effect, called 'dilution', the Manager has the power to charge a dilution levy/price swing on the sale and/or redemption of the units. The dilution levy/price swing will be applied at the outset and will be paid into and will become part of the Fund. The dilution levy/price swing for the Fund will be calculated by reference to the costs of dealing in the underlying investments of the Fund, including any dealing spreads, commission and transfers.

*Calls to this number may be recorded for monitoring and training purposes.

General Information

continued

Prospectus and Key Investor Information Document

Copies of the prospectus and Key Investor Information Document of the Fund are available free of charge from the Manager or may be downloaded from our website <http://www.closebrothersam.com>.

Risk warnings

Investors should remember that past performance is not a reliable indicator of future results as the price and value of units, and the income from them, can fall as well as rise. Investors may not get back the amount originally invested.

This information relating to the Fund is issued by Close Asset Management (UK) Limited, which is authorised and regulated by the Financial Conduct Authority ("FCA").

Covid-19

Since early in 2020, global financial markets have experienced, and may continue to experience, significant periods of volatility resulting from the spread of coronavirus, also known as COVID-19. The outbreak of this contagious disease has resulted in travel and border restrictions, quarantines, supply chain disruptions, lower consumer demand and general market uncertainty. This has adversely affected the global economy, the economies of many nations and stock market performance generally, all of which has impacted Close Asset Management's Fund range.

The Manager has considered the COVID-19 impact on the financial resources and operations of these Funds, including their investment management and key service providers. The Manager remains of the opinion that all of the Funds have sufficient financial resources and robust business continuity plans in place to continue as a going concern.

Securities Financing Transactions

The European Regulation on Reporting and Transparency of Securities Financing Transactions requires exposure to securities financing transactions ("SFTs") and total return swaps to be disclosed in reports and financial statements. During the period to 30 September 2021 and at the balance sheet date, the Fund did not use SFTs or total return swaps.

General Information

continued

Value of units

The value of units and any amount of income from them is linked to the value of, and the amount of, revenue from the assets comprised in the property of the Fund.

The minimum price per unit at which you may realise your units will be determined by:

- i. Calculating the value on a single mid-market price basis of the proportion of the assets comprised in the property of the Fund equal to the proportion of those assets represented by one unit of the type concerned; and
- ii. Deducting an appropriate allowance for fiscal and sale charges.

The amount of income per unit which may be received by unitholder (or will be reinvested on our behalf) will be a proportion of the net amount of the revenue of the Fund for the relevant period (after allowing for management fees, provision for taxation, interest on borrowings and other expenses) equal to the proportion of that income represented by one unit.

In this calculation, the value of the assets of the Fund will take account of accrued but unpaid management fees, any applicable taxes and other accruals.

Cancellation

If you invest in the Fund through a financial advisor, or after taking advice from an authorised intermediary, you have the right to cancel the agreement under the Financial Conduct Authority Conduct of Business Sourcebook Chapter 15.2 and you will be sent a cancellation notice. You may exercise your right to cancel by returning it to the Manager within 14 days. If you exercise this right, you will not get a full refund of the money you paid if the value of the investment falls before the cancellation notice is received by the Manager, because an amount equal to that fall in value will be deducted from any refund you would otherwise receive. Such a deduction will not be made from the first instalment paid into a regular savings scheme.

Customers dealing direct with the Manager are deemed to be execution-only customers and will have no rights of cancellation, as outlined above.

Directory

Manager

Close Asset Management (UK) Limited*

(Authorised and regulated by the Financial Conduct Authority)

Registered office: 10 Crown Place, London EC2A 4FT

Business address: 10 Crown Place, London EC2A 4FT

Correspondence address: PO Box 367, Darlington DL1 9RG

Telephone: Dealing only 0370 606 6402**

Directors

M. Andrew

S.H. Forrest

C.J. Parry

A.J. Sippetts

R.C.S. Smith

I.P. Wallace

Investment Advisor

Close Asset Management Limited*

(Authorised and regulated by the Financial Conduct Authority)

10 Crown Place London EC2A 4FT

Trustee

The Bank of New York Mellon (International) Limited

(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority)

One Canada Square, London E14 5AL

Administrator & Registrar

The Bank of New York Mellon (International) Limited

(Authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority)

Capital House, 2 Festival Square, Edinburgh EH3 9SU

Independent Auditor

Deloitte LLP

Statutory Auditor

Saltire Court, 20 Castle Terrace, Edinburgh EH1 2DB

Useful information

The information in this report is designed to enable unitholders to make an informed judgement on the activities of the Fund during the period and the results of those activities at the period end.

For more information about the activities and performance of the Fund during this and previous periods, please contact the Manager at the address above.

Copies of the report and financial statements are available free of charge on request at www.closebrothersam.com or by calling 0370 606 6452**.

*The Manager (Close Asset Management (UK) Limited) and the Investment Advisor (Close Asset Management Limited) are both subsidiaries of Close Brothers Group Plc. Authorised and regulated by the Financial Conduct Authority.

**Calls to these numbers may be recorded for monitoring and training purposes.

Close Brothers Asset Management

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www.closebrothersam.com

Close Brothers Asset Management is a trading name of Close Asset Management Limited (Registered number: 01644127) and Close Asset Management (UK) Limited (Registered number: 02998803). Both companies are part of Close Brothers Group plc, are registered in England and Wales and are authorised and regulated by the Financial Conduct Authority. Registered office: 10 Crown Place, London EC2A 4FT.

VAT Registration No 245 5013 86.

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