



Melville Douglas Income Fund Limited
Unaudited Interim Report and Financial Statements
For the period 1 October 2023 to 31 March 2024

Melville Douglas Income Fund Limited

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For the period 1 October 2023 to 31 March 2024

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Melville Douglas Income Fund Limited

Administration

Directors

Michael Farrow* (British) (Chairman) (Jersey Resident)
Michael Laws (British) (South African Resident)
Oliver Sonnichler (South African/Austrian)
Robert Stewart (South African) (Jersey Resident)

Sub-Custodian and Banker

The Bank of New York Mellon SA/NV London Branch
The Bank of New York Mellon Centre
160 Queen Victoria Street
London EC4V 4LA
United Kingdom

Registered Office

Standard Bank House
47 - 49 La Motte Street
St. Helier
Jersey JE2 4SZ
Channel Islands

Administrator

BNY Mellon Fund Services (Ireland) Designated Activity Company
One Dockland Central, Guild Street
International Financial Services Centre
Dublin 1
Ireland

Manager and Secretary

STANLIB Fund Managers Jersey Limited
Standard Bank House
47 - 49 La Motte Street
St. Helier
Jersey JE2 4SZ
Channel Islands

Independent Auditors

PricewaterhouseCoopers
One Spencer Dock
North Wall Quay
Dublin 1
Ireland

Investment Manager

Melville Douglas Investment Management (Proprietary) Limited
30 Baker Street
Rosebank
Johannesburg, 2196
Republic of South Africa

Legal Adviser

Ogier
Ogier House
44 Esplanade
St. Helier
Jersey JE4 9WG
Channel Islands

Custodian

Apex Financial Services (Corporate) Limited
IFC 5
St. Helier
Jersey JE1 1ST
Channel Islands

*Independent Non-Executive Director.

Melville Douglas Income Fund Limited

Report of the Directors

The directors submit their unaudited interim report and financial statements for the period 1 October 2023 to 31 March 2024.

Incorporation

Melville Douglas Income Fund Limited (the “Company”) is an open-ended investment company incorporated by way of a continuance in Jersey on 31 March 2003 with limited liability under the provisions of the Companies (Jersey) Law 1991 and holds a fund certificate issued pursuant to the Collective Investment Funds (Jersey) Law 1988 and is regulated by the Jersey Financial Services Commission (“JFSC”). It was initially incorporated in the British Virgin Islands under the Mutual Funds Act 1996. The Company is a public company within the meaning of Article 16 of the Companies (Jersey) Law 1991. Participating shares may be issued and redeemed at prices based upon each class’s underlying net asset value.

Structure

The Company offers investors a choice of classes (each such class being referred to as a “Class Fund”) and the opportunity to switch from one Class Fund to another. As at 31 March 2024 there are three Class Funds (the US Dollar Bond Class, the Sterling Bond Class and the US Dollar Enhanced Income Class). A separate Class Fund is established for each class of participating shares and each Class Fund is managed separately and independently.

The assets, liabilities, income and expenses attributable to each class of participating share are applied to the Class Fund established for that class. If they are not attributable to any particular class of participating shares, they are allocated between all the Class Funds in such manner as the directors deem to be equitable. The Company is a single legal entity. As a result, although the assets, income, earnings, liabilities and expenses attributable to each Class Fund will be segregated and kept separate from those attributable to other Class Funds, in the event of the Company not being able to meet its liabilities attributable to any particular Class Fund out of the assets of such Class Funds, the excess liabilities may have to be met out of the assets attributable to other Class Funds.

Objective and investment policy

The objective of the Class Funds is to provide a return in excess of its benchmark in US Dollars and Sterling respectively, whilst seeking to maintain a high degree of capital preservation, by investing primarily in quality global fixed interest securities, and, where in the opinion of the Investment Manager, direct investment in fixed interest securities will not achieve sufficient diversification to achieve the Class Fund’s objective, in other collective investment schemes, money market instruments and cash that will maximise total returns in Base Currency. For the avoidance of doubt the Class Fund may also invest in collective investment schemes investing in real estate (including buildings) or interests in real estate (including options or rights in respect of real estate) and make other investments which are not prohibited by the investment restrictions set out in the prospectus.

Results and dividends

The Company currently does not intend to distribute income and capital gains realised by the Company on its investments by way of dividend. Accordingly, income on investments and increases in the capital value of the investments of the Company will be reflected in the value of the participating shares. The results for the period are disclosed in the Statements of Comprehensive Income.

Directors

The directors of the Company during the period and subsequently are set out on page 2.

Michael Laws and Oliver Sonnbichler are executives of Melville Douglas Investment Management (Proprietary) Limited, Robert Stewart is an employee of Standard Bank Jersey Limited and Michael Farrow is an independent non-executive director.

No director has a service contract with the Company or holds any interest in the capital of the Company.

Melville Douglas Income Fund Limited

Report of the Directors (continued)

Registered Office

The registered office is as disclosed on page 2.

Statement of Directors' Responsibilities

The directors are responsible for preparing the financial statements in accordance with applicable Jersey law and United Kingdom Accounting Standards (United Kingdom Generally Accepted Accounting Practice "UK GAAP"), including Financial Reporting Standard ("FRS") 104 "The Interim Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 104").

The Companies (Jersey) Law 1991 requires the directors to prepare the financial statements for each financial period, which give a true and fair view of the state of affairs of the Company and of the profit and loss of the Company for that period. In preparing those financial statements, the directors should:

- select suitable accounting policies and then apply them consistently;
- make judgements and estimates that are reasonable and prudent;
- state whether applicable accounting standards have been followed, subject to any material departures disclosed and explained in the financial statements; and
- prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Company will continue in operation.

The directors confirm that they have complied with all the above requirements in preparing the financial statements.

The directors are responsible for keeping proper accounting records which disclose with reasonable accuracy at any time the financial position of the Company and enable them to ensure that the financial statements comply with the Companies (Jersey) Law 1991. They have general responsibility for taking such steps as are reasonably open to them to safeguard the assets of the company and to prevent and detect fraud and other irregularities.

Connected Persons

The directors are satisfied that there are arrangements in place to ensure that transactions with connected persons entered into during the period were carried out as if negotiated at arm's length and were in the best interests of shareholders.

Secretary

The Secretary of the Company during the period ended 31 March 2024 and subsequently was STANLIB Fund Managers Jersey Limited.

By Order of the Board
STANLIB Fund Managers Jersey Limited

Company Secretary
27 June 2024

Melville Douglas Income Fund Limited

Statements of Financial Position

As at 31 March 2024

(Comparatives as at 30 September 2023)

		US Dollar Bond Class 31 March 2024 USD	US Dollar Bond Class 30 September 2023 USD	Sterling Bond Class 31 March 2024 GBP	Sterling Bond Class 30 September 2023 GBP
	Notes				
Assets					
Financial assets at fair value through profit or loss	2(b), 7.4	170,593,384	148,936,402	33,767,301	26,845,810
Cash and cash equivalents	2(c)	1,302,703	1,709,916	371,673	483,747
Receivable for shares sold	2(f)	1,057,989	650,000	80,000	125,000
Income receivable	2(d)	577,460	639,325	137,530	120,636
Total assets		173,531,536	151,935,643	34,356,504	27,575,193
Liabilities					
Payable for shares redeemed	2(f)	844,808	–	20,000	–
Management fees payable	2(g)	36,167	36,848	5,600	5,237
Custodian fees payable	2(g)	2,847	2,825	916	788
Sub-Custodian fees payable	2(g)	1,260	1,218	378	391
Director fees payable	2(g)	5,623	5,835	1,092	1,093
Audit fees payable	2(g)	2,618	8,564	508	1,925
Other payables		7,004	6,554	1,381	1,176
Total liabilities		900,327	61,844	29,875	10,610
Net assets attributable to holders of redeemable shares		172,631,209	151,873,799	34,326,629	27,564,583
Net asset value per share					
Class A Shares		165.56	158.96	110.48	106.01
Class B Shares		10.07	9.68	9.02	8.66
Class C Shares		9.28	8.91	–	–
Class X Shares		10.55	10.09	9.74	9.31
Class P Shares*		10.01	–	10.10	–

*Effective 25 January 2024, US Dollar Bond Class Fund launched US Dollar Bond P Class and Sterling Bond Class Fund launched Sterling Bond P Class.

The notes on pages 11 to 26 form an integral part of these financial statements.

Melville Douglas Income Fund Limited

Statements of Financial Position (continued)

As at 31 March 2024

(Comparatives as at 30 September 2023)

	Notes	US Dollar Enhanced Income Class 31 March 2024 USD	US Dollar Enhanced Income Class 30 September 2023 USD	Total 31 March 2024 USD	Total 30 September 2023 USD
Assets					
Financial assets at fair value through profit or loss	2(b), 7.4	73,375,958	55,076,516	286,625,885	236,779,572
Cash and cash equivalents	2(c)	609,368	351,489	2,381,587	2,651,842
Receivable for shares sold	2(f)	161,666	–	1,320,715	802,569
Income receivable	2(d)	333,682	291,100	1,084,877	1,077,667
Total assets		74,480,674	55,719,105	291,413,064	241,311,650
Liabilities					
Payable for shares redeemed	2(f)	1,977,808	648,459	2,847,881	648,459
Management fees payable	2(g)	8,595	6,854	51,836	50,094
Custodian fees payable	2(g)	1,783	1,514	5,787	5,301
Sub-Custodian fees payable	2(g)	532	522	2,270	2,217
Director fees payable	2(g)	2,191	2,080	9,193	9,249
Audit fees payable	2(g)	1,020	3,857	4,280	14,771
Other payables		2,993	2,345	11,742	10,334
Total liabilities		1,994,922	665,631	2,932,989	740,425
Net assets attributable to holders of redeemable shares		72,485,752	55,053,474	288,480,075	240,571,225
Net asset value per share					
Class B Shares		10.30	10.05	–	–
Class C Shares		10.32	10.06	–	–
Class X Shares		10.81	10.51	–	–
Class P Shares*		10.06	–	–	–

*Effective 25 January 2024, US Dollar Enhanced Income Class Fund launched Enhanced Income USD Class P.

The financial statements were approved by the Board on 27 June 2024.

The notes on pages 11 to 26 form an integral part of these financial statements.

Melville Douglas Income Fund Limited

Statements of Comprehensive Income

For the period 1 October 2023 to 31 March 2024

(Comparatives are for the period 1 October 2022 to 31 March 2023)

	Notes	US Dollar Bond Class 31 March 2024 USD	US Dollar Bond Class 31 March 2023 USD	Sterling Bond Class 31 March 2024 GBP	Sterling Bond Class 31 March 2023 GBP
Income					
Dividend income	2(d)	744,743	383,682	141,645	93,485
Interest income	2(d)	2,169,127	1,022,584	357,619	183,441
Deposit interest	2(d)	15,785	27,913	2,718	3,174
Net gain on financial assets at fair value through profit or loss	2(h), 3	4,561,299	2,467,149	933,621	823,515
Total net gain		7,490,954	3,901,328	1,435,603	1,103,615
Expenses					
Management fees	2(g)	234,627	193,202	34,637	35,470
Custodian fees	2(g)	18,015	15,104	5,483	4,985
Sub-Custodian fees	2(g)	7,850	5,215	2,611	1,962
Directors' fees	2(g)	11,504	9,740	2,163	2,498
Audit fees	2(g)	5,362	3,185	1,008	819
Sundry expenses		13,696	8,601	2,620	2,163
Total operating expenses		291,054	235,047	48,522	47,897
Net income before finance costs		7,199,900	3,666,281	1,387,081	1,055,718
Finance Costs:					
Bank interest	2(d)	—	—	—	(33)
Total Finance Costs		—	—	—	(33)
Taxation	2(i), 4	(111,455)	(24,068)	(12,566)	6,003
Increase in net assets attributable to holders of redeemable shares from operations		7,088,445	3,642,213	1,374,515	1,061,688

All of the above results are from continuing operations. There are no recognised gains or losses for the period other than those set out in the Statements of Comprehensive Income. There are no differences between the results above and those under historical cost.

The notes on pages 11 to 26 form an integral part of these financial statements.

Melville Douglas Income Fund Limited

Statements of Comprehensive Income (continued)

For the period 1 October 2023 to 31 March 2024

(Comparatives are for the period 1 October 2022 to 31 March 2023)

	Notes	US Dollar Enhanced Income Class 31 March 2024 USD	US Dollar Enhanced Income Class 31 March 2023 USD	Total 31 March 2024 USD	Total 31 March 2023 USD
Income					
Dividend income	2(d)	72,008	56,092	994,403	551,269
Interest income	2(d)	1,359,973	674,123	3,977,627	1,915,488
Deposit interest	2(d)	12,170	7,215	31,364	38,914
Net gain on financial assets at fair value through profit or loss	2(h), 3	426,679	494,566	6,158,930	3,943,882
Total net gain		1,870,830	1,231,996	11,162,324	6,449,553
Expenses					
Management fees	2(g)	49,969	40,870	328,038	276,376
Custodian fees	2(g)	10,627	9,306	35,519	30,355
Sub-Custodian fees	2(g)	3,743	3,600	14,868	11,155
Directors' fees	2(g)	4,351	5,634	18,568	18,353
Audit fees	2(g)	2,028	1,851	8,654	6,013
Sundry expenses		5,542	4,354	22,524	15,535
Total operating expenses		76,260	65,615	428,171	357,787
Net income before finance costs		1,794,570	1,166,381	10,734,153	6,091,766
Finance Costs:					
Bank interest	2(d)	—	—	—	(39)
Total Finance Costs		—	—	—	(39)
Taxation	2(i), 4	(13,773)	(9,815)	(140,988)	(26,723)
Increase in net assets attributable to holders of redeemable shares from operations		1,780,797	1,156,566	10,593,165	6,065,004

All of the above results are from continuing operations. There are no recognised gains or losses for the period other than those set out in the Statements of Comprehensive Income. There are no differences between the results above and those under historical cost.

The notes on pages 11 to 26 form an integral part of these financial statements.

Melville Douglas Income Fund Limited

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares

For the period 1 October 2023 to 31 March 2024

(Comparatives are for the period 1 October 2022 to 31 March 2023)

		US Dollar Bond Class 31 March 2024 USD	US Dollar Bond Class 31 March 2023 USD	Sterling Bond Class 31 March 2024 GBP	Sterling Bond Class 31 March 2023 GBP
	Notes				
Net assets attributable to holders of redeemable shares at the beginning of the period		151,873,799	87,987,674	27,564,583	21,626,382
Proceeds from the issue of shares	5	28,619,463	46,788,282	6,211,417	7,365,100
Payments on the redemption of shares	5	(14,950,498)	(7,513,443)	(823,886)	(681,054)
Translation Adjustment*		—	—	—	—
Increase in net assets attributable to holders of redeemable shares from investment activities		<u>7,088,445</u>	<u>3,642,213</u>	<u>1,374,515</u>	<u>1,061,688</u>
Net assets attributable to holders of redeemable shares at the end of the period		<u>172,631,209</u>	<u>130,904,726</u>	<u>34,326,629</u>	<u>29,372,116</u>

The notes on pages 11 to 26 form an integral part of these financial statements.

Melville Douglas Income Fund Limited

Statements of Changes in Net Assets Attributable to Holders of Redeemable Shares (continued)

For the period 1 October 2023 to 31 March 2024

(Comparatives are for the period 1 October 2022 to 31 March 2023)

		US Dollar Enhanced Income Class 31 March 2024 USD	US Dollar Enhanced Income Class 31 March 2023 USD	Total 31 March 2024 USD	Total 31 March 2023 USD
	Notes				
Net assets attributable to holders of redeemable shares at the beginning of the period		55,053,474	56,904,153	240,571,225	169,033,357
Proceeds from the issue of shares	5	22,568,334	2,047,029	58,978,185	57,619,319
Payments on the redemption of shares	5	(6,916,853)	(9,255,332)	(22,900,673)	(17,581,036)
Translation Adjustment*		—	—	1,238,173	2,937,651
Increase in net assets attributable to holders of redeemable shares from investment activities		<u>1,780,797</u>	<u>1,156,566</u>	<u>10,593,165</u>	<u>6,065,004</u>
Net assets attributable to holders of redeemable shares at the end of the period		<u>72,485,752</u>	<u>50,852,416</u>	<u>288,480,075</u>	<u>218,074,295</u>

*The translation adjustment arises from the translation of opening net assets translated at financial period end 31 March 2023 rates, from the Statement of Comprehensive Income being translated at average rates with the closing assets and liabilities translated at the rates of exchange ruling at 31 March 2024.

The notes on pages 11 to 26 form an integral part of these financial statements.

Melville Douglas Income Fund Limited

Notes to the Financial Statements

1. Incorporation

The Company was originally incorporated in the British Virgin Islands on 19 November 1998 and was incorporated in Jersey, Channel Islands by way of a continuance on 31 March 2003.

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to the periods presented unless otherwise stated. These financial statements have been prepared on a going concern basis under the historical cost convention as modified by the measurement at fair value of investments in accordance with applicable Jersey Law and United Kingdom Generally Accepted Accounting Practice ("UK GAAP") including Financial Reporting Standard 104 "The Interim Financial Reporting Standard applicable in the United Kingdom and Republic of Ireland" ("FRS 104"). The Company is an open-ended investment company incorporated by way of a continuance in Jersey on 31 March 2003 under the provisions of the Companies (Jersey) Law 1991 as Melville Douglas European Fund Limited and holds a fund certificate issued pursuant to the Collective Investment Funds (Jersey) Law 1988 and is regulated by the Jersey Financial Services Commission ("JFSC") as an unclassified fund. A summary of the more important accounting policies is set out below.

2. Accounting Policies

a. *Basis of Accounting*

These unaudited interim financial statements for the period ended 31 March 2024 have been prepared in accordance with FRS 104 as issued by the Financial Reporting Council ("FRC").

The Directors of the Company have applied FRS 102 for its annual and FRS 104 "Interim Financial Reporting" for its unaudited interim financial statements effective 1 October 2014.

The information required by FRS 102, to be included in a single statement for the reporting period displaying all items of income and expenses recognised during the period including those items recognised in determining profit or loss and items of other comprehensive income and a Reconciliation of Movements in Shareholders' Funds is, in the opinion of the directors, contained in the Statement of Comprehensive Income and Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares on pages 7 and 9. In arriving at the results for the period, all amounts in the Statement of Comprehensive Income on page 7 relate to continuing activities.

The Company has availed of the exemption available to open-ended investment funds under Section 7 "Statement of Cash Flows" of FRS 102 (Section 7.1a (c)), not to prepare a cash flow statement on the basis that substantially all of the Company's investments are highly liquid and carried at fair value, and the Company provides a Statement of Changes in Net Assets Attributable to Holders of Redeemable Shares.

b. *Investments*

Investments are recognised on the Statements of Financial Position at the date on which the Company becomes party to contractual provisions of the instruments. Investments are initially recognised at cost which is the fair value at date of recognition. Subsequent to initial recognition, bonds and equities held are valued at closing mid-market price. Exchange Traded Funds held are valued at exchange price. Gains or losses arising from revaluation are recognised in the Statement of Comprehensive Income.

On disposal of investments, gains and losses on sale of investments are calculated on an average cost basis and are taken to the Statements of Comprehensive Income in the period in which they arise.

On initial application of FRS 102, in accounting for all of its financial instruments, an entity is required to apply either (a) the full requirements of Sections 11 "Basic Financial Instruments" and Section 12 "Other Financial Instruments Issues" of FRS 102, (b) the recognition and measurement provisions of International Accounting Standards ("IAS") 39 "Financial Instruments: Recognition and Measurement" ("IAS 39") as adopted for use in the European Union and the disclosure requirements of Sections 11 and 12, or (c) the recognition and measurement provisions of International Financial Reporting Standards ("IFRS") 9 "Financial Instruments" ("IFRS 9") and the disclosure requirements of Sections 11 and 12. The Company has applied FRS 102 from the year ended 30 September 2015 and has elected to apply the full requirements of Sections 11 and Section 12 of FRS 102.

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

2. Accounting Policies (continued)

c. Cash and cash equivalents

Cash is valued at cost, which approximates fair value. Cash is held in accounts at The Bank of New York Mellon SA/NV London Branch which allows the Class Funds instant access to their accounts.

d. Income

Interest income is recognised using the effective interest rate method. Dividend income is accounted for on the ex-dividend date. Dividend income is reported gross of withholding tax deducted at source and the related withholding tax is disclosed separately as a tax charge in the Statements of Comprehensive Income.

Interest on deposit accounts is included on an accruals basis. Deposit interest and overdraft interest for the period is reported in the Statements of Comprehensive Income.

e. Foreign currencies

Transactions in foreign currencies are translated into the reporting currency of the Class Funds at the rates of exchange ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are translated into the currency of the Class Funds at the rates of exchange ruling at the Statements of Financial Position date. The functional and reporting currencies of the Class Funds are US Dollars for the US Dollar Bond Class and the US Dollar Enhanced Income Class and Sterling for the Sterling Bond Class.

Differences arising on translation are included in the Statements of Comprehensive Income within income or expenses in the period in which they arise.

f. Share issues and redemptions

Shares in the Company may be issued at the issue price and redeemed at the redemption price on subscription days at the prices calculated in accordance with the Articles of Association and based on the value of the underlying investments held in the relevant Class Fund. The directors' present policy is that:

- i. On the issue of shares, the amount received is credited to the share capital account.
- ii. On redemption, the amount paid is debited to the share capital account. Should that account be fully utilised, the amount payable on redemption is debited to realised reserves.

Receivable for shares sold and payable for shares redeemed represent amounts that have been contracted for but not yet settled or delivered on the Statement of Financial Position date.

g. Expenses

The Company is responsible for the payment of management, custodian, sub-custodian, performance and administration fees, which are accrued for on each subscription day (see Note 6). The Company is also responsible for the payment of auditor's and directors' remuneration together with reporting expenses and operational costs in accordance with the prospectus. All expenses are accounted for on an accruals basis.

h. Net gains/(losses) on financial assets at fair value through profit or loss

This item includes changes in the fair value of financial assets held for trading and excludes interest and dividend income and expenses. Unrealised gains and losses comprise changes in the fair value of financial instruments for the period. Realised gains and losses on disposals are calculated using the average cost method and are reflected as net gains or losses on investments in the Statements of Comprehensive Income.

i. Withholding taxes

In some jurisdictions investment income is subject to withholding tax deducted at the source of the income. Withholding tax is a generic term used for the amount of withholding tax deducted at the source of the income and is not significant for the Portfolio. Withholding tax is disclosed separately as a tax charge from the gross investment income in the Statements of Comprehensive Income.

j. Distribution policy

The Company's policy is to not distribute any income on its participating shares.

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

3. Gains and losses on financial assets at fair value through profit or loss

	US Dollar Bond Class 31 March 2024 USD	US Dollar Bond Class 31 March 2023 USD	Sterling Bond Class 31 March 2024 GBP	Sterling Bond Class 31 March 2023 GBP	US Dollar Enhanced Income Class 31 March 2024 USD	US Dollar Enhanced Income Class 31 March 2023 USD	Total 31 March 2024 USD	Total 31 March 2023 USD
Non-derivative securities:								
Net realised loss on investments	(29,771)	(6,941)	(5,554)	(28,466)	(43,831)	(35,588)	(80,568)	(76,479)
Net movement in unrealised investment schemes	4,591,070	2,474,090	939,502	852,635	470,510	530,154	6,239,908	4,021,141
	<u>4,561,299</u>	<u>2,467,149</u>	<u>933,948</u>	<u>824,169</u>	<u>426,679</u>	<u>494,566</u>	<u>6,159,340</u>	<u>3,944,662</u>
Derivative securities:								
Net movement in unrealised foreign currency	—	—	(327)	(654)	—	—	(410)	(780)
	<u>—</u>	<u>—</u>	<u>(327)</u>	<u>(654)</u>	<u>—</u>	<u>—</u>	<u>(410)</u>	<u>(780)</u>
Net gain on financial assets at fair value through profit or loss	<u>4,561,299</u>	<u>2,467,149</u>	<u>933,621</u>	<u>823,515</u>	<u>426,679</u>	<u>494,566</u>	<u>6,158,930</u>	<u>3,943,882</u>

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

4. Taxation

For the purposes of Jersey taxation, the Company will fall under Article 123C of the Income Tax (Jersey) Law 1961, as amended, as a Jersey resident Company which is neither a “utility company” nor a “financial services company” and as such will be charged to Jersey income tax at a rate of 0% on its income (other than on any rental income or property development profits arising in respect of Jersey situs real property or land). The Company will not be subject to tax in Jersey on any capital arising to it.

Under applicable foreign tax laws, withholding taxes may be deducted from interest, dividends and capital gains attributable to the Company, at various rates. The Company pays withholding tax on dividends, which is deducted at source. This is shown separately as a taxation charge in the Statements of Comprehensive Income.

US Dollar Bond Class	31 March 2024	31 March 2023
	USD	USD
Overseas tax - withholding tax on dividend income	111,455	24,068
Sterling Bond Class	31 March 2024	31 March 2023
	GBP	GBP
Overseas tax - withholding tax on dividend income	12,566	(6,003)
US Dollar Enhanced Income Class	31 March 2024	31 March 2023
	USD	USD
Overseas tax - withholding tax on dividend income	13,773	9,815
Total MD Income Funds	USD	USD
Overseas tax - withholding tax on dividend income	140,988	26,723

5. Share capital

The Company is authorised to issue 100 management shares of USD1.00 each and an unlimited number of participating shares of no par value.

The management shares exist solely to comply with Companies (Jersey) Law 1991 which requires that participating redeemable preference shares (“participating shares”) must have a preference over another class of capital. The holders of the management shares are entitled to receive notice of general meetings of the Company and to attend and vote thereat. On a poll a holder of management shares is entitled to one vote for each management share held by him/her. Management shares carry no right to a dividend and are not redeemable. In a winding up, they rank only for a return of paid up nominal capital out of the assets of the Company (before the return of nominal capital paid up on participating shares).

Participating shares carry the right to a proportionate share in the assets of the relevant Class Fund and to any dividends that may be declared. Holders of the shares are entitled to receive notice of all general meetings of the Company and to attend and vote thereat. The holder of each share is entitled to one vote for each share of which he is a holder. Shares are redeemable by shareholders at prices based on the value of the net assets of the relevant Class Fund as determined in accordance with its Articles of Association.

Management shares

The management shares have been issued to the Manager at par and the proceeds of the issue are represented by a separate management fund. Details of the management fund at the Statements of Financial Position date are as per table overleaf:

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

5. Share capital (continued)

	31 March 2024	30 September 2023
	USD	USD
Current account	100	100
Management shares of USD1.00 each		
Authorised, issued and fully paid	100	100

The management fund is not reflected in the Statements of Financial Position.

Movements of participating shares

The following table shows the movement in participating shares during the period ended 31 March 2024.

	Number of shares at 30 September 2023	Issued during the period	Redeemed during the period	Number of shares at 31 March 2024
US Dollar Bond Class - Class A Shares	173,230	40,154	(56,609)	156,775
US Dollar Bond Class - Class B Shares	118,533	—	(14,455)	104,078
US Dollar Bond Class - Class X Shares	12,203,898	2,113,274	(532,747)	13,784,425
US Dollar Bond Class - Class C Shares	1,128	—	(34)	1,094
US Dollar Bond Class - Class P Shares*	—	13,038	—	13,038
Sterling Bond Class - Class A Shares	25,614	139	(2,089)	23,664
Sterling Bond Class - Class B Shares	26,729	—	(12,535)	14,194
Sterling Bond Class - Class X Shares	2,644,357	637,874	(50,609)	3,231,622
Sterling Bond Class - Class P Shares*	—	10,250	—	10,250
US Dollar Enhanced Income Class - Class B Shares	13,849	—	—	13,849
US Dollar Enhanced Income Class - Class C Shares	13,849	50	—	13,899
US Dollar Enhanced Income Class - Class X Shares	5,213,289	2,097,457	(644,569)	6,666,177
US Dollar Enhanced Income Class - Class P Shares*	—	13,038	—	13,038

*Effective 25 January 2024, US Dollar Bond Class Fund launched US Dollar Bond P Class, Sterling Bond Class Fund launched Sterling Bond P Class and US Dollar Enhanced Income Class Fund launched Enhanced Income USD Class P.

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

5. Share capital (continued)

The following table shows the movement in participating shares during the year ended 30 September 2023.

	Number of shares at 30 September 2022	Issued during the year	Redeemed during the year	Number of shares at 30 September 2023
US Dollar Bond Class - Class A Shares	169,459	57,242	(53,471)	173,230
US Dollar Bond Class - Class B Shares	220,805	19,202	(121,474)	118,533
US Dollar Bond Class - Class C Shares	1,159	–	(31)	1,128
US Dollar Bond Class - Class X Shares	5,848,883	7,466,329	(1,111,314)	12,203,898
Sterling Bond Class - Class A Shares	30,713	5,314	(10,413)	25,614
Sterling Bond Class - Class B Shares	26,729	–	–	26,729
Sterling Bond Class - Class X Shares	2,022,960	1,133,086	(511,689)	2,644,357
US Dollar Enhanced Income Class - Class B Shares	–	13,849	–	13,849
US Dollar Enhanced Income Class - Class C Shares	–	13,849	–	13,849
US Dollar Enhanced Income Class - Class X Shares	5,626,238	1,347,560	(1,760,509)	5,213,289

6. Related Party Transactions and Other Expenses

The following disclosures are made in accordance with the requirements of Section 33 “Related Party Disclosures” of FRS 102.

STANLIB Fund Managers Jersey Limited (the “Manager”), Melville Douglas Investment Management (Proprietary) Limited (the “Investment Manager”) and all non-independent directors of the Company are related parties of the Company.

The Manager is considered a related party by virtue of its contractual arrangements. The Investment Manager and the directors are considered related parties to the Company as they make key operating decisions for the Company.

The Manager has the primary responsibility for the management and administration of the Company. The Manager has appointed the Investment Manager to provide it with investment management services in relation to the Company. The fees of the Investment Manager are paid by the Manager out of its fees.

For the US Dollar Bond Class and the Sterling Bond Class, the annual management fee payable to the Manager monthly in arrears is calculated as 0.95% of the net asset value of each Class A Shares, 1.05% for the Class B Shares, 0.75% for Class C Shares, 0.55% for Class P Shares and 0.15% for Class X Shares. For the US Dollar Enhanced Income Class, the annual management fee payable to the Manager monthly in arrears is calculated as 0.95% of the net asset value of the Class B Shares, 0.75% for Class C Shares, 0.55% for Class P Shares and 0.15% for Class X Shares.

The above amounts accrue on each subscription day and are payable to the Manager by monthly payments in arrears.

The Custodian has agreed with the Company that it will be paid a fee at the following rates, subject to an overall minimum fee in respect of each Class Fund of USD5,000 per annum.

On amounts less than USD50 million 0.035%

On amounts of more than USD50 million, but less than USD100 million 0.025%

On amounts of more than USD100 million, but less than USD500 million 0.010%

On amounts over USD500 million 0.005%

Such fees shall accrue daily and shall be payable to the Custodian by monthly payments in arrears becoming due on the first business day of each month in respect of the preceding month.

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

6. Related Party Transactions and Other Expenses (continued)

The Custodian is also entitled to be reimbursed out of the Class Funds for charges and transaction fees levied on it by the Sub-Custodian and other sub-custodians which shall be at rates which have been negotiated on an arm's length basis or are otherwise on commercial terms.

Michael Farrow is entitled to receive up to GBP23,000 per annum from the Company as director fees. Oliver Sonnbichler, Michael Laws and Robert Stewart are entitled to receive up to USD10,000 per director per annum from the Company.

For the US Dollar Bond Class directors fees incurred during the period ended 31 March 2024 amounted to USD11,504 (31 March 2023: USD9,740) with USD5,623 (30 September 2023: USD5,835) outstanding at the period end.

For the Sterling Bond Class directors fees incurred during the period ended 31 March 2024 amounted to GBP2,163 (31 March 2023: GBP2,498) with GBP1,092 (30 September 2023: GBP1,093) outstanding at the period end.

For the US Dollar Enhanced Income Class directors fees incurred during the period ended 31 March 2024 amounted to USD4,351 (31 March 2023: USD5,634) with USD2,191 (30 September 2023: USD2,080) outstanding at the period end.

The fees incurred during the period ended 31 March 2024 and 31 March 2023 are as disclosed in the Statements of Comprehensive Income with the amounts outstanding at the period end disclosed in the Statements of Financial Position.

7. Financial risk management

Consistent with the investment objectives, as noted in the Report of the Directors, the Company's financial instruments comprise mainly equity shares, debt and fixed income securities and collective investment securities. In addition, the Company holds cash, liquid assets and various items such as debtors and creditors that arise directly from its operations.

The main risks arising from the Company's financial instruments are market risk (comprising market price risk, interest rate risk and currency risk), credit risk and liquidity risk. The Board reviews and agrees with the Manager and Investment Manager policies for managing each of these risks and they are summarised below.

7.1. Market risk

Market risk is the risk that the fair value of, or future cash flows arising from, financial instruments will fluctuate because of the changes in market variables. Market risk comprises three types of risks: market price risk, interest rate risk and currency risk.

Market price risk

Market price risk arises mainly from uncertainty about future prices of financial instruments used in the Class Funds' business. It represents the potential loss the Company may suffer due to price movements in securities prices.

Market price risk is mainly reduced through diversification. Investment restrictions are in place to ensure that the impact of market price risk is minimised. Full details of the investment restrictions are set out in the Prospectus.

Sensitivity analysis

The table below summarises the sensitivity of the Class Funds' net assets attributable to holders of redeemable shares to market price movements. It shows the increase/(decrease) in the net assets attributable to holders of redeemable shares for the Class Funds' given a 5% movement in the underlying investment prices at period end; all other variables remaining constant (5% is considered to be a reasonable possible change in price):

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.1. Market risk (continued)

Market price risk (continued)

		31 March 2024	30 September 2023
US Dollar Bond Class	USD	8,529,669	7,446,820
Sterling Bond Class	GBP	1,688,365	1,342,291
US Dollar Enhanced Income Class	USD	3,668,798	2,753,826

Interest rate risk

Interest rate risk is the risk that the fair value of, or future cash flows arising from, the financial instruments will fluctuate because of changes in market interest rates.

The Company is exposed to interest rate risk, as the instruments held comprise short and long term fixed and floating rate interest investments. Market forces (in terms of a general increase or decrease in interest rates in a particular currency) may therefore have a detrimental or positive effect on the carrying value of its financial instruments and income generated thereon, depending upon the average maturity of the portfolio held.

In accordance with the Class Funds' policy, the Investment Manager and Board of directors monitor the Class Funds' overall interest sensitivity on a regular basis.

The breakdown of the Class Funds' assets as at 31 March 2024 and 31 March 2023 is detailed in Note 7.4 Fair Value Hierarchy.

The tables below indicate the weighted average interest received on fixed rate financial assets and the weighted average period for which the rate is fixed:

31 March 2024		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Bond Class	1.92%	5 years 4 months

30 September 2023		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Bond Class	2.12%	5 years 11 month

31 March 2024		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
Sterling Bond Class	1.42%	5 years 6 months

30 September 2023		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
Sterling Bond Class	1.44%	5 years 9 months

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.1. Market risk (continued)

Interest rate risk (continued)

31 March 2024		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Enhanced Income Class	1.99%	7 months

30 September 2023		
Programme	Fixed rate financial assets Weighted average interest rate	Fixed rate financial assets weighted average period for which rate is fixed
US Dollar Enhanced Income Class	2.38%	1 year

The below tables show the split between fixed rate financial assets and floating rate financial assets.

US Dollar Bond Class

31 March 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	134,788,463	2,295,726	35,547,020	172,631,209
	<u>134,788,463</u>	<u>2,295,726</u>	<u>35,547,020</u>	<u>172,631,209</u>

US Dollar Bond Class

30 September 2023

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	119,418,593	981,110	31,474,096	151,873,799
	<u>119,418,593</u>	<u>981,110</u>	<u>31,474,096</u>	<u>151,873,799</u>

Sterling Bond Class

31 March 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
GBP	27,163,352	157,675	7,005,602	34,326,629
	<u>27,163,352</u>	<u>157,675</u>	<u>7,005,602</u>	<u>34,326,629</u>

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.1. Market risk (continued)

Interest rate risk (continued)

Sterling Bond Class

30 September 2023

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
GBP	21,387,071	160,765	6,016,747	27,564,583
	<u>21,387,071</u>	<u>160,765</u>	<u>6,016,747</u>	<u>27,564,583</u>

US Dollar Enhanced Income Class

31 March 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	67,917,429	896,323	3,672,000	72,485,752
	<u>67,917,429</u>	<u>896,323</u>	<u>3,672,000</u>	<u>72,485,752</u>

US Dollar Enhanced Income Class

30 September 2023

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	51,051,985	882,999	3,118,490	55,053,474
	<u>51,051,985</u>	<u>882,999</u>	<u>3,118,490</u>	<u>55,053,474</u>

Total

31 March 2024

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	237,019,996	3,391,232	48,068,847	288,480,075
	<u>237,019,996</u>	<u>3,391,232</u>	<u>48,068,847</u>	<u>288,480,075</u>

Total

30 September 2023

	Fixed rate financial assets	Floating rate financial assets	Net assets not carrying interest	Total
USD	196,574,568	2,060,331	41,936,327	240,571,225
	<u>196,574,568</u>	<u>2,060,331</u>	<u>41,936,327</u>	<u>240,571,225</u>

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.1. Market risk (continued)

Currency risk

Currency risk is the risk that the fair value of, or future cash flows from, financial instruments will fluctuate because of changes in foreign exchange rates.

The Class Funds' assets and liabilities may be denominated in currencies other than the reporting currency of the Class Fund. Therefore the value of such assets and liabilities may be affected favourably or unfavourably by fluctuations in currency rates.

The Company may enter into derivative transactions for the purposes of hedging against currency risk on behalf of the Class Funds, subject to various maximum exposure limits.

The tables below show the currency exposure of each Class Fund as at 31 March 2024 and 30 September 2023.

US Dollar Bond Class

Exposure currency 31 March 2024	Investments USD	Cash USD	Other net assets USD	Total net assets USD	% of net assets
USD	170,593,384	1,302,703	735,122	172,631,209	100.00
	<u>170,593,384</u>	<u>1,302,703</u>	<u>735,122</u>	<u>172,631,209</u>	<u>100.00</u>

US Dollar Bond Class

Exposure currency 30 September 2023	Investments USD	Cash USD	Other net assets USD	Total net assets USD	% of net assets
USD	148,936,402	1,709,916	1,227,481	151,873,799	100.00
	<u>148,936,402</u>	<u>1,709,916</u>	<u>1,227,481</u>	<u>151,873,799</u>	<u>100.00</u>

Sterling Bond Class

Exposure currency 31 March 2024	Investments GBP	Cash GBP	Other net assets GBP	Total net assets GBP	% of net assets
EUR	673,418	17,632	5,460	696,510	2.03
GBP	30,181,384	332,491	156,958	30,670,833	89.35
USD	2,912,499	21,550	25,237	2,959,286	8.62
	<u>33,767,301</u>	<u>371,673</u>	<u>187,655</u>	<u>34,326,629</u>	<u>100.00</u>

Sterling Bond Class

Exposure currency 30 September 2023	Investments GBP	Cash GBP	Other net assets GBP	Total net assets GBP	% of net assets
EUR	602,041	18,125	3,440	623,606	2.26
GBP	23,441,868	440,786	205,964	24,088,618	87.39
USD	2,801,901	24,836	25,622	2,852,359	10.35
	<u>26,845,810</u>	<u>483,747</u>	<u>235,026</u>	<u>27,564,583</u>	<u>100.00</u>

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.1. Market risk (continued)

Currency risk (continued)

US Dollar Enhanced Income Class

Exposure 31 March 2024	currency	Investments USD	Cash USD	Other net liabilities USD	Total net assets USD	% of net assets
USD		73,375,958	609,368	(1,499,574)	72,485,752	100.00
		<u>73,375,958</u>	<u>609,368</u>	<u>(1,499,574)</u>	<u>72,485,752</u>	<u>100.00</u>

US Dollar Enhanced Income Class

Exposure 30 September 2023	currency	Investments USD	Cash USD	Other net liabilities USD	Total net assets USD	% of net assets
USD		55,076,516	351,489	(374,531)	55,053,474	100.00
		<u>55,076,516</u>	<u>351,489</u>	<u>(374,531)</u>	<u>55,053,474</u>	<u>100.00</u>

Currency risk is not managed in its separate form. Significant currency risk arises from the portfolio of investments denominated in foreign currencies and this affects the carrying value of the securities, hence is considered as part of price risk.

The following sensitivity analysis shows the change in the net assets of a Class Fund given a 5% increase or decrease in the value of a foreign currency relative to the Class Funds' reporting currency for all significant foreign currency positions of the Class Fund (5% is considered to be a reasonable possible change in foreign currency rates). US Dollar Bond Class and US Dollar Enhanced Income Class have no foreign currency exposure for the period ended 31 March 2024 and year ended 30 September 2023.

		Change in net assets 31 March 2024 GBP	Change in net assets 30 September 2023 GBP
Sterling Bond Class			
EUR	+/-5%	34,826	31,180
USD	+/-5%	147,964	142,618

7.2. Liquidity risk

Liquidity risk is the risk that the Company may not be able to meet its liabilities as they fall due. This also relates to the risk that the Company may not be able to realise its investments at current market values in time to meet its obligations.

Shareholders have the right to redeem their shares in the Company at every subscription day. The Company therefore needs to have adequate liquid resources to meet these redemptions and the maturity profile of the Company's investments may affect the Company's liability to meet the redemptions if the weighted average days to maturity is longer than the weighted average days to redemption.

Liquidity risk in relation to funding of redemptions is managed by receiving daily notifications of forthcoming redemption notices and ensuring sufficient liquidity within the portfolio. Although substantial redemptions of shares in the Class Funds could require the Class Funds to liquidate their investments more rapidly than otherwise desirable in order to raise cash for the redemptions, the Directors may restrict redemption of shares to no more than 20% of the issued shares of any Share Class on any Dealing Day, with excess requests being scaled back on a pro-rata basis, with the balance being carried forward to the next Dealing Day and so on until all the Shares concerned have been redeemed.

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.3. Credit risk

Credit risk is the risk that counterparties will be unable or unwilling to meet commitments they have entered into with the Class Funds under the contractual or agreed terms. The Class Funds' main credit risk derives from its investments in bonds, term deposits and cash and cash equivalents. The risk mainly arises from the possibility of default from the institutions in paying interest and capital when due and also the inability by the custodians of cash and cash equivalents to make available the cash to the Class Funds on demand.

The risk arising from debtors is considered minimal and therefore not actively managed. Significant debtors arise from outstanding sales receipts. This is controlled by ensuring that securities are not transferred before settlement. Debtors arising from dividends and interest received are not considered material for the purpose of credit risk exposure.

Each Class Fund is restricted to investing no more than 10% of its net asset value in any one issuer and to investing in no more than 10% of the total nominal amount of all issued securities of the same class in the invested corporation. These limits are tested on a daily basis by the Administrator, on a monthly basis by the Manager and confirmation of adherence is received by the Board of Directors on a quarterly basis, in order to demonstrate effective control. The credit ratings of the investments are disclosed in Portfolio Statements.

The Class Funds are not exposed to significant credit risk from the Custodian, Sub-Custodian and banker as all investments of the Class Funds are maintained in a segregated account, which are designated as client assets and are not co-mingled with any proprietary assets of the Custodian. The Class Funds will, however, be exposed to the credit risk of the Custodian, or any depositary used by the Custodian, in relation to the Class Fund's cash held by the Custodian. In event of the insolvency or bankruptcy of the Custodian, the Class Funds will be treated as a general creditor of the Custodian in relation to cash holdings of the Class Funds.

The Custodian, Apex Financial Services (Corporate) Limited is not rated with Standard & Poor's, Moody's or Fitch.

For the period ended 31 March 2024 the Sub-Custodian and Banker, The Bank of New York Mellon SA/NV London Branch has a credit rating of AA- (2023 : AA-) with Standard & Poor's, Aa2 (2023 : Aa2) with Moody's and AA (2023 : AA) with Fitch.

7.4. Fair value hierarchy

The FRC issued "Amendments to FRS 102 - Fair value hierarchy disclosures", effective for accounting periods beginning on or after 1 January 2017, with early adoption permitted. FRED 62 proposed to amend paragraphs 34.22 and 34.42 of FRS 102 to require disclosure of financial instruments held at fair value on the basis of a fair value hierarchy consistent with EU-adopted IFRS based on Level 1, 2 and 3 classifications. The Company has availed of early adoption thus the financial statements and comparatives have been prepared in accordance with these amendments and fair value measurement is categorised based on Levels 1, 2 and 3. These amendments did not have any impact on the Funds' financial position or performance.

The fair value of financial assets and liabilities traded in active markets (such as publicly traded derivatives and trading securities) are based on quoted mid-market prices on the period end date or in the case of fund of funds are based on the net asset value per unit.

An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis.

A financial instrument is regarded as quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency, and those prices represent actual and regularly occurring market transactions on an arm's length basis.

FRS 102 requires the Company to classify fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements.

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.4. Fair value hierarchy (continued)

The carrying value less impairment provision of other receivables and payables are assumed to approximate their fair values. The fair value of financial liabilities for disclosure purposes is estimated by discounting the future contractual cash flows at the current market interest rate that is available to the Company for similar financial instruments.

The fair value hierarchy has the following levels:

- Listed prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a Level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes 'observable' requires significant judgement by the Company. The Company considers observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary and provided by independent sources that are actively involved in the relevant market.

The following tables analyse within the fair value hierarchy the Companies financial assets measured at fair value at 31 March 2024 and 30 September 2023 in accordance with FRS 102.

31 March 2024

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
US Dollar Bond Class				
Investment Companies	33,509,195	–	–	33,509,195
Corporate Bonds	–	26,201,801	–	26,201,801
Government Bonds	110,882,388	–	–	110,882,388
Total Assets	144,391,583	26,201,801	–	170,593,384

30 September 2023

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
US Dollar Bond Class				
Investment Companies	28,536,699	–	–	28,536,699
Corporate Bonds	–	26,430,389	–	26,430,389
Government Bonds	93,969,314	–	–	93,969,314
Total Assets	122,506,013	26,430,389	–	148,936,402

31 March 2024

	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
Sterling Bond Class				
Investment Companies	6,446,274	–	–	6,446,274
Corporate Bonds	–	8,349,610	–	8,349,610
Government Bonds	18,971,417	–	–	18,971,417
Total Assets	25,417,691	8,349,610	–	33,767,301

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

7. Financial risk management (continued)

7.4. Fair value hierarchy (continued)

30 September 2023

	Level 1 GBP	Level 2 GBP	Level 3 GBP	Total GBP
Sterling Bond Class				
Investment Companies	5,297,974	–	–	5,297,974
Corporate Bonds	–	6,224,198	–	6,224,198
Government Bonds	14,381,167	942,471	–	15,323,638
Total Assets	19,679,141	7,166,669	–	26,845,810

31 March 2024

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
US Dollar Enhanced Income Class				
Investment Companies	4,562,206	–	–	4,562,206
Corporate Bonds	–	30,066,665	–	30,066,665
Government Bonds	38,747,087	–	–	38,747,087
Total Assets	43,309,293	30,066,665	–	73,375,958

30 September 2023

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
US Dollar Enhanced Income Class				
Investment Companies	3,141,532	–	–	3,141,532
Corporate Bonds	–	26,181,103	–	26,181,103
Government Bonds	25,457,554	296,327	–	25,753,881
Total Assets	28,599,086	26,477,430	–	55,076,516

There were no movement between levels for the financial period ended 31 March 2024. There were no movement between levels for the financial year ended 30 September 2023.

8. Exchange rates

The following exchange rates at 31 March 2024 and 30 September 2023 were used to translate foreign currency assets and liabilities.

US Dollar Bond Class and US Dollar Enhanced Income Class

	Period End Exchange Rates		Average Exchange Rates	
	31 March 2024	30 September 2023	31 March 2024	30 September 2023
USD/EUR	0.92591	0.94449	0.92522	0.93673
USD/GBP	0.79161	0.81930	0.79707	0.81534

Sterling Bond Class

	Period End Exchange Rates		Average Exchange Rates	
	31 March 2024	30 September 2023	31 March 2024	30 September 2023
GBP/EUR	1.16965	1.15280	1.16067	1.14865
GBP/USD	1.26325	1.22055	1.25420	1.22484

9. Significant events during the period

In November 2023, an updated prospectus of the Fund was issued.

Effective 25 January 2024, US Dollar Bond Class Fund launched US Dollar Bond P Class and Sterling Bond Class Fund launched Sterling Bond P Class.

There were no other significant events during the period that require disclosure in the financial statements.

Melville Douglas Income Fund Limited

Notes to the Financial Statements (continued)

10. Post statement of financial position events

There were no significant post statement of financial position events that require disclosure in these financial statements.

11. Contingent Liabilities

There were no contingent liabilities as at 31 March 2024 or as at 30 September 2023.

12. Approval of financial statements

The financial statements were approved by the Directors on 27 June 2024.

Melville Douglas Income Fund Limited

Portfolio Statement

US Dollar Bond Class

As at 31 March 2024

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 98.82% (30 September 2023: 98.07%)					
Investment Companies 19.41% (30 September 2023: 18.79%)					
Ireland					
iShares USD Corp Bond UCITS ET	146,190	15,058,790	14,957,430	8.66	NR
iShares USD Short Duration Corp Bond UCITS ETF	131,780	13,227,857	12,955,291	7.51	NR
			27,912,721	16.17	
United States					
iShares iBoxx High Yield Corporate Bond ETF	71,985	5,802,094	5,596,474	3.24	NR
			5,596,474	3.24	
Total Investment Companies			33,509,195	19.41	
Corporate Bonds 15.18% (30 September 2023: 17.41%)					
International					
European Investment Bank 2.500% 15/10/2024	6,450,000	6,473,949	6,358,032	3.68	Aaa
Inter-American Development Bank 'GMTN' 1.125% 13/01/2031	9,000,000	8,464,168	7,328,950	4.24	Aaa
International Bank for Reconstruction & Development 1.500% 28/08/2024	5,690,000	5,709,083	5,604,000	3.25	Aaa
			19,290,982	11.17	
South Africa					
Standard Bank Group Ltd FRN 5.950% 31/05/2029	1,000,000	1,029,993	995,915	0.58	Ba3
United States					
Amazon.com Inc 4.700% 01/12/2032	1,900,000	1,940,551	1,908,801	1.11	A1
JPMorgan Chase & Co FRN 6.087% 23/10/2029	1,250,000	1,303,591	1,299,811	0.75	A1
UnitedHealth Group Inc 2.875% 15/08/2029	1,900,000	1,765,683	1,733,354	1.01	A2
Visa Inc 3.150% 14/12/2025	1,000,000	1,012,257	972,938	0.56	Aa3
			5,914,904	3.43	
Total Corporate Bonds			26,201,801	15.18	
Government Bonds 64.23% (30 September 2023: 61.87%)					
United States					
United States Treasury Bill (Zero Coupon) 0.000% 13/06/2024	18,500,000	18,294,839	18,304,719	10.60	Aaa

Melville Douglas Income Fund Limited

Portfolio Statement (continued)

US Dollar Bond Class (continued)

As at 31 March 2024 (continued)

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 98.82% (30 September 2023: 98.07%) (continued)					
Government Bonds 64.23% (30 September 2023: 61.87%) (continued)					
United States (continued)					
United States Treasury Note/Bond 2.250% 15/02/2027	10,960,000	10,883,411	10,317,865	5.98	Aaa
United States Treasury Note/Bond 2.625% 15/02/2029	8,450,000	8,344,575	7,851,638	4.55	Aaa
United States Treasury Note/Bond 1.750% 15/11/2029	26,950,000	25,254,475	23,728,158	13.74	Aaa
United States Treasury Note/Bond 1.875% 15/02/2032	44,810,000	39,886,790	37,843,208	21.92	Aaa
United States Treasury Note/Bond 3.500% 15/02/2033	13,550,000	12,904,622	12,836,800	7.44	Aaa
			110,882,388	64.23	
Total Government Bonds			110,882,388	64.23	
Total Investments		177,356,728	170,593,384	98.82	
Total Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market			170,593,384	98.82	
Total Investments			170,593,384	98.82	
Net current assets			2,037,825	1.18	
Total net assets			172,631,209	100.00	

Melville Douglas Income Fund Limited

Portfolio Statement (continued)

Sterling Bond Class

As at 31 March 2024

	Nominal Holding	Cost GBP	Fair Value GBP	% of Net Assets	Credit Rating
Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 98.37% (30 September 2023: 97.39%)					
Investment Companies 18.78% (30 September 2023: 19.22%)					
Ireland					
iShares Core GBP Corp Bond UCITS ETF	20,920	2,559,359	2,584,561	7.53	NR
iShares EUR High Yield Corp Bond UCITS ETF	3,710	333,046	290,735	0.85	NR
iShares GBP Corp Bond 0-5yr UCITS ETF	26,770	2,785,116	2,669,103	7.77	NR
iShares USD High Yield Corp Bond UCITS ETF	210,620	960,345	901,875	2.63	NR
			6,446,274	18.78	
Total Investment Companies			6,446,274	18.78	
Corporate Bonds 24.32% (30 September 2023: 22.58%)					
Germany					
Kreditanstalt fuer Wiederaufbau 'EMTN' 0.875% 15/09/2026	985,000	978,968	905,910	2.64	Aaa
Kreditanstalt fuer Wiederaufbau 'EMTN' 3.125% 10/10/2028	440,000	380,601	382,683	1.11	Aaa
			1,288,593	3.75	
International					
European Investment Bank 3.875% 15/03/2028	1,350,000	1,080,287	1,038,470	3.03	Aaa
Inter-American Development Bank 0.500% 15/09/2026	1,995,000	1,978,360	1,816,876	5.29	Aaa
International Bank for Reconstruction & Development 1.000% 21/12/2029	3,200,000	2,973,300	2,714,912	7.91	Aaa
			5,570,258	16.23	
South Africa					
Standard Bank Group Ltd FRN 5.950% 31/05/2029	200,000	159,553	157,675	0.46	Ba3
United Kingdom					
BAT International Finance Plc 'EMTN' 2.250% 26/06/2028	300,000	271,244	265,923	0.78	Baa2
Experian Finance Plc 'EMTN' 3.250% 07/04/2032	300,000	262,361	274,381	0.80	Baa1
GlaxoSmithKline Capital Plc 'EMTN' 3.375% 20/12/2027	400,000	405,946	388,970	1.13	A2
Unilever Plc 'EMTN' 1.875% 15/09/2029	350,000	312,687	310,454	0.90	A1
			1,239,728	3.61	

Melville Douglas Income Fund Limited

Portfolio Statement (continued)

Sterling Bond Class (continued)

As at 31 March 2024 (continued)

	Nominal Holding	Cost GBP	Fair Value GBP	% of Net Assets	Credit Rating
Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 98.37% (30 September 2023: 97.39%) (continued)					
Corporate Bonds 24.32% (30 September 2023: 22.58%) (continued)					
United States					
Nestle Holdings Inc 'EMTN' 0.625% 18/12/2025	100,000	99,988	93,356	0.27	Aa3
Total Corporate Bonds			8,349,610	24.32	
Government Bonds 55.27% (30 September 2023: 55.59%)					
United Kingdom					
United Kingdom Gilt 1.625% 22/10/2028	4,700,000	4,490,425	4,282,358	12.48	Aa3
United Kingdom Gilt 0.875% 22/10/2029	3,975,000	3,764,227	3,405,383	9.92	Aa3
United Kingdom Gilt 1.000% 31/01/2032	11,800,000	9,798,425	9,567,322	27.87	Aa3
			17,255,063	50.27	
United States					
United States Treasury Note/Bond 2.875% 30/04/2025	2,217,000	1,683,344	1,716,354	5.00	Aaa
Total Government Bonds			18,971,417	55.27	
Total Investments		35,277,582	33,767,301	98.37	
Total Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market			33,767,301	98.37	
Total Investments			33,767,301	98.37	
Net current assets			559,328	1.63	
Total net assets			34,326,629	100.00	

Melville Douglas Income Fund Limited

Portfolio Statement (continued)

US Dollar Enhanced Income Class

As at 31 March 2024

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 101.23% (30 September 2023: 100.04%)					
Investment Companies 6.29% (30 September 2023: 5.71%)					
Ireland					
iShares USD Short Duration Corp Bond UCITS ETF	22,085	2,310,711	2,171,176	2.99	NR
iShares iBonds Dec 2025 Term USD Corp UCITS ETF	12,700	1,310,743	1,317,371	1.82	NR
			3,488,547	4.81	
United States					
iShares iBoxx High Yield Corporate Bond ETF	13,810	1,151,634	1,073,659	1.48	NR
			1,073,659	1.48	
Total Investment Companies			4,562,206	6.29	
Corporate Bonds 41.48% (30 September 2023: 47.55%)					
Germany					
Kreditanstalt fuer Wiederaufbau 1.250% 31/01/2025	1,120,000	1,090,016	1,085,701	1.50	Aaa
Kreditanstalt fuer Wiederaufbau 2.500% 20/11/2024	500,000	491,432	491,563	0.68	Aaa
Kreditanstalt fuer Wiederaufbau 5.125% 29/09/2025	2,250,000	2,249,536	2,263,051	3.12	Aaa
Kreditanstalt fuer Wiederaufbau 1.375% 05/08/2024	1,000,000	986,063	987,496	1.36	Aaa
			4,827,811	6.66	
International					
Asian Development Bank 'GMTN' 4.125% 27/09/2024	4,000,000	3,984,042	3,977,237	5.49	Aaa
Asian Development Bank 'GMTN' 2.875% 06/05/2025	2,000,000	1,951,104	1,954,757	2.70	Aaa
European Bank for Reconstruction & Development 1.625% 27/09/2024	535,000	525,450	526,012	0.72	Aaa
European Bank for Reconstruction & Development 'GMTN' 1.500% 13/02/2025	581,000	563,094	563,874	0.78	Aaa
European Investment Bank 2.250% 24/06/2024	2,500,000	2,509,633	2,482,761	3.42	Aaa
European Investment Bank 0.375% 24/07/2024	2,000,000	1,968,485	1,970,058	2.72	Aaa
Inter-American Development Bank 0.625% 15/07/2025	4,425,000	4,181,448	4,189,147	5.78	Aaa
Inter-American Development Bank 3.250% 01/07/2024	750,000	745,910	746,067	1.03	Aaa

Melville Douglas Income Fund Limited

Portfolio Statement (continued)

US Dollar Enhanced Income Class (continued)

As at 31 March 2024 (continued)

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating	
Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 101.23% (30 September 2023: 100.04%) (continued)						
Corporate Bonds 41.48% (30 September 2023: 47.55%) (continued)						
International (continued)						
International Bank for Reconstruction & Development 1.500% 28/08/2024	1,300,000	1,305,734	<u>1,280,352</u> 17,690,265	<u>1.76</u> 24.40	Aaa	
South Africa						
Standard Bank Group Ltd FRN 5.950% 31/05/2029	900,000	925,998	896,323	1.24		
United States						
Amazon.com Inc 3.800% 05/12/2024	1,500,000	1,486,069	1,485,897	2.05	A1	
BAT Capital Corp 3.222% 15/08/2024	1,000,000	989,987	988,986	1.37	Baa2	
Elevance Health Inc 3.350% 01/12/2024	1,700,000	1,675,659	1,676,526	2.31	Baa2	
JPMorgan Chase & Co 3.875% 10/09/2024	1,500,000	1,485,785	1,487,282	2.05	A3	
UnitedHealth Group Inc 2.375% 15/08/2024	1,025,000	1,015,289	<u>1,013,575</u> 6,652,266	<u>1.40</u> 9.18	A2	
Total Corporate Bonds			30,066,665	41.48		
Government Bonds 53.46% (30 September 2023: 46.78%)						
United States						
United States Treasury Bill (Zero Coupon) 0.000% 30/04/2024	6,750,000	6,718,565	6,721,506	9.27	Aaa	
United States Treasury Bill (Zero Coupon) 0.000% 23/05/2024	5,400,000	5,356,525	5,359,124	7.39	Aaa	
United States Treasury Bill (Zero Coupon) 0.000% 09/05/2024	2,250,000	2,236,384	2,237,542	3.09	Aaa	
United States Treasury Note/Bond 2.000% 30/06/2024	3,400,000	3,371,452	3,371,435	4.65	Aaa	
United States Treasury Note/Bond 2.125% 31/07/2024	5,500,000	5,440,774	5,442,687	7.51	Aaa	
United States Treasury Note/Bond 2.875% 30/04/2025	5,500,000	5,391,843	5,378,896	7.42	Aaa	
United States Treasury Note/Bond 1.375% 31/01/2025	1,500,000	1,463,032	1,454,826	2.01	Aaa	
United States Treasury Note/Bond 1.125% 15/01/2025	1,600,000	1,551,259	1,551,298	2.14	Aaa	
United States Treasury Note/Bond 2.500% 31/05/2024	5,300,000	5,278,015	5,275,284	7.28	Aaa	

Melville Douglas Income Fund Limited

Portfolio Statement (continued)

US Dollar Enhanced Income Class (continued)

As at 31 March 2024 (continued)

	Nominal Holding	Cost USD	Fair Value USD	% of Net Assets	Credit Rating
Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market 101.23% (30 September 2023: 100.04%) (continued)					
Government Bonds 53.46% (30 September 2023: 46.78%) (continued)					
United States (continued)					
United States Treasury Note/Bond 3.125% 15/08/2025	2,000,000	1,951,248	1,954,489	2.70	Aaa
			38,747,087	53.46	
Total Government Bonds			38,747,087	53.46	
Total Investments		73,662,919	73,375,958	101.23	
Total Transferable Securities Admitted to An Official Stock Exchange Listing or Dealt in on Another Regulated Market			73,375,958	101.23	
Total Investments			73,375,958	101.23	
Net current liabilities			(890,206)	(1.23)	
Total net assets			72,485,752	100.00	

Melville Douglas Income Fund Limited

Fund Statistics

US Dollar Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class A Shares	USD	USD			USD	USD
30 September 2013	53,445,275	162.17	0.04	329,555	162.46	161.25
30 September 2014	45,496,949	162.32	0.09	280,287	163.05	161.83
30 September 2015	42,502,879	163.53	0.75	259,915	163.83	162.30
30 September 2016	60,525,172	165.53	1.22	365,634	165.79	162.95
30 September 2017	56,088,297	165.20	(0.20)	339,521	166.54	163.13
30 September 2018	48,438,116	162.82	(1.44)	297,488	165.41	161.64
30 September 2019	44,264,784	172.14	5.72	257,144	173.30	162.23
30 September 2020	39,693,089	180.10	4.62	220,400	180.79	171.27
30 September 2021	33,354,382	177.62	(1.38)	187,786	180.22	176.74
30 September 2022	27,039,974	159.57	(10.16)	169,459	177.88	158.46
30 September 2023	27,536,570	158.96	(0.38)	173,230	166.04	157.38
31 March 2024	25,955,834	165.56	4.15	156,775	167.46	156.26

US Dollar Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class B Shares	USD	USD			USD	USD
At launch (1 March 2018)	16,698	10.00	-	1,667	-	-
30 September 2018	33,287	10.00	-	3,329	10.05	9.94
30 September 2019	100,177	10.54	5.40	9,505	10.61	9.96
30 September 2020	1,515,654	11.00	4.36	137,826	11.04	10.48
30 September 2021	2,963,379	10.83	(1.55)	273,505	11.00	10.79
30 September 2022	2,147,078	9.72	(10.25)	220,805	10.85	9.66
30 September 2023	1,147,068	9.68	(0.41)	118,533	10.11	9.59
31 March 2024	1,048,494	10.07	4.03	104,078	10.19	9.51

US Dollar Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class C Shares	USD	USD			USD	USD
At launch (2 June 2020)	2,809	10.00	-	281	-	-
30 September 2020	149,428	10.03	0.40	14,905	10.06	9.96
30 September 2021	3,182	9.91	(1.20)	321	10.04	9.85
30 September 2022	10,337	8.92	(9.99)	1,159	9.92	8.86
30 September 2023	10,042	8.91	(0.11)	1,128	9.29	8.80
31 March 2024	10,155	9.28	4.15	1,094	9.39	8.76

Melville Douglas Income Fund Limited

Fund Statistics (continued)

US Dollar Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class P Shares***	USD	USD			USD	USD
At launch (25 January 2024)	130,282	9.99	-	13,038	-	-
31 March 2024	130,496	10.01	0.20	13,038	10.12	9.90
US Dollar Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class X Shares	USD	USD			USD	USD
At launch (17 October 2017)	19,991	10.00	-	2,000	-	-
30 September 2018	2,423,942	9.93	(0.67)	244,024	10.01	9.83
30 September 2019	24,087,477	10.59	6.65	2,275,322	10.65	9.90
30 September 2020	31,255,274	11.16	5.38	2,799,487	11.19	10.54
30 September 2021	38,993,271	11.10	(0.54)	3,513,060	11.19	11.00
30 September 2022	58,790,285	10.05	(9.46)	5,848,883	11.12	9.98
30 September 2023	123,180,119	10.09	0.42	12,203,898	10.51	9.92
31 March 2024	145,486,230	10.55	4.56	13,784,425	10.66	9.93
Sterling Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class A Shares	GBP	GBP			GBP	GBP
30 September 2013	5,590,371	115.88	(1.39)	48,241	117.60	115.86
30 September 2014	4,379,848	115.56	(0.28)	37,901	116.09	114.48
30 September 2015	3,380,232	116.09	0.46	29,118	117.86	115.78
30 September 2016	4,423,035	120.59	3.88	36,678	120.87	115.83
30 September 2017	3,981,347	119.01	(1.31)	33,453	121.01	118.94
30 September 2018	3,961,270	117.91	(0.92)	33,597	119.55	116.70
30 September 2019	4,357,568	121.53	3.07	35,855	121.98	117.35
30 September 2020	5,411,332	122.13	0.49	44,308	122.79	119.42
30 September 2021	3,853,915	119.28	(2.33)	32,309	122.65	119.28
30 September 2022	3,175,825	103.40	(13.42)	30,713	119.91	102.66
30 September 2023	2,715,230	106.01	2.52	25,614	110.10	102.47
31 March 2024	2,614,434	110.48	4.22	23,664	111.82	104.90
Sterling Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class B Shares	GBP	GBP			GBP	GBP
At launch (12 May 2020)	42,955	10.0	-	4,292	-	-
30 September 2020	109,404	10.00	-	10,935	10.06	9.97
30 September 2021	303,356	9.76	(2.40)	31,076	10.04	9.76
30 September 2022	225,957	8.45	(13.39)	26,729	9.81	8.39
30 September 2023	231,414	8.66	2.42	26,729	9.00	8.37
31 March 2024	128,011	9.02	4.16	14,194	9.13	8.57

Melville Douglas Income Fund Limited

Fund Statistics (continued)

Sterling Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class C Shares**	GBP	GBP			GBP	GBP
At launch (14 September 2020)	81,887	10.00	-	8,194	-	-
30 September 2020	81,682	9.97	(0.20)	8,194	10.00	9.97
At redemption (2 September 2021)	80,669	9.84	(1.30)	8,194	10.01	9.76
Sterling Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class P Shares***	GBP	GBP			GBP	GBP
At launch (25 January 2024)	102,582	10.00	-	10,250	-	-
31 March 2024	103,567	10.10	1.00	10,250	10.12	9.93
Sterling Bond Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class X Shares	GBP	GBP			GBP	GBP
At launch (28 August 2018)	654,322	10.00	-	65,460	-	-
30 September 2018	776,389	9.95	(0.50)	78,041	10.00	9.92
30 September 2019	4,749,764	10.34	3.92	459,480	10.37	9.90
30 September 2020	8,680,598	10.47	1.26	828,962	10.51	10.18
30 September 2021	13,128,608	10.31	(1.53)	1,273,439	10.53	10.29
30 September 2022	18,224,600	9.01	(12.62)	2,022,960	10.38	8.94
30 September 2023	24,617,939	9.31	3.34	2,644,357	9.62	8.93
31 March 2024	31,480,617	9.74	4.62	3,231,622	9.84	9.22
US Dollar Enhanced Income Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class B Shares	USD	USD			USD	USD
At launch (4 August 2023)	138,493	10.00	-	13,849	-	-
30 September 2023	139,232	10.05	0.50	13,849	10.05	10.01
31 March 2024	142,697	10.30	2.49	13,849	10.30	10.04
US Dollar Enhanced Income Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class C Shares	USD	USD			USD	USD
At launch (4 August 2023)	138,493	10.00	-	13,849	-	-
30 September 2023	139,275	10.06	0.60	13,849	10.06	10.01
31 March 2024	143,395	10.32	2.58	13,899	10.32	10.05

Melville Douglas Income Fund Limited

Fund Statistics (continued)

US Dollar Enhanced Income Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class P Shares***	USD	USD			USD	USD
At launch (25 January 2024)	130,378	10.00	-	13,038	-	-
31 March 2024	131,200	10.06	0.60	13,038	10.06	10.00
US Dollar Enhanced Income Class	Net asset value	Net asset value per share	% change in period	Number of shares in issue	Highest* price	Lowest* price
Class X Shares	USD	USD			USD	USD
At launch (14 March 2019)	30,286,472	10.00	-	3,028,647	-	-
30 September 2019	35,482,312	10.13	1.30	3,503,203	10.13	9.99
30 September 2020	52,881,286	10.26	1.28	5,152,593	10.27	10.13
30 September 2021	61,319,127	10.30	0.39	5,956,135	10.30	10.26
30 September 2022	56,904,153	10.11	(1.84)	5,626,238	10.29	10.10
30 September 2023	54,774,967	10.51	3.88	5,213,289	10.51	10.11
31 March 2024	72,068,461	10.81	2.85	6,666,176	10.81	10.50

*Prior to 30 September 2016 the highest price/lowest price was based on the reported net asset value for shareholder dealing which may be different from the financial statements.

**Share class was fully redeemed on 2 September 2021.

***Effective 25 January 2024, US Dollar Bond Class Fund, Sterling Bond Class Fund and US Dollar Enhanced Income Class Fund launched US Dollar Bond Class P shares, Sterling Bond Class P and Enhanced Income USD Class P shares.

The performance data in this table covers the period from incorporation by way of a continuance in Jersey, to date. Performance data for previous periods can be found in the fact sheets issued by the Investment Manager.

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Other Information

Total Expense Ratios

The Total Expense Ratio ("TER") is calculated and disclosed as per the guidelines issued by the Investment Management Association. The ratio expresses the sum of all costs charged on an ongoing basis to the Class Funds taken retrospectively as a percentage of the Class Fund's average net assets. For clarity, when the Class Fund is investing in other funds, the ongoing cost of these funds is not incorporated in the calculation of the TER.

	31 March 2024	31 March 2023
US Dollar Bond Class - Class A Shares	1.02 %	1.04 %
US Dollar Bond Class - Class B Shares	1.12 %	1.14 %
US Dollar Bond Class - Class C Shares	0.82 %	0.84 %
US Dollar Bond Class - Class P Shares*	N/A	N/A
US Dollar Bond Class - Class X Shares	0.22 %	0.23 %
Sterling Bond Class - Class A Shares	1.04 %	1.05 %
Sterling Bond Class - Class B Shares	1.14 %	1.15 %
Sterling Bond Class - Class P Shares*	N/A	N/A
Sterling Bond Class - Class X Shares	0.24 %	0.25 %
US Dollar Enhanced Income Class - Class B Shares**	N/A	N/A
US Dollar Enhanced Income Class - Class C Shares**	N/A	N/A
US Dollar Enhanced Income Class - Class P Shares*	N/A	N/A
US Dollar Enhanced Income Class - Class X Shares	0.24 %	0.24 %

*Effective 25 January 2024, US Dollar Bond Class Fund, Sterling Bond Class Fund and US Dollar Enhanced Income Class Fund launched US Dollar Bond Class P shares, Sterling Bond Class P and Enhanced Income USD Class P shares.

**Effective 4 August 2023, US Dollar Enhanced Income Class Fund launched Enhanced Income USD Class B and Enhanced Income USD Class C shares.

Investment Purchases, Investment Sales and Commissions

US Dollar Bond Class	31 March 2024 USD	31 March 2023 USD
Gross purchases in period including transaction costs	43,924,110	59,463,479
Commissions	—	(300)
Net purchases total	<u>43,924,110</u>	<u>59,463,179</u>
Gross sales in period including transaction costs	27,638,008	18,502,554
Commissions	—	—
Net sales total	<u>27,638,008</u>	<u>18,502,554</u>
 Sterling Bond Class	 31 March 2024 GBP	 31 March 2023 GBP
Gross purchases in period including transaction costs	6,937,684	9,122,512
Commissions	—	(244)
Net purchases total	<u>6,937,684</u>	<u>9,122,268</u>
Gross sales in period including transaction costs	1,122,902	1,602,618
Net sales total	<u>1,122,902</u>	<u>1,602,618</u>

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Other Information (continued)

Investment Purchases, Investment Sales and Commissions (continued)

	31 March 2024 USD	31 March 2023 USD
US Dollar Enhanced Income Class		
Gross purchases in period including transaction costs	37,827,420	18,974,558
Commissions	—	(200)
Net purchases total	<u>37,827,420</u>	<u>18,974,358</u>
Gross sales in period including transaction costs	20,695,819	24,280,202
Commissions	—	(200)
Net sales total	<u>20,695,819</u>	<u>24,280,002</u>